

Table 32--Wheat and flour price relationships, Kansas City (dollars per cwt)

<u>Mkt year and qtr 1/</u>		<u>Cost of wheat to produce flour 2/</u>	<u>Wholesale price of bakery flour 3/</u>	<u>Wholesale price of byproducts 4/</u>	<u>Total wholesale price</u>	<u>Total wholesale price less cost of wheat</u>
2005/06	Q1 Jun-Aug	9.07	10.80	.66	11.46	2.39
	Q2 Sep-Nov	10.28	12.10	1.00	13.10	2.82
	Q3 Dec-Feb	10.59	11.25	1.40	12.65	2.07
	Q4 Mar-May	11.57	12.75	1.07	13.82	2.25
	MY Jun-May	10.38	11.73	1.03	12.76	2.38
2006/07	Q1 Jun-Aug	12.13	13.13	1.17	14.30	2.18
	Q2 Sep-Nov	12.44	13.38	1.47	14.85	2.41
	Q3 Dec-Feb	12.37	12.80	2.32	15.12	2.75
	Q4 Mar-May	12.69	13.78	1.33	15.11	2.42
	MY Jun-May	12.41	13.28	1.57	14.85	2.44
2007/08	Q1 Jun-Aug	15.14	16.32	.88	17.20	2.06
	Q2 Sep-Nov	20.59	20.27	1.94	22.20	1.62
	Q3 Dec-Feb	27.70	27.12	2.74	29.86	2.16
	Q4 Mar-May	27.25	27.60	2.45	30.05	2.79
	MY Jun-May	22.67	22.82	2.00	24.83	2.16
2008/09	Q1 Jun-Aug	21.90	22.32	2.57	24.88	2.99
	Q2 Sep-Nov	15.96	16.48	2.35	18.83	2.87
	Q3 Dec-Feb	15.15	15.37	2.31	17.68	2.53
	Q4 Mar-May	15.56	16.22	1.47	17.69	2.13
	MY Jun-May	17.14	17.60	2.18	19.77	2.63
2009/10	Q1 Jun-Aug	14.48	15.00	1.40	16.40	1.92

1/ June-May. Latest data may be preliminary.

2/ No. 1 hard red winter, 13-percent protein. Cost of 2.28 bushels based on a 73-percent extraction rate. cwt = hundredweight.

3/ Quoted as mid-month bakers' standard patent, bulk basis.

4/ Assumes 50-50 millfeed distribution between bran and shorts or middlings, bulk basis.

Source: USDA, Agricultural Marketing Service, Monthly Feedstuffs Prices; Milling and Baking News, Market Fax; and ERS estimates.

Date run: 10/20/2009