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 JULY 2007

	PRICE @ 3.5% BF (per cwt.)	SKIM MILK PRICE (per cwt.)	BUTTERFAT PRICE (per lb.)
CLASS I PRICE 1/	\$24.01	\$18.71	\$1.7018
Transportation Credit	0.15	0.15	0.0015
Processor Assessment 2/	0.20	0.20	<u>0.002</u>
Total	\$24.36	\$19.06	\$1.7053
CLASS II PRICE	\$21.40	\$16.31 ^{1/}	\$1.6180
CLASS III PRICE	\$21.38	\$16.31	\$1.6110
CLASS IV PRICE	\$21.64	\$16.58	\$1.6110

FACTORS USED IN PRICES FOR JULY 2007			
NASS Product Price Averages:	JULY 2007 Monthly Averages	2 Week Averages Ending June 16, 2007 ^{1/}	
Cheese (per lb.)	\$2.0002	\$1.8555	
Butter (per lb.)	\$1.4627	\$1.5125	
Nonfat Dry Milk (per lb.)	\$2.0180	\$1.9084	
Dry Whey (per lb.)	\$0.7329	\$0.7595	
Advanced Pricing Factors ^{1/} :			
Advanced Class III Skim Milk Pricing Factor (per cwt.)	\$14.83		
Advanced Class IV Skim Milk Pricing Factor (per cwt.)	\$15.61		
Advanced Butterfat Pricing Factor (per lb.)	\$1.6708		

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 \$3.10 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.

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