

UNITED STATES DEPARTMENT OF AGRICULTURE AGRICULTURAL MARKETING SERVICE DAIRY PROGRAMS

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Milk Market Administrator SOUTHWEST MILK MARKETING AREA Federal Order No. 126

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ANNOUNCEMENT OF CLASS II, III, IV AND COMPONENT PRICES 1/2/

| | March 2008 | |
|--|------------|---------|
| CLASS II PRICE ^{3/} | \$ | 15.63 |
| Nonfat Solids Price, per lb. | \$ | 1.2489 |
| Butterfat Price, per lb. ^{4/} | \$ | 1.3674 |
| CLASS III PRICE ^{3/} | \$ | 18.00 |
| Skim Milk Price | \$ | 13.72 |
| Protein Price, per lb. | | |
| Other Solids Price, per lb. | \$ | 0.0493 |
| Butterfat Price, per lb. | \$ | 1.3604 |
| CLASS IV PRICE ^{3/} | \$ | 14.17 |
| Skim Milk Price | \$ | 9.75 |
| Nonfat Solids Price, per lb. | \$ | 1.0833 |
| Butterfat Price, per lb. | | 1.3604 |
| SOMATIC CELL ADJ. RATE, per 1,000 SCC | \$ | 0.00098 |

DAIRY PRODUCT AVERAGE PRICE QUOTATIONS

| | MAR 2008 | <u>FEB 2008</u> | MAR 2007 |
|---|-----------|-----------------|-----------|
| NASS WEIGHTED AVERAGE PRICES – FULL MONTH | | | |
| CHEDDAR CHEESE, per lb. | \$ 1.9575 | \$ 1.8403 | \$ 1.3653 |
| BUTTER, per lb. | 1.2539 | 1.2044 | 1.2604 |
| NONFAT DRY MILK, per lb. | 1.2512 | 1.3331 | 1.1796 |
| DRY WHEY, per lb. | 0.2435 | 0.2736 | 0.6966 |
| | | | |

CLASS I PRICE ADJUSTMENTS FROM BASE DIFFERENTIAL - DALLAS COUNTY

| Albuquerque | -\$0.65 | El Paso | -\$0.75 | Sulphur Springs, Winnsboro | \$0.00 |
|----------------|---------|-----------------|---------|----------------------------|---------|
| Amarillo | -\$0.60 | Floresville | +\$0.45 | Tyler | \$0.00 |
| Austin | +\$0.30 | Houston, Conroe | +\$0.60 | Waco | +\$0.15 |
| Bryan | +\$0.30 | Lubbock | -\$0.60 | | |
| Corpus Christi | +\$0.65 | San Antonio | +\$0.45 | | |

United States Department of Agriculture, Agricultural Marketing Service. For further information contact Howard McDowell, 202/720-7461. Prices are dollars per 100 pounds (cwt.) unless otherwise indicated.

The manufacturing allowances used to compute the Federal order minimum Class II, Class III, and Class IV milk prices in this announcement, as well as future Class II, Class III, and Class IV milk prices, and Federal minimum advance Class I and Class II prices and pricing factors, will be the revised manufacturing allowances contained in the Interim Final Rule published in the Federal Register on December 29, 2006 (71 FR 78333-78335).

The Class price announced is per hundredweight at 3.5% butterfat.

^{4/} The Class II butterfat price for the Southwest Marketing Area is the butterfat price plus \$0.007 (\$0.70 divided by 100).