

Agricultural Marketing Service Livestock, Poultry and Grain Market News Division 1400 Independence Ave, SW Room 2619-S Washington, DC 20250 GU5296JKA December 19, 2016 Page 1 of 1

Operational Guidance for Wholesale Pork FOB Omaha Calculations

Issue: Calculating the FOB Omaha price when product is shipped from a cold storage facility instead of the plant.

Livestock, Poultry and Grain Market News (LPGMN) Position: The FOB Omaha calculation is one of two reporting bases that packers are required to use when submitting prices for pork items. AMS provides freight information to packers for use in determining the FOB Omaha price. Packers often ship product directly from cold storage facilities and other storage facilities.

LPGMN Guidance: The FOB Omaha price can be calculated from either the storage facility that the product was shipped from, or the nearest geographically located plant in relation to that storage facility being utilized by the reporting company.

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Approved by_____ Date Revised 12/19/16