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### Estimated Weighted National Average Price and Projected

#### Percent ACRE Price for 2010/11

Date: 8/2/2010

1 Year	10	09	10	09	10	09	10
	Wheat	Corn		Sorghum		Soybeans	
2 07-08 NASS Published Price <sup>1</sup>		4.20		4.08		10.10	
3 08-09 NASS Published Price <sup>1</sup>	6.78	4.06	4.06	3.20	3.20	9.97	9.97
4 09-10 NASS Published Price <sup>1</sup>	4.87		3.55		3.20		9.56
5 % of 09-10 NASS Price Settled <sup>2</sup>	100%		94%		94%		96%

#### ACRE

6 2010 ACRE Strike Price, Average of 2008/09 & 2009/10 MYA Price	5.83	4.13	3.80	3.64	3.20	10.04	9.77
7 Assume an "Average" State Yield, 2010 ACRE Payment Price X 90% <sup>3</sup>	5.24	3.72	3.42	3.28	2.88	9.03	8.79
8 Assuming an "Average" Yield, Maximum ACRE Price to Exceed the 25% Cap on Payments <sup>4</sup>	3.93	2.79	2.57	2.46	2.16	6.77	6.59
8 USDA Estimate of the 2010/11 MYA NASS price and range of price (July 9, 2010) <sup>5</sup>	4.60	3.55	3.75	3.15	3.45	9.55	8.85
	4.20	3.50	3.45	3.10	3.15	9.55	8.10
	5.00	3.60	4.05	3.20	3.75	9.55	9.60
9 KSU Forecast of the 2009/10 New Crop MYA Price and range of price <sup>6</sup>	5.00	3.55	3.67	3.20	3.49	9.56	9.22
	4.01	3.50	2.86	3.15	2.72	9.47	7.19
	6.07	3.59	4.48	3.24	4.26	9.66	11.24
10 % of 10-11 NASS Price Settled <sup>2</sup>	30%	94%	0%	94%	0%	96%	0%
11 \$ ACRE in (out) of the Money	0.24	0.17	(0.25)	0.08	(0.61)	(0.53)	(0.43)
12 % ACRE in (out) of the Money Next Year's Cup & Cap	4.2%	4.1%	(6.6%)	2.1%	(19.1%)	(5.3%)	(4.4%)
13 Min 09/10 Price to trigger 10% Cup	5.62	7.43	3.30	6.55	2.56	18.06	8.02
14 Max 09/10 Price to trigger 10% Cap	6.66	8.18	3.98	7.21	3.14	19.87	9.77

### NASS Monthly Wheat Prices and Historical Weights<sup>7</sup>

Mont	2005-2006		2006-2007		2007-2008		2008-2009		2009-2010		2010-2011	
	Price	Weight	Price	Weight	Price	Weight	Price	Weight	Price	Weight	Price	Weight
Jun	3.55	8.5%	3.23	10.9%	3.98	11.9%	5.03	16.0%	5.72	10.8%	<b>4.17</b>	
Jul	3.37	23.4%	3.20	12.4%	3.88	16.8%	5.17	18.5%	5.17	18.3%	<b>4.74</b>	
Aug	3.27	12.6%	3.24	9.0%	3.91	13.4%	5.64	12.6%	4.85	10.8%		
Sep	3.36	7.9%	3.36	11.0%	4.06	11.7%	6.76	6.9%	4.48	9.5%		
Oct	3.43	6.6%	3.43	7.0%	4.59	6.3%	7.65	9.1%	4.47	9.7%		
Nov	3.46	7.2%	3.45	7.8%	4.59	4.7%	7.39	4.8%	4.79	6.8%		
Dec	3.40	7.5%	3.53	8.6%	4.52	8.1%	7.71	6.8%	4.87	6.3%		
Jan	3.43	7.9%	3.52	9.7%	4.53	8.4%	7.96	8.2%	4.90	7.7%		
Feb	3.36	5.4%	3.66	9.5%	4.71	6.2%	10.10	5.1%	4.73	5.1%		
Mar	3.42	6.6%	3.79	7.1%	4.75	5.1%	10.50	4.9%	4.70	5.2%		
Apr	3.35	3.2%	3.81	3.4%	4.89	3.4%	10.10	4.2%	4.41	6.1%		
May	3.31	3.2%	4.09	3.6%	4.88	4.0%	8.87	2.9%	4.33	3.7%		

### NASS Monthly Corn Prices and Historical Weights<sup>7</sup>

Mont	2004-2005		2005-2006		2006-2007		2007-2008		2008-2009		2009-2010	
	Price	Weight	Price	Weight	Price	Weight	Price	Weight	Price	Weight	Price	Weight
Sep	2.20	7.8%	1.90	7.4%	2.20	6.9%	3.28	7.9%	5.01	4.5%	<b>3.25</b>	
Oct	2.14	11.7%	1.82	11.3%	2.55	14.7%	3.29	13.7%	4.37	9.4%	<b>3.61</b>	
Nov	2.05	11.7%	1.77	8.9%	2.88	14.6%	3.44	11.1%	4.26	11.9%	<b>3.65</b>	
Dec	2.04	8.6%	1.92	7.9%	3.01	8.0%	3.77	8.7%	4.11	8.9%	<b>3.59</b>	
Jan	2.12	12.4%	2.00	15.4%	3.05	15.3%	3.98	16.5%	4.36	12.8%	<b>3.66</b>	
Feb	1.95	8.4%	2.02	8.2%	3.44	5.9%	4.54	7.3%	3.87	6.4%	<b>3.55</b>	
Mar	2.02	8.2%	2.06	6.8%	3.43	6.6%	4.70	7.5%	3.85	9.6%	<b>3.55</b>	
Apr	2.00	5.2%	2.11	6.4%	3.39	4.4%	5.14	6.2%	3.85	6.7%	<b>3.41</b>	
May	1.98	5.9%	2.17	6.4%	3.49	4.7%	5.27	4.6%	3.96	9.1%	<b>3.48</b>	
Jun	2.03	7.2%	2.14	6.9%	3.53	6.6%	5.47	6.1%	4.01	7.4%	<b>3.41</b>	
Jul	2.11	7.0%	2.14	7.5%	3.32	6.2%	5.25	6.4%	3.60	6.9%	<b>3.55</b>	
Aug	1.95	5.9%	2.09	6.9%	3.26	6.1%	5.26	4.0%	3.33	6.4%		

### NASS Monthly Grain Sorghum Prices and Historical Weights (\$/bu)<sup>7</sup>

Mont	2004-2005		2005-2006		2006-2007		2007-2008		2008-2009		2009-2010	
	Price	Weight	Price	Weight	Price	Weight	Price	Weight	Price	Weight	Price	Weight
Sep	2.00	5.0%	1.91	7.1%	2.40	4.1%	3.46	8.1%	4.47	3.9%	<b>3.15</b>	
Oct	1.78	7.4%	1.67	9.4%	2.89	12.2%	3.46	13.7%	3.86	3.1%	<b>3.11</b>	
Nov	1.71	15.2%	1.58	19.1%	3.26	23.3%	3.51	19.8%	3.63	11.4%	<b>3.18</b>	
Dec	1.67	17.3%	1.63	15.9%	3.41	9.6%	3.88	15.4%	2.87	17.2%	<b>3.20</b>	
Jan	1.65	13.8%	1.77	13.8%	3.53	12.2%	4.14	14.9%	3.18	15.1%	<b>3.27</b>	
Feb	1.66	10.2%	1.90	7.0%	3.89	7.7%	4.68	6.3%	2.82	7.3%	<b>3.05</b>	
Mar	1.70	5.7%	1.98	5.1%	3.63	1.5%	5.06	4.6%	3.00	13.0%	<b>3.18</b>	
Apr	1.66	3.8%	2.07	5.2%	3.34	1.0%	5.21	4.0%	3.12	6.0%	<b>3.02</b>	
May	1.71	3.1%	2.25	4.3%	3.63	1.6%	5.22	2.1%	3.35	9.1%	<b>3.19</b>	
Jun	2.11	6.4%	2.21	1.7%	3.42	5.1%	5.66	3.1%	3.52	3.4%	<b>3.01</b>	
Jul	2.21	6.8%	2.58	6.7%	3.09	7.8%	5.07	4.5%	2.91	5.4%	<b>3.30</b>	
Aug	2.07	5.3%	2.44	4.7%	3.32	13.9%	4.70	3.5%	3.01	5.1%		

## NASS Monthly Soybean Prices and Historical Weights<sup>7</sup>

Mont	2004-2005		2005-2006		2006-2007		2007-2008		2008-2009		2009-2010	
	Price	Weight	Price	Weight	Price	Weight	Price	Weight	Price	Weight	Price	Weight
Sep	5.83	7.7%	5.77	7.4%	5.23	5.6%	8.15	10.4%	10.80	5.1%	<b>9.75</b>	
Oct	5.56	15.0%	5.67	19.9%	5.52	19.9%	8.36	21.1%	9.95	21.0%	<b>9.44</b>	
Nov	5.36	10.4%	5.62	6.2%	6.08	10.2%	9.42	10.7%	9.39	6.9%	<b>9.53</b>	
Dec	5.45	9.4%	5.78	9.2%	6.18	8.8%	10.00	8.2%	9.24	7.1%	<b>9.80</b>	
Jan	5.57	12.2%	5.87	14.1%	6.37	15.1%	9.95	17.3%	9.97	15.4%	<b>9.79</b>	
Feb	5.42	12.4%	5.67	5.7%	6.87	6.8%	11.70	7.3%	9.54	6.7%	<b>9.41</b>	
Mar	5.95	11.0%	5.57	5.9%	6.95	6.2%	11.40	6.3%	9.12	8.9%	<b>9.39</b>	
Apr	6.03	4.8%	5.52	5.5%	6.88	5.1%	12.00	4.8%	9.79	10.2%	<b>9.47</b>	
May	6.21	4.2%	5.68	6.6%	7.12	5.3%	12.10	3.2%	10.70	6.3%	<b>9.41</b>	
Jun	6.58	5.4%	5.62	5.4%	7.51	6.2%	13.10	4.4%	11.40	4.8%	<b>9.45</b>	
Jul	6.65	3.4%	5.61	6.4%	7.56	5.5%	13.30	4.4%	10.80	4.6%	<b>9.79</b>	
Aug	6.15	4.1%	5.23	7.7%	7.72	5.3%	12.80	1.9%	10.80	3.0%		

<sup>1</sup>NASS Published Prices. The 2009/10 Marketing Year Average (MYA) price is complete for Wheat. For all other crops and years, the 2009/10 and 2010/11 MYA prices are estimates. The 2009/10 MYA price is averaged with the 2008/09 MYA price to set the strike price for the 2010/11 ACRE program. Also the 2009/10 MYA price is used to settle claims on the 2009/10 SURE programs.

<sup>2</sup>The 2009/10 MYA price is or is nearly complete. The wheat marketing year starts June 1 through May 31 while the marketing year for the other crops is September 1 through August 31.

<sup>3</sup>The 2010/11 MYA price would need to fall below the strike price to trigger assuming the state yield is equal to the state Olympic 5 year average yield.

<sup>4</sup>The maximum 2010/11 MYA price necessary to hit the 25% of coverage payment limit. Once the ACRE 25% of coverage payment limit is hit, then prices will need to fall below 70% times the loan rate (\$1.365 for corn) to trigger additional payments because there is no counter cyclical payment. The maximum price will be lower for farmers over the \$73,000 payment limit.

<sup>5</sup>USDA forecasted price released on July 9, 2010.

<sup>6</sup>It is assumed the market traded nearby futures prices adjusted for percentage monthly basis for MYA cash price, is the best current estimate of the MYA price to settle ACRE claims. Therefore, the analysis is based on the KSU estimated price rather than the USDA estimated price published by the Office of the Chief Economist.

<sup>7</sup>Historical NASS yields and prices are published annually. The current Marketing Year Average prices are updated monthly. After the marketing year ends, NASS will publish the weights. The wheat weights will be published in July and the fall crop weights will be published in September.

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