



Strategic partner in Canada's dairy industry

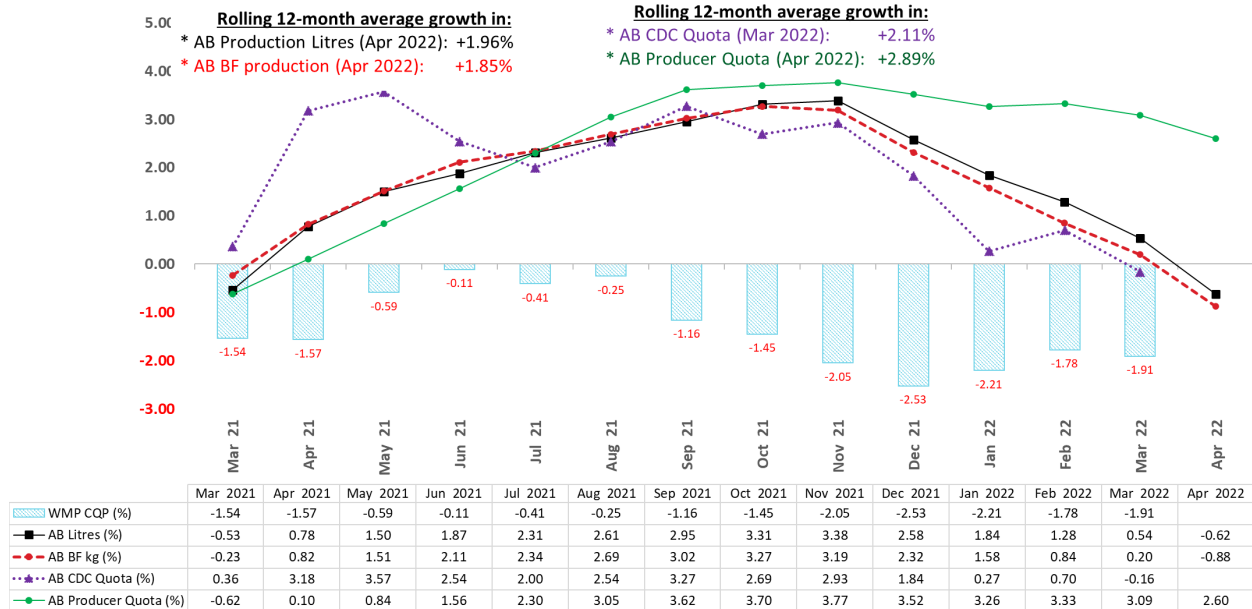
Alberta Production and Quota Update May 2022

Production Update

Daily average production in April was 2.24 million litres (pre-pooling), an increase of 16,979 litres (or +0.76 per cent) over March's post-pooling production of 2.23 million litres. The average butterfat density in April was 4.17 kilograms per hectoliter, a 0.92 per cent decrease from March 2021.

When comparing the April pre-pooling production data on a year-over-year basis, it suggests a -0.62 per cent decrease in volume in the 12-month period ending April 2022 over the 12-month period ending April 2021; and a -0.88 per cent decrease in butterfat production for the same period. See the chart below for the most recent historical trend while noting that April 2022 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 decreased by 0.57 per cent in March over February. Alberta's daily producer quota issuance in March 2021 was 96,120.75 kg/day, 99.56 per cent relative to the past 12-month average CDC quota allocation.

Pool's Quota Utilization

Cumulative Quota Positions (CQP) at the end of March 2022 for the WMP, P5 and P10 were -1.91, -1.20 and -1.67 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 117,933 kilograms of butterfat in March 2022 or -1.39 per cent compared to -2.89 per cent for the same period last year.

Note: The WMP coordinates quota allocation and production controls across all 4 provinces, as has been evidenced over the last few months with the coordinated issuance of credit-use restriction policies. As a result, Alberta Milk has chosen to refer our Quota and Production Summary Report to Western Milk Pool production, as compared to Alberta Milk information. This is intended to reflect our close working relationship and accountability as a pool.

Quota and Milk Production Summary (BF kg)					
Month	Mar 2022	Apr 2022	May 2022	Jun 2022	Jul 2022
Status	Official	Pre-Pooling	Projected	Projected	Projected
Western Milk Pool					
Butterfat Production (kg/day)	271,015	268,798	264,354	261,303	257,829
Pool Quota (kg/day)	273,314	275,521	270,846	279,490	286,792
Cumulative Position (%)*	-1.91%	-2.11%	-2.30%	-2.82%	-3.70%
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.					

