

**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 91528
Louisville, Kentucky 40291-0528
<http://www.malouisville.com>

ANNOUNCEMENT OF CLASS PRICES FOR JULY 2013

| | 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/} | \$22.31 | \$16.90 | \$1.7143 |
| Transportation Credit | 0.15 | 0.15 | 0.0015 |
| Processor Assessment ^{2/} | <u>0.20</u> | <u>0.20</u> | <u>0.002</u> |
| Total | \$22.66 | \$17.25 | \$1.7178 |
| CLASS II PRICE | \$19.22 | \$14.20^{1/} | \$1.5763 |
| CLASS III PRICE | \$17.38 | \$12.32 | \$1.5693 |
| CLASS IV PRICE | \$18.90 | \$13.89 | \$1.5693 |

FACTORS USED IN PRICES FOR JULY 2013

| Product Price Averages: | JULY 2013 Monthly Averages | 2 Week Averages Ending June 15, 2013 ^{1/} |
|----------------------------------|-------------------------------|---|
| Cheese <i>(per lb.)</i> | \$1.7142 | \$1.7806 |
| Butter <i>(per lb.)</i> | \$1.4674 | \$1.5590 |
| Nonfat Dry Milk <i>(per lb.)</i> | \$1.7272 | \$1.6826 |
| Dry Whey <i>(per lb.)</i> | \$0.5804 | \$0.5710 |

Advanced Pricing Factors ^{1/}:

| | |
|---|----------|
| Advanced Class III Skim Milk Pricing Factor <i>(per cwt.)</i> | \$12.56 |
| Advanced Class IV Skim Milk Pricing Factor <i>(per cwt.)</i> | \$13.50 |
| Advanced Butterfat Pricing Factor <i>(per lb.)</i> | \$1.6803 |

^{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.

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HAROLD H. FRIEDLY, JR.
Market Administrator