

**UNITED STATES DEPARTMENT OF AGRICULTURE
 AGRICULTURAL MARKETING SERVICE
 DAIRY PROGRAMS
 MILK MARKET ADMINISTRATOR**

APPALACHIAN MARKETING AREA
 Federal Order No. 5
 Phone: 502-499-0040
 Fax: 502-499-8749
 E-Mail: friedly@malouisville.com

10301 Brookridge Village Blvd.
 Louisville, Kentucky 40291-4467
 (Mail) P. O. Box 18030
 Louisville, Kentucky 40261-0030
<http://www.malouisville.com>

ANNOUNCEMENT OF CLASS PRICES FOR NOVEMBER 2008

	PRICE @ 3.5% BF <i>(per cwt.)</i>	SKIM MILK PRICE <i>(per cwt.)</i>	BUTTERFAT PRICE <i>(per lb.)</i>
CLASS I PRICE ^{1/}	\$20.73	\$14.69	\$1.8728
Transportation Credit	0.15	0.15	0.0015
Processor Assessment ^{2/}	<u>0.20</u>	<u>0.20</u>	<u>0.002</u>
Total	\$21.08	\$15.04	\$1.8763
CLASS II PRICE	\$14.45	\$8.52 ^{1/}	\$1.7800
CLASS III PRICE	\$15.51	\$9.64	\$1.7730
CLASS IV PRICE	\$12.25	\$6.26	\$1.7730

FACTORS USED IN PRICES FOR NOVEMBER 2008

NASS Product Price Averages:	NOVEMBER 2008 Monthly Averages	2 Week Averages Ending October 11, 2008 ^{1/}
Cheese <i>(per lb.)</i>	\$1.7511	\$1.9323
Butter <i>(per lb.)</i>	\$1.6356	\$1.6899
Nonfat Dry Milk <i>(per lb.)</i>	\$0.8701	\$1.0452
Dry Whey <i>(per lb.)</i>	\$0.1895	\$0.1970

Advanced Pricing Factors ^{1/}:

Advanced Class III Skim Milk Pricing Factor <i>(per cwt.)</i>	\$11.29
Advanced Class IV Skim Milk Pricing Factor <i>(per cwt.)</i>	\$7.82
Advanced Butterfat Pricing Factor <i>(per lb.)</i>	\$1.8388

^{1/} As announced on or before the 23rd of the previous month. Class I skim milk price is announced at the higher of the advanced Class III or IV skim milk pricing factors plus the base zone (Mecklenburg County, NC) differential of \$3.40 and is subject to location adjustments.

^{2/} The processor assessment is an obligation under the Fluid Milk Promotion Order (7 CFR § 1160.101 *et seq.*). The Order requires that all persons who process and market commercially more than 3,000,000 pounds of fluid milk products in consumer-type packages in the 48 contiguous States and the District of Columbia on a monthly basis, excluding those fluid milk products delivered to the residence of a consumer, be assessed 20 cents per hundredweight on all marketings of such packaged fluid milk products during the month.