

2003 Projected Cost Comparison As of 12/12/03

	Farm					Average
	A	B	C	D	E	
<u>Cotton</u>						
Chemicals, fertilizer, seed	270.70	220.73	180.20	171.46	259.19	220.46
Other expenses	247.76	196.38	337.88	328.73	223.46	266.84
Total	518.46	417.11	518.08	500.19	482.65	487.30
Land & equipment	139.20	145.00	129.80	80.63	91.24	117.17
Management	9.37	11.15	13.47	12.69	15.42	12.42
Cost per acre	\$ 667.03	\$ 573.26	\$ 661.35	\$ 593.51	\$ 589.31	\$ 616.89
Less, FSA payments	\$ 39.69	\$ 39.69	\$ 39.69	\$ 39.69	\$ 39.69	\$ 39.69
Net cost	\$ 627.34	\$ 533.57	\$ 621.66	\$ 553.82	\$ 549.62	\$ 577.20
Breakeven price @ 950 lbs.	0.6604	0.5617	0.6544	0.5830	0.5785	0.61
<u>Corn</u>						
Chemicals, fertilizer, seed	157.43	121.48	92.54	99.24	152.26	124.59
Other expenses	142.40	109.55	196.98	186.96	116.17	150.41
Total	299.83	231.03	289.52	286.20	268.43	275.00
Land & equipment	73.96	122.00	53.14	80.63	91.24	84.19
Management	9.37	11.15	13.47	12.69	15.42	12.42
Cost per acre	\$ 383.16	\$ 364.18	\$ 356.13	\$ 379.52	\$ 375.09	\$ 371.62
Less, FSA payments	\$ 39.69	\$ 39.69	\$ 39.69	\$ 39.69	\$ 39.69	\$ 39.69
Net cost	\$ 343.47	\$ 324.49	\$ 316.44	\$ 339.83	\$ 335.40	\$ 331.93
Breakeven price @ 120 bu.	2.86	2.70	2.64	2.83	2.80	2.77

The Waters Group, Ltd.

Agribusiness Consulting