

TABLE 1. 2008/09 Monthly Average Market Prices to Date and Market Year Average (MYA) Price Forecast
for Direct and Counter-cyclical Program (DCP) Commodities

| June-May Marketing Year | | | | August-July Marketing Year | | | | |
|---------------------------------|---------------|----------------------|-----------------|----------------------------|----------------------|----------------------------------|--|----------------|
| <u>Month-Year</u> | <u>Wheat</u> | <u>Feed Barley</u> | <u>Oats</u> | <u>Month-Year</u> | <u>Upland Cotton</u> | <u>Rice</u> <u>Long Grain</u> | <u>Rice</u> <u>Med. & Short Grain</u> | <u>Peanuts</u> |
| | \$ per bushel | \$ per bushel | \$ per bushel | | \$ per pound | \$ per hundredweight | | \$ per pound |
| Jun-08 | 7.62 | 5.53 | 3.49 | Aug-08 | 0.585 | 17.90 | 18.00 | 0.189 |
| Jul-08 | 7.16 | 4.70 | 3.46 | Sep-08 | 0.611 | 16.90 | 18.30 | 0.211 |
| Aug-08 | 7.64 | 4.55 | 3.15 | Oct-08 | 0.555 | 16.80 | 17.20 | 0.206 |
| Sep-08 | 7.43 | 4.50 | 3.29 | Nov-08 | 0.531 | 16.30 | 20.30 | 0.201 |
| Oct-08 | 6.67 | 4.14 | 3.25 | Dec-08 | 1/ 0.539 | 16.40 | 23.10 | 0.215 |
| Nov-08 | 6.28 | 3.32 | 2.99 | Jan-09 | | | | |
| Dec-08 | 1/ 5.91 | 3.01 | 2.40 | Feb-09 | | | | |
| Jan-09 | | | | Mar-09 | | | | |
| Feb-09 | | | | Apr-09 | | | | |
| Mar-09 | | | | May-09 | | | | |
| Apr-09 | | | | Jun-09 | | | | |
| May-09 | | | | Jul-09 | | | | |
| MYA Price Forecast | 6.50-6.90 | 3.80-4.20 | 2.90-3.10 | MYA Price Forecast | 0.44-0.52 | 15.50-16.50 | 21.50-22.50 | 0.22-0.27 |
| September-August Marketing Year | | | | | | | | |
| <u>Month-Year</u> | <u>Corn</u> | <u>Grain Sorghum</u> | <u>Soybeans</u> | | | | | |
| | \$ per bushel | \$ per bushel | \$ per bushel | | | | | |
| Sep-08 | 5.02 | 4.60 | 10.70 | | | | | |
| Oct-08 | 4.37 | 3.96 | 9.94 | | | | | |
| Nov-08 | 4.26 | 3.68 | 9.38 | | | | | |
| Dec-08 | 1/ 4.05 | 2.95 | 8.97 | | | | | |
| Jan-09 | | | | | | | | |
| Feb-09 | | | | | | | | |
| Mar-09 | | | | | | | | |
| Apr-09 | | | | | | | | |
| May-09 | | | | | | | | |
| Jun-09 | | | | | | | | |
| Jul-09 | | | | | | | | |
| Aug-09 | | | | | | | | |
| MYA Price Forecast | 3.55-4.25 | 2.90-3.50 | 8.50-9.50 | | | | | |

SOURCES: USDA/National Agricultural Statistics Service's monthly Agricultural Prices, http://www.usda.gov/nass/pubs/reportname.htm#Agricultural_Prices;

MYA price forecast, World Agricultural Supply and Demand Estimates, January 12, 2009 <http://www.usda.gov/oce/waob/wasde/wasde.htm>

MYA feed barley price forecast is based on the all barley MYA price forecast.

1/ Mid-month price. 2/ Unpublished.

**TABLE 2. PROJECTED 2008-CROP COUNTER-CYCLICAL PAYMENT (CCP) RATES
FOR WHEAT, BARLEY, OATS, PEANUTS, CORN, SORGHUM, SOYBEANS, UPLAND COTTON, AND RICE**

| Item | Wheat | Barley | Oats | Peanuts | Corn | Sorghum | Soybeans | Upland cotton | Rice | |
|--|-----------|-----------|-----------|--------------|-----------|-----------|-----------|---------------|------------------|--------------------|
| | | | | | | | | | Long grain | Med. & short grain |
| | \$/bushel | \$/bushel | \$/bushel | \$/short ton | \$/bushel | \$/bushel | \$/bushel | \$/pound | \$/hundredweight | \$/hundredweight |
| <u>CCP parameters</u> | | | | | | | | | | |
| Target price | 3.92 | 2.24 | 1.440 | 495.00 | 2.63 | 2.57 | 5.80 | 0.7125 | 10.50 | 10.50 |
| Direct payment rate | 0.52 | 0.24 | 0.024 | 36.00 | 0.28 | 0.35 | 0.44 | 0.0667 | 2.35 | 2.35 |
| Loan rate (LR) | 2.75 | 1.85 | 1.330 | 355.00 | 1.95 | 1.95 | 5.00 | 0.5200 | 6.50 | 6.50 |
| Marketing year average (MYA) price ^{1/} | 6.70 | 4.00 | 3.000 | 490.00 | 3.90 | 3.20 | 9.00 | 0.4800 | 16.00 | 22.00 |
| <u>Effective price</u> | | | | | | | | | | |
| Higher of LR or MYA price | 6.70 | 4.00 | 3.000 | 490.00 | 3.90 | 3.20 | 9.00 | 0.5200 | 16.00 | 22.00 |
| plus direct payment rate | 0.52 | 0.24 | 0.024 | 36.00 | 0.28 | 0.35 | 0.44 | 0.0667 | 2.35 | 2.35 |
| = effective price | 7.22 | 4.24 | 3.024 | 526.00 | 4.18 | 3.55 | 9.44 | 0.5867 | 18.35 | 24.35 |
| <u>Projected CCP payment rate</u> | | | | | | | | | | |
| Target price | 3.92 | 2.24 | 1.440 | 495.00 | 2.63 | 2.57 | 5.80 | 0.7125 | 10.50 | 10.50 |
| minus effective price | 7.22 | 4.24 | 3.024 | 526.00 | 4.18 | 3.55 | 9.44 | 0.5867 | 18.35 | 24.35 |
| equals CCP payment rate ^{1/} | 0.00 | 0.00 | 0.000 | 0.00 | 0.00 | 0.00 | 0.00 | 0.1258 | 0.00 | 0.00 |
| <u>CCP payment rates</u> | | | | | | | | | | |
| Partial payment rate ^{1/} | 0.00 | 0.00 | 0.000 | 0.00 | 0.00 | 0.00 | 0.00 | 0.0503 | 0.00 | 0.00 |
| Projected net final payment rate ^{2/} | 0.00 | 0.00 | 0.000 | 0.00 | 0.00 | 0.00 | 0.00 | 0.0755 | 0.00 | 0.00 |

^{1/} Based on the MYA projections published in the January 12, 2009, World Agriculture Supply and Demand Estimates (WASDE) report. Zero when effective price equals or exceeds target price.

Partial payment rate equals 40 percent of the projected total rate.

^{2/} Projected net final payment rate equals projected CCP payment rate/less the partial payment rate. Negative numbers denote a refund rate.