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 FEBRUARY 2009

	PRICE @ 3.5% BF	SKIM MILK PRICE (per cwt.)	BUTTERFAT PRICE (per lb.)
CLASS I PRICE ^{1/}	\$14.12	\$10.47	\$1.1480
Transportation Credit	0.15	0.15	0.0015
Processor Assessment 2/	0.20	0.20	<u>0.002</u>
Total	\$14.47	\$10.82	\$1.1515
CLASS II PRICE	\$10.25	\$6.63 ^{1/}	\$1.1011
CLASS III PRICE	\$9.31	\$5.68	\$1.0941
CLASS IV PRICE	\$9.45	\$5.82	\$1.0941

FACTORS USED IN PRICES FOR FEBRUARY 2009

NASS Product Price Averages:	FEBRUARY 2009 Monthly Averages	2 Week Averages Ending January 17, 2009 ^{1/}
Cheese (per lb.)	\$1.1518	\$1.2895
Butter (per lb.)	\$1.0750	\$1.0914
Nonfat Dry Milk (per lb.)	\$0.8215	\$0.8333
Dry Whey (per lb.)	\$0.1567	\$0.1701
Advanced Pricing Factors ^{1/} :		
Advanced Class III Skim Milk Pricing Factor (per cwt.)	\$7.07	
Advanced Class IV Skim Milk Pricing Factor (per cwt.)	\$5.93	
Advanced Butterfat Pricing Factor (per lb.)	\$1.1140	

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.

Summary of Federal Order Prices for the FEBRUARY 2009 Delivery Period <u>Appalachian Federal Order</u>

Class	Product (cwt.)	Skim (cwt.)	Fat (lb.)	SNF (lb.)	OS (lb.)	Protein (lb.)
Class I	\$14.12	\$10.47	\$1.1480			
Class II	\$10.25	\$6.63	\$1.1011	\$0.7367		
Class III	\$9.31	\$5.68	\$1.0941		-\$0.0437	\$1.9139
Class IV	\$9.45	\$5.82	\$1.0941	\$0.6472		

CITY	STATE	CLASSI PRICES AT LOCATION			
		Class I Adj.	Product (cwt.)	Skim (cwt.)	Fat (lb.)
Holland	IN	-1.10	\$13.02	\$9.37	\$1.1370
London	KY	-0.50	\$13.62	\$9.97	\$1.1430
Louisville	KY	-1.10	\$13.02	\$9.37	\$1.1370
Madisonville	KY	-0.80	\$13.32	\$9.67	\$1.1400
Somerset	KY	-0.50	\$13.62	\$9.97	\$1.1430
Winchester	KY	-0.80	\$13.32	\$9.67	\$1.1400
Bristol	VA	-0.20	\$13.92	\$10.27	\$1.1460
Lynchburg	VA	-0.20	\$13.92	\$10.27	\$1.1460
Mt. Crawford	VA	-0.50	\$13.62	\$9.97	\$1.1430
Strasburg	VA	-0.60	\$13.52	\$9.87	\$1.1420
Wirtz	VA	-0.20	\$13.92	\$10.27	\$1.1460
Athens	TN	0.00	\$14.12	\$10.47	\$1.1480
Kingsport	TN	-0.20	\$13.92	\$10.27	\$1.1460
Powell	TN	-0.20	\$13.92	\$10.27	\$1.1460
Asheville	NC	0.00	\$14.12	\$10.47	\$1.1480
Charlotte	NC	0.00	\$14.12	\$10.47	\$1.1480
High Point	NC	0.00	\$14.12	\$10.47	\$1.1480
Hillsboro	NC	0.00	\$14.12	\$10.47	\$1.1480
New Bern	NC	0.20	\$14.32	\$10.67	\$1.1500
Winston-Salem	NC	0.00	\$14.12	\$10.47	\$1.1480
Charleston	SC	0.90	\$14.72	\$11.37	\$1.1570
Florence	SC	0.60	\$14.72	\$11.07	\$1.1540
Spartanburg	SC	0.20	\$14.32	\$10.67	\$1.1500