



Strategic partner in Canada's dairy industry

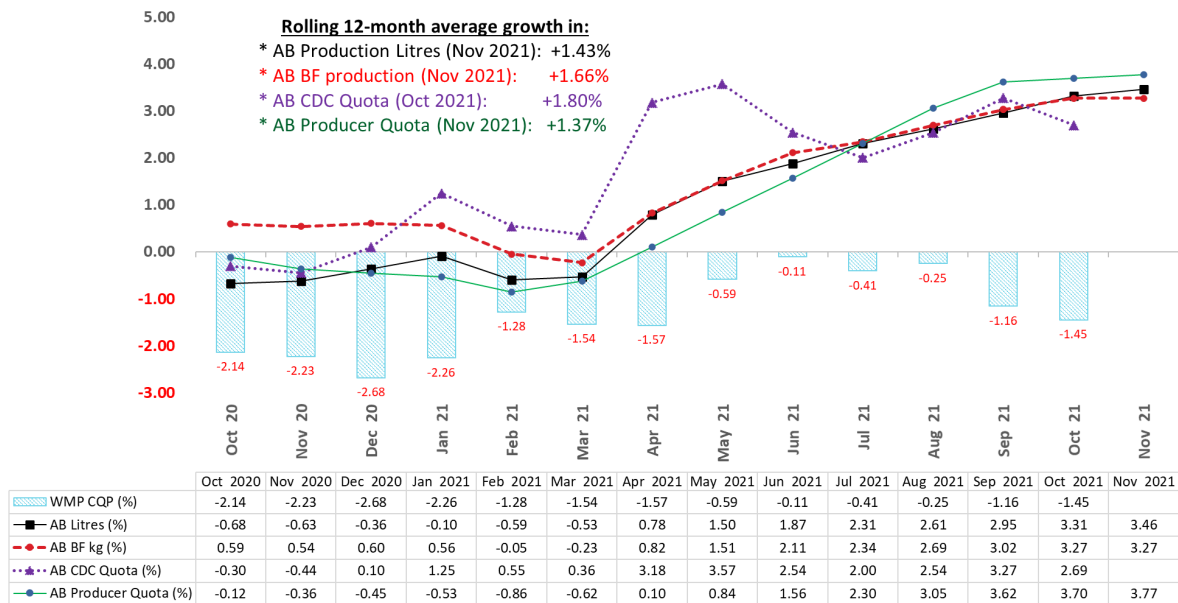
Alberta Production and Quota Update December 2021

Production Update

Daily average production in November was 2.27 million litres (pre-pooling), an increase of 10,176 litres (or +0.45 per cent) over October's post-pooling production of 2.26 million litres. The average butterfat density in November was 4.32 kilograms per hectoliter, a 0.73 per cent increase from October 2021.

When comparing the November pre-pooling production data on a year-over-year basis, it suggests a 3.46 per cent growth in volume in the 12-month period ending November 2021 over the 12-month period ending November 2020; and a 3.27 per cent growth in butterfat production for the same period. See the chart below for the most recent historical trend while noting that November 2021 is pre-pooling data.

Year over Year Growth Trend in Annual Production and Quota vs. CQP (%)



Quota Update

The WMP's rolling 12-month quota increased by 2.69 per cent in October over September. Alberta's daily producer quota issuance in October 2021 was 96,105 kg/day, 98.47 per cent relative to the past 12-month average CDC quota allocation.

Pools' Quota Utilization

Cumulative Quota Positions (CQP) at the end of October 2021 for the WMP, P5 and P10 were -1.45, -1.40 and -1.68 per cent respectively. This means that the respective pools on a cumulative basis are all under-producing by their respective percentages as indicated.

The WMP under-filled its monthly CDC quota allotment by 286,584 kilograms of butterfat in October 2021 or -3.24 per cent compared to -9.80 per cent for the same period last year.

Quota and Milk Production Summary (BF kg)					
Month	Oct 2021	Nov 2021	Dec 2021	Jan 2022	Feb 2022
Status	Official	Pre-Pooling	Projected	Projected	Projected
Alberta					
Butterfat Production (kg/day)	96,979	98,130	99,516	100,380	100,580
Provincial Quota (kg/day)	100,563	101,929	108,664	95,473	96,413
Producer Quota (kg/day)	96,105	96,119	96,119	96,119	96,119
Producer Quota + Incentive Credits (kg/day)	96,105	96,119	96,119	96,119	96,119
Cumulative Position (%)					
Producer Position (Days)	-2.59	-2.06	-1.06	0.21	1.42
Provincial Position (Days)	-16.62	-17.75	-19.26	-20.32	-18.92
Penalty (kg)	0	0	0	0	0
Western Milk Pool					
Butterfat Production (kg/day)	276,791	282,986	286,686	289,105	289,022
Pool Quota (kg/day)	285,733	289,613	308,749	271,269	273,941
Cumulative Position (%)*	-1.45%	-1.65%	-2.32%	-1.77%	-1.35%
Penalty (kg)	0	0	0	0	0
*The P10 pool's limits on production are +1.25% and -2.00% of the P10 rolling 12-month quota.					

