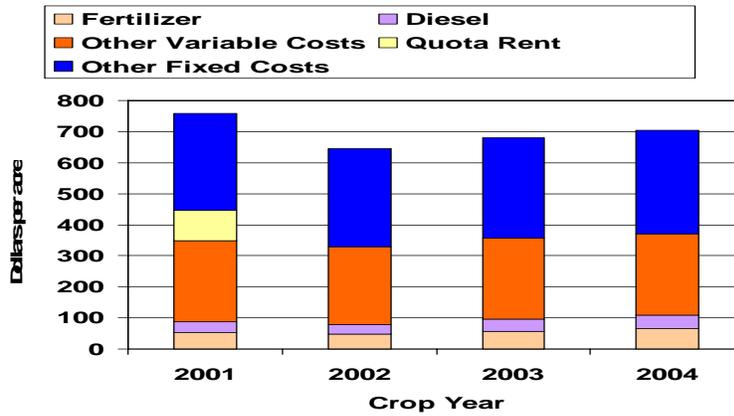


Chart 3

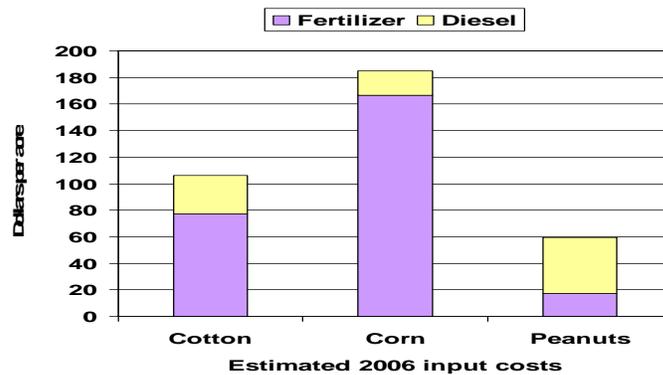
Producers Benefit from Lower Peanut Production Costs Under the 2002 Farm Bill



- Until the 2002 crop year, SE peanut growers paid around \$98 per acre in quota rent.
- Higher energy prices in recent years have increased diesel and fertilizer costs.

Chart 4

Fertilizer costs are lower for peanuts than for alternative crops in South Georgia



- As fuel prices rise, so does the cost of producing fertilizer.
- A relatively low fertilizer input makes growing peanuts more attractive as fuel and fertilizer prices increase.

Chart 5

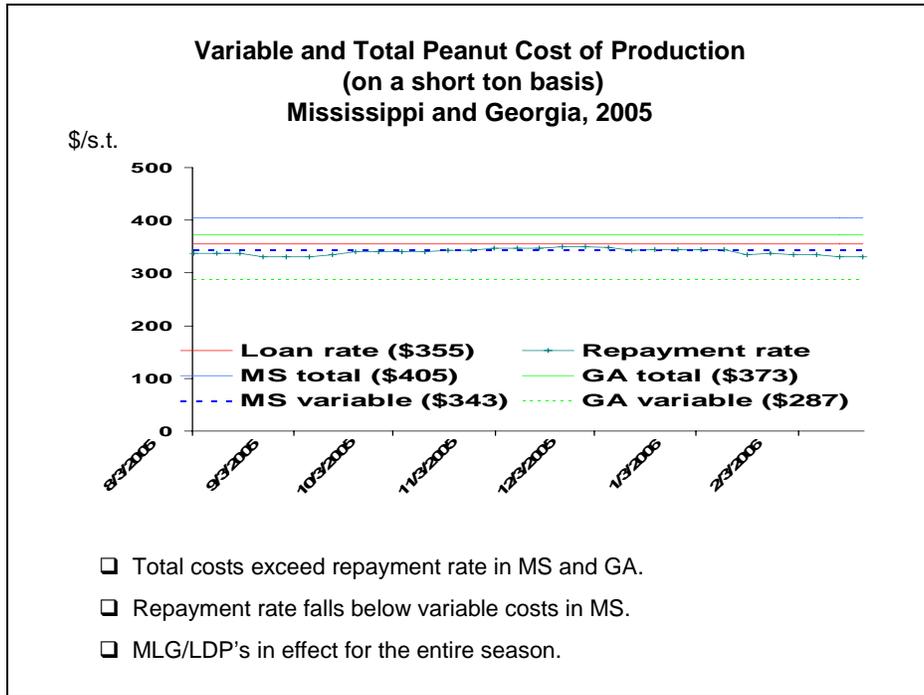


Chart 6

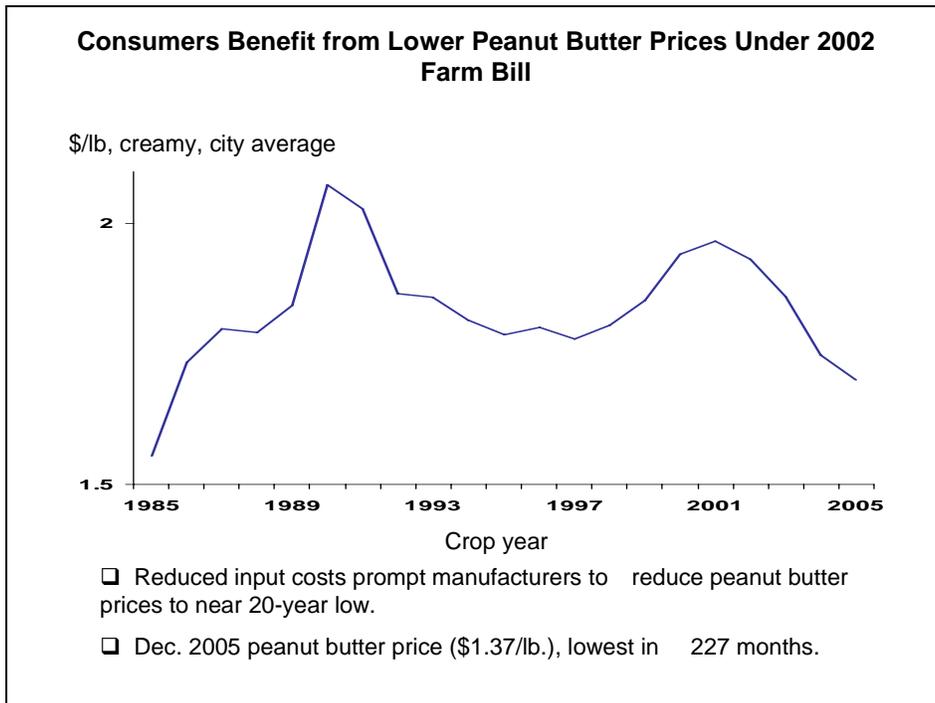


Chart 7

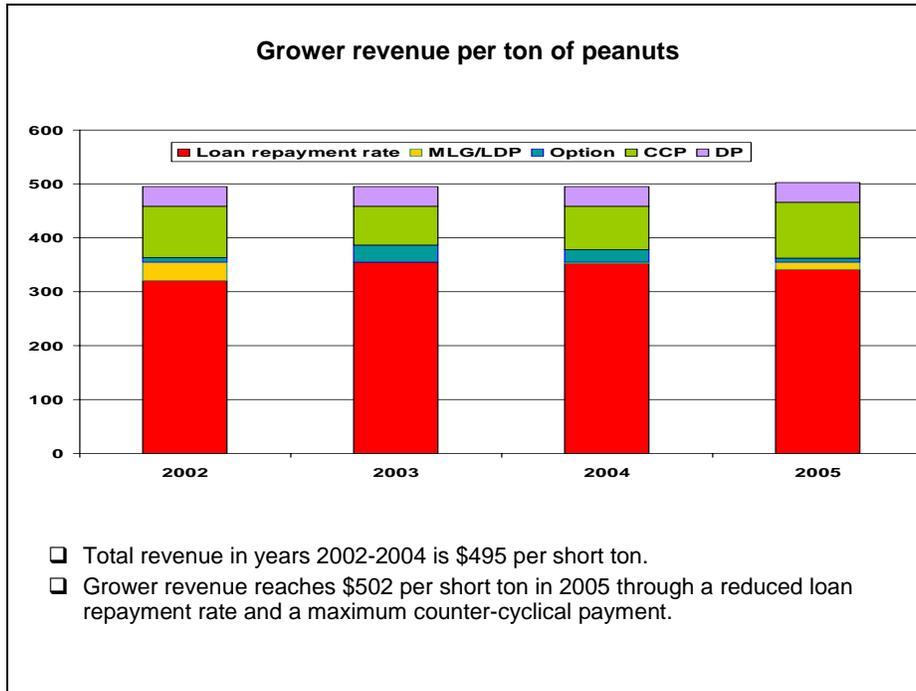


Chart 8

**Peanut program costs by fiscal year
(in million dollars)**

	2003	2004	2005	2006*	2007*
Direct payments	97.3	70.7	69.1	61.9	56.3
Counter-cyclical	161.1	98.1	191.1	165.4	180.6
MLG (includes certificate gains)	23.7	0.0	6.5	27.0	0.0
LDP	26.0	0.0	0.0	1.0	0.0
Storage/handling	87.1	90.3	99.6	124.3	107.7
Total (not including quota compensation)	395.2	259.1	366.3	373.6	344.6
Quota compensation	1221.1	10.3	5.6	12.3	0.0

*Estimate

Chart 9

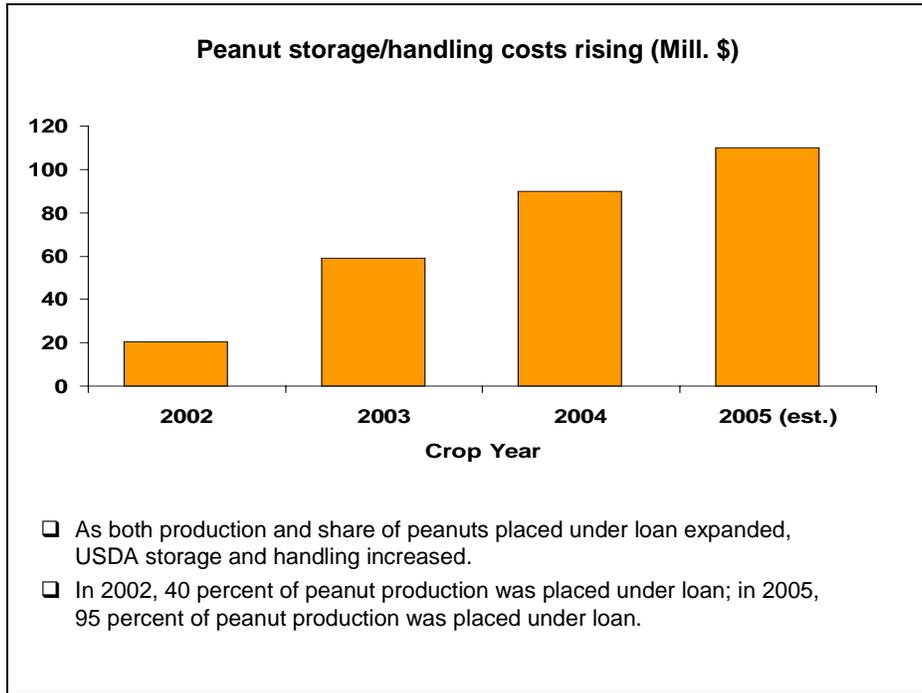


Chart 10

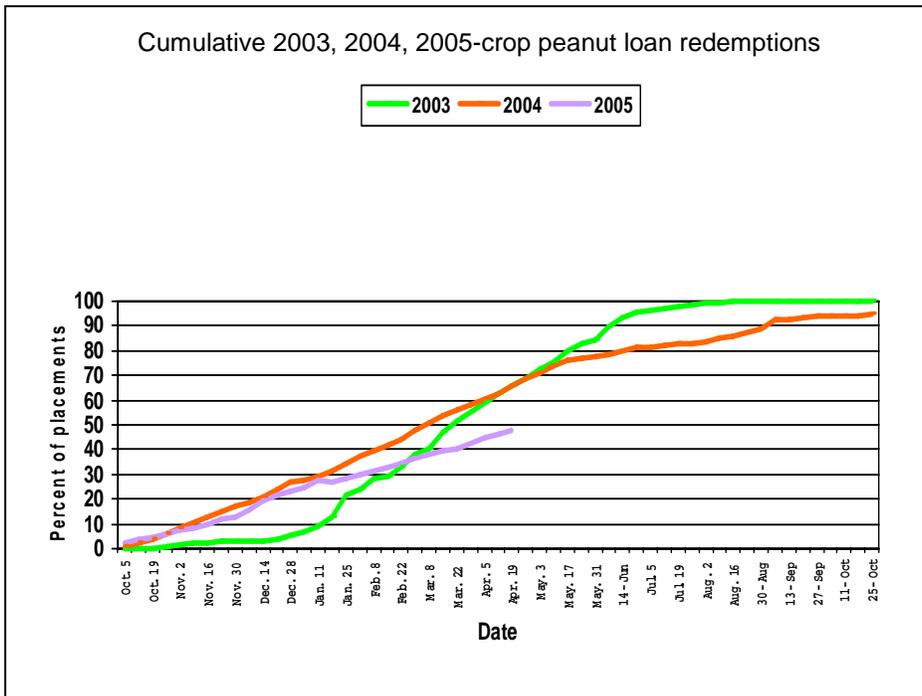


Chart 11

US Peanut Exports and Imports

