



United States
Department of
Agriculture

Farm and
Foreign
Agricultural
Services

Farm Service
Agency

Kansas City
Commodity Office
P.O. Box 419205
Kansas City,
Missouri
64141-6205

Notice to the Trade

BCD-35

DATE: January 13, 2003

TO: All Sugar Processors and Warehouse Operators Under the Processed
Commodities Storage Agreement

SUBJECT: Sale of Commodity Credit Corporation (CCC)-Owned Refined Sugar

Background:

Currently, CCC owns approximately 44,838,127 pounds of refined cane and beet sugar. Beginning January 14, 2003, at 9:00 A.M. (CST) all refined sugar will be made available to interested parties at a negotiated price. Information on CCC-owned refined sugar inventory is shown on Exhibit A or available at www.fsa.usda.gov/daco/catalogs.htm.

Sales Provisions:

All parties interested in buying refined sugar must submit an offer to purchase by calling the Kansas City Commodity Office (KCCO) at 816-926-3816. The bidder should provide the lot number(s), warehouse code, location and instore bid. Lots should be bid in its entirety.

CCC reserves the right to accept or reject any and all bids.

Prior to submitting a bid third parties are advised to check with the storing warehouse operator regarding applicable load out rates, scheduling, quality and location of the sugar. Interested parties are urged to work with the storing warehouse operator to establish premium and discount schedules in case of quality or location discrepancies. Any differences are to be settled between buyer and storing warehouse operator.

If CCC transfers title of sugar instore to a third party, the storing warehouse operator is expected to load out for the third party the number of railcars or trucks specified in their Processed Commodities Storage Agreement.

Title and risk of loss will transfer from CCC to the contractor upon payment for the sugar and releases will be issued promptly after notification of payment. Failure to pay within five business days of the date of contract will subject contractor to interest charges as stated in the CCC Sales List.

CCC will pay storage through the date of transfer of title but no later than five business days after the date of sale. Storing warehouse operators are obligated to maintain CCC storage and loadout rates after transfers title.

The buyer must remit payment to CCC at the following address within five business days after the date of the contract to:

Kansas City Finance Office
Attn: DMD/DCAB
P.O. Box 419205
Kansas City, MO 64141-6205
(Include contract number on payment)

Contact:

Any questions regarding this Notice should be directed to KCCO, Bulk Commodities Division, Merchandising Branch at 816-926-3816.

/s/ George Aldaya

George Aldaya
Director

EXHIBIT A

REFINED SUGAR LISTING

REGION 4

<u>LOT NUMBER</u>	<u>TYPE</u>	<u>QUANTITY (POUNDS)</u>	<u>---STORAGE LOCATION---</u> <u>CODE</u>	<u>NAME & ADDRESS</u>	<u>---PCSA CONTRACTOR---</u> <u>NAME, CONTACT & PHONE</u>
3501	REF CANE	106,195	71008	COLONIAL SUGAR GRAMERCY, LA	IMPERIAL SUGAR GARY KYLE 281-490-9709
3502	BEET	10,000,000	71034	HOLLY SUGAR HEREFORD, TX	IMPERIAL SUGAR GARY KYLE 281-490-9709
3503	BEET	10,000,000	71034	HOLLY SUGAR HEREFORD, TX	IMPERIAL SUGAR GARY KYLE 281-490-9709
3504	BEET	10,257,069	71034	HOLLY SUGAR HEREFORD, TX	IMPERIAL SUGAR GARY KYLE 281-490-9709

REGION 8

<u>LOT NUMBER</u>	<u>TYPE</u>	<u>QUANTITY (POUNDS)</u>	<u>---STORAGE LOCATION---</u> <u>CODE</u>	<u>NAME & ADDRESS</u>	<u>---PCSA CONTRACTOR---</u> <u>NAME, CONTACT & PHONE</u>
3505	BEET	4,089,397	71002	SPRECKLES SUGAR MENDOTA, CA	IMPERIAL SUGAR CO GARY KYLE 281-490-9709
3506	BEET	1,777,668	71003	SPRECKLES SUGAR. BRAWLEY, CA	IMPERIAL SUGAR CO GARY KYLE 281-490-9709
3507	REF CANE	199,727	71006	SAVANNAH SUGAR PT WENTWORTH, GA	IMPERIAL SUGAR CO GARY KYLE 281-490-9709
3508	BEET	8,408,071	71046	HAMILTON CITY HAMILTON CITY, CA	IMPERIAL SUGAR CO GARY KYLE 281-490-9709

TOTAL QUANTITY: 44,838,127