

# Gordon Food Service Market Updates

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## Dairy | Eggs

Even as stay at home orders are lifted an overwhelming portion of the population is choosing to still prepare their own meals at home, given lift to a still strong retail market in a time when a seasonal drop off is usually expected. Also as we've called out each week food service demand continues to increase. Large egg pricing has fallen 70% off the initial COVID-19 price jump, but still remains 60% above last year's price. Overall market seems to be in a good supply/demand equilibrium as of late.

Small - Flat

Medium - Flat Large - Down

## Dairy | Butter

Over the past week butter markets have jumped almost 30%, \$1.24 in early May to \$1.50 last week and up over \$1.60 per pound halfway through this week. Butter manufacturers who were willing to trade cream at a discount are now holding onto inventory for themselves. Causing supply of available cream suppliers to tighten in the short term. With so much unknown for how things will look 1/3/6 months from now it's too early to proclaim we won't see another dip in pricing, but currently demand is remaining high.

Butter - Increase

## Dairy | Cheese

Cheese markets and production have a night/day feel this week when compared to just last week. The COVID-19 lows we have been experiencing the past few weeks have rebounded from the \$1.00 per pound lows to \$1.50 - \$1.60 last week and well on their way to \$1.80 - \$1.90 this week. Production lines that were down last week are now running six days per week. Milk is still plentiful and so producers will gladly ramp up production to hope for pent up orders as restaurants start to reopen.

Block - Increase

Barrel - Increase