

**FVC Protein Premium Discount Effective June 13, 2016**

Hard Red Wheat (HRW) that is low in protein, i.e. below 11.0, has generally been difficult to market over the years. Flour mills typically seek out HRW with a protein content of 11% or higher to produce their products. This leaves exporters and feed channels as the remaining outlets. Currently, the strong dollar has had a negative impact on exports helping make U.S. wheat some of the most expensive in the world. Wide spread HRW feeding does not occur unless it reaches a value to become cost competitive with feed grains such as corn or milo. With this said, FVC will begin implementing a protein premium/discount scale that will be effective on June 13<sup>th</sup>. Below is the protein premium/discount scale and if you have any questions please feel free to contact your local grain merchandiser.

This **will not** apply to Hard White Wheat varieties that are enrolled in the Ardent Mills program.

Protein Factor		Disc-Prem
Range		
7.00	8.99	-0.25
9.00	9.49	-0.20
9.50	9.99	-0.15
10.00	10.49	-0.10
10.50	10.99	-0.05
11.00	11.99	0.00
12.00	12.99	0.10
13.00	19.99	0.20

Protein scale is determined day of sale not day of delivery.

Subject to change without notice.

Protein premium schedule will not apply on test weight below 57 lbs, foreign material above 1%, Insect damaged kernels (IDK) above 5, above 3 stones, and if it contains smut.