

Figure 1

Nitrogen Fertilizer Production

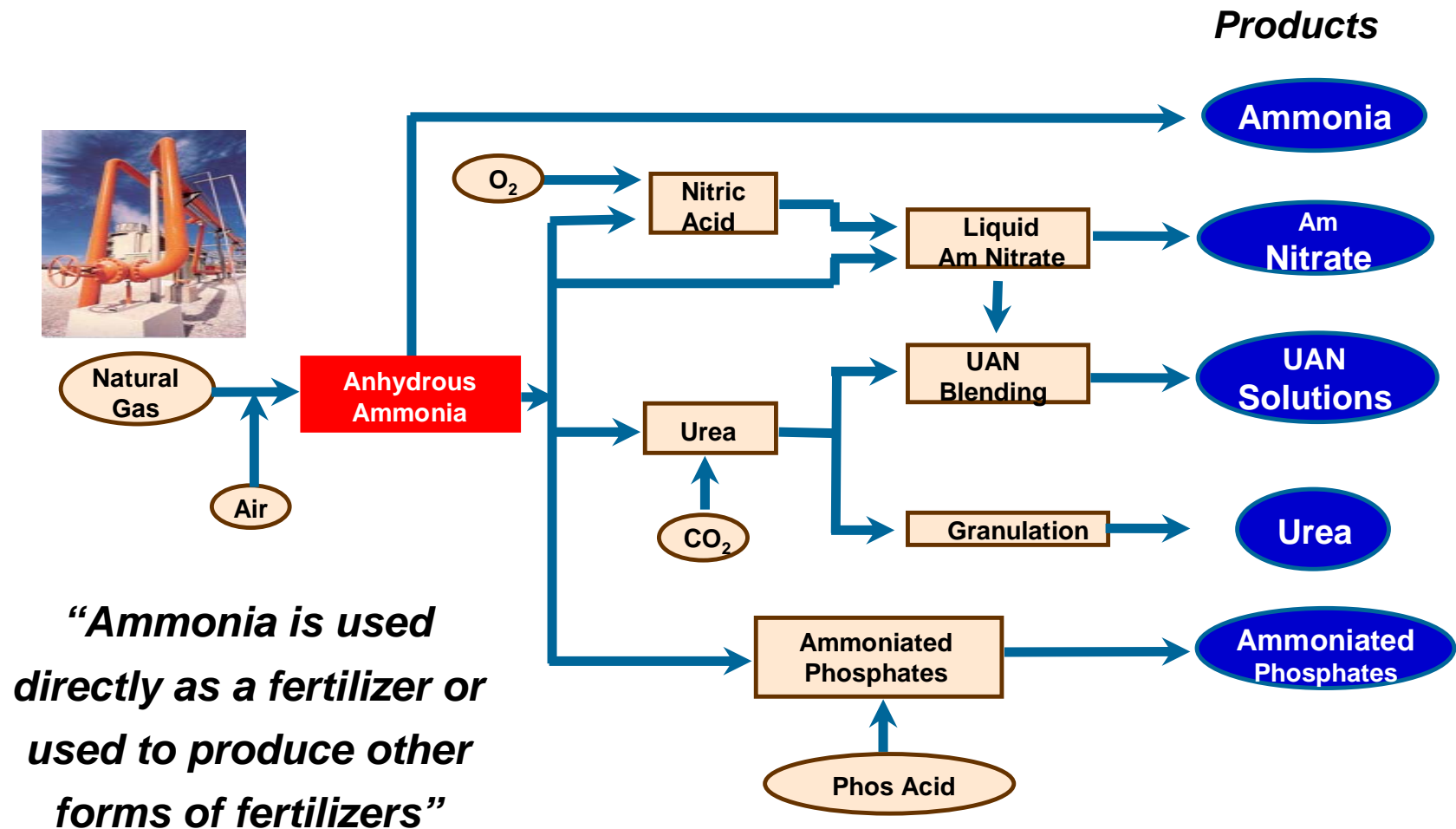
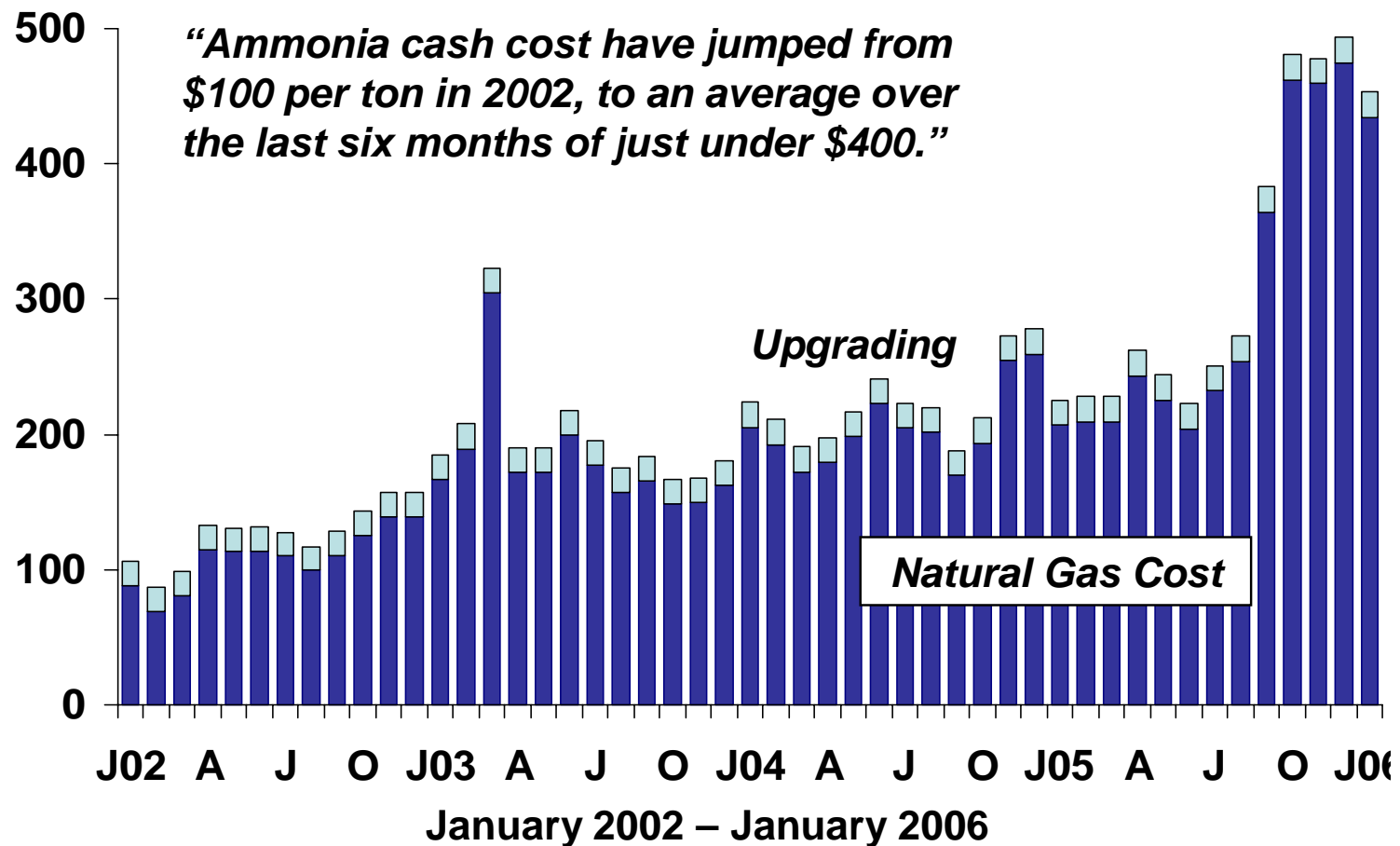


Figure 2

U.S. Ammonia Production Cost*

\$ Per Ton – Typical Gulf Producer

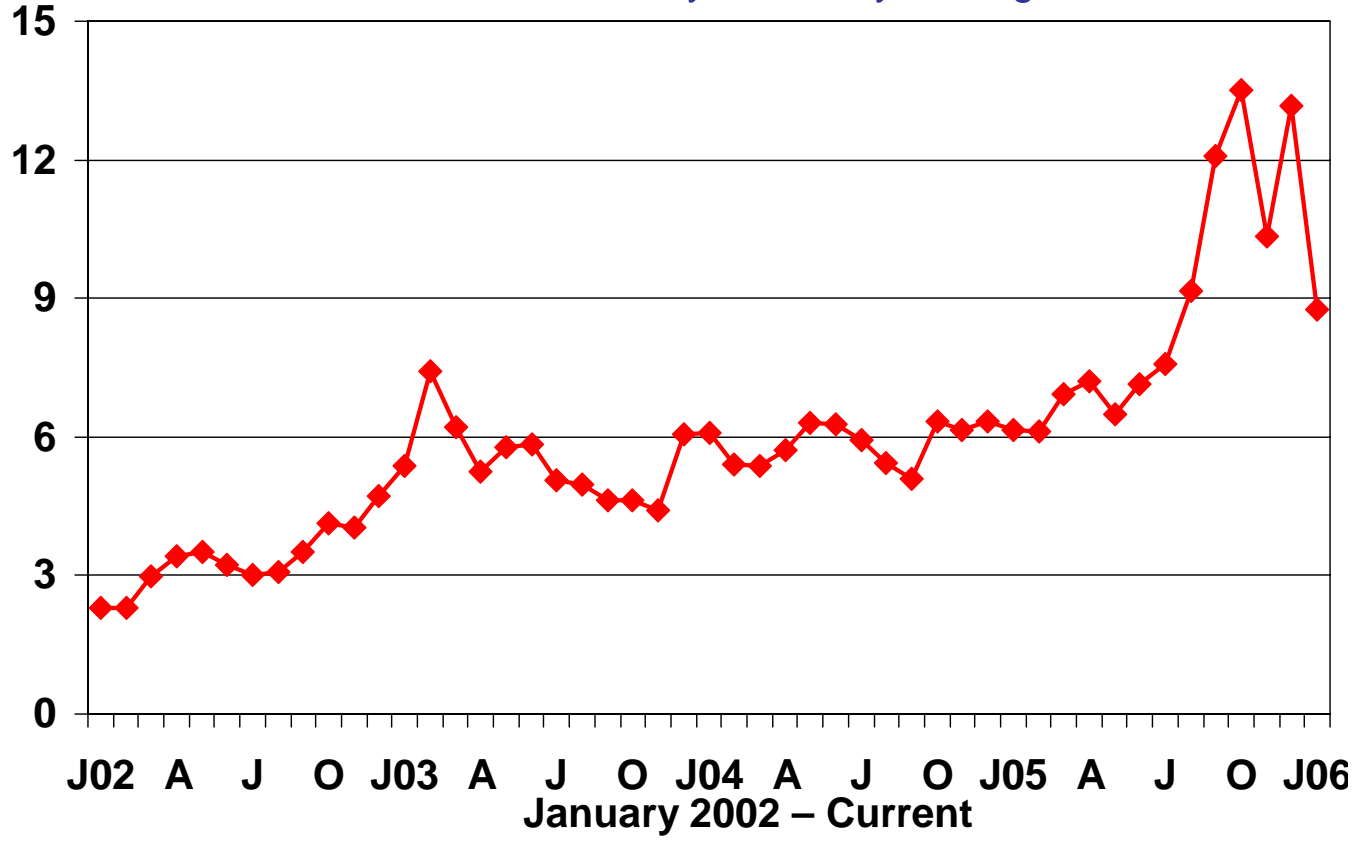


* Cost based on FERC monthly prices

Figure 3

Average Monthly U.S. Natural Gas Prices

\$ Per MMBtu – Henry Hub Daily Average



Source: Gas Daily

Figure 4

U.S. Nitrogen Production Capacity Change between 1999 and 2005

	<u>Ammonia</u>	<u>Urea</u> 000 Tons	<u>UAN 32%</u>
Capacity Beginning FY1999	19,946	10,277	11,701
Permanent Closures	8,405	3,671	2,475
Additions to Capacity			
New Capacity	640	190	525
Expansions/Debottlenecks	<u>241</u>	<u>109</u>	<u>101</u>
Total	881	299	626
Net Change	<u>-7,524</u>	<u>-3,372</u>	<u>-1,849</u>
Total	12,422	6,905	9,852
% Reduction in Capacity	38%	33%	16%

Source: Fertilizer Publications

Figure 5

U.S. Quarterly Ammonia Production

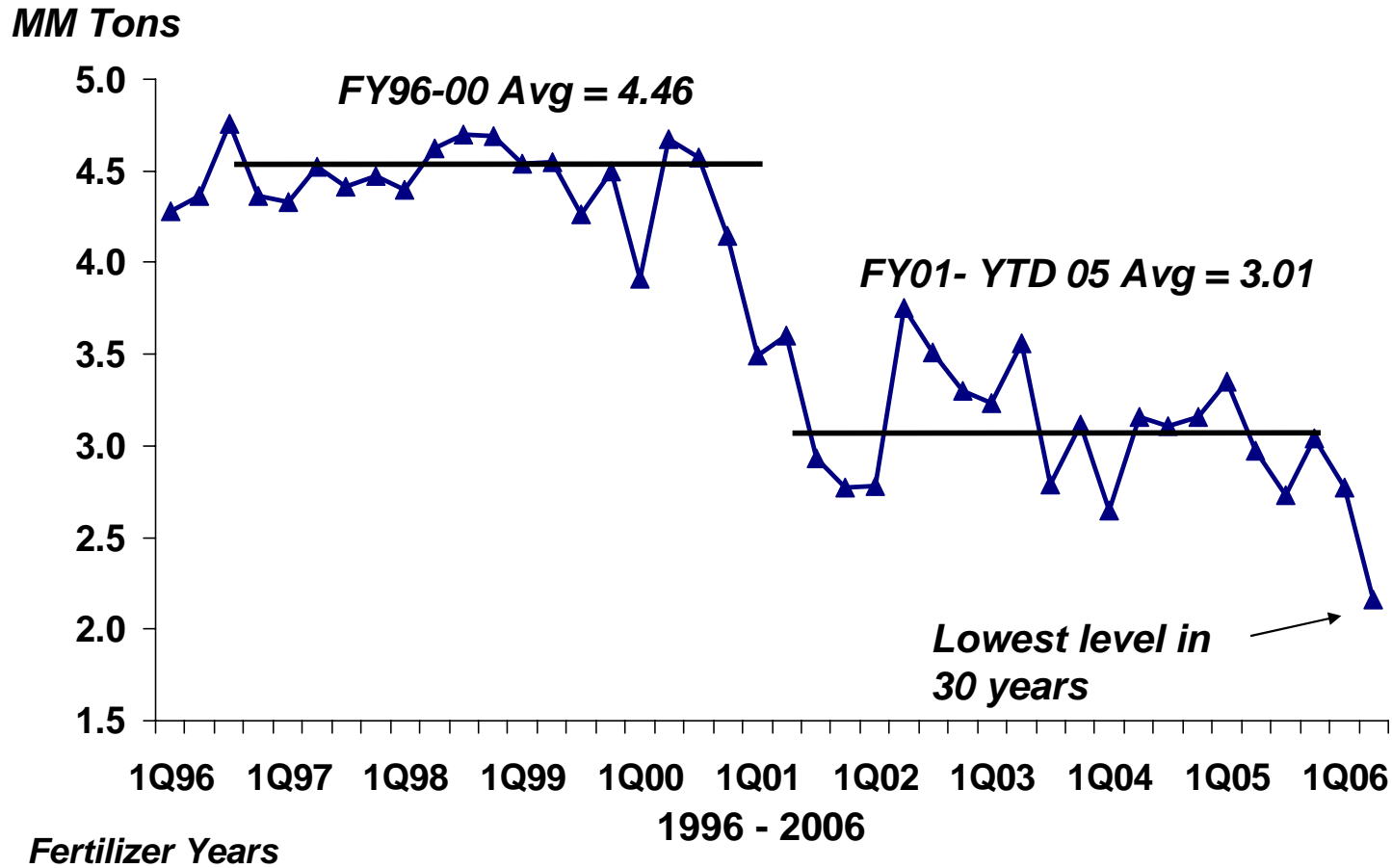
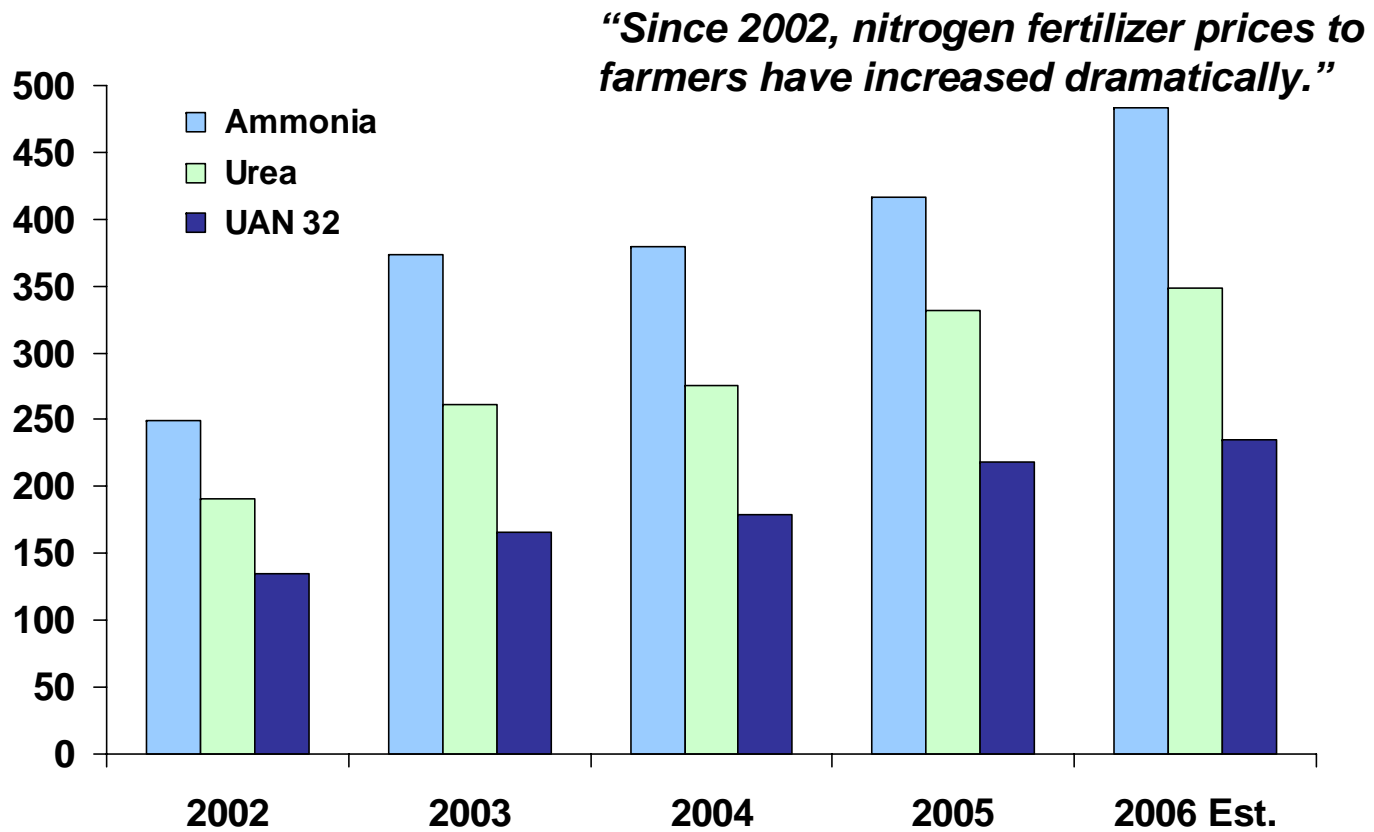


Figure 6

U.S. Farm Level Fertilizer Prices

\$ Per Short Ton



Source: USDA, Doane Ag Services

Figure 7

U.S. Nitrogen Supply

Million Tons N

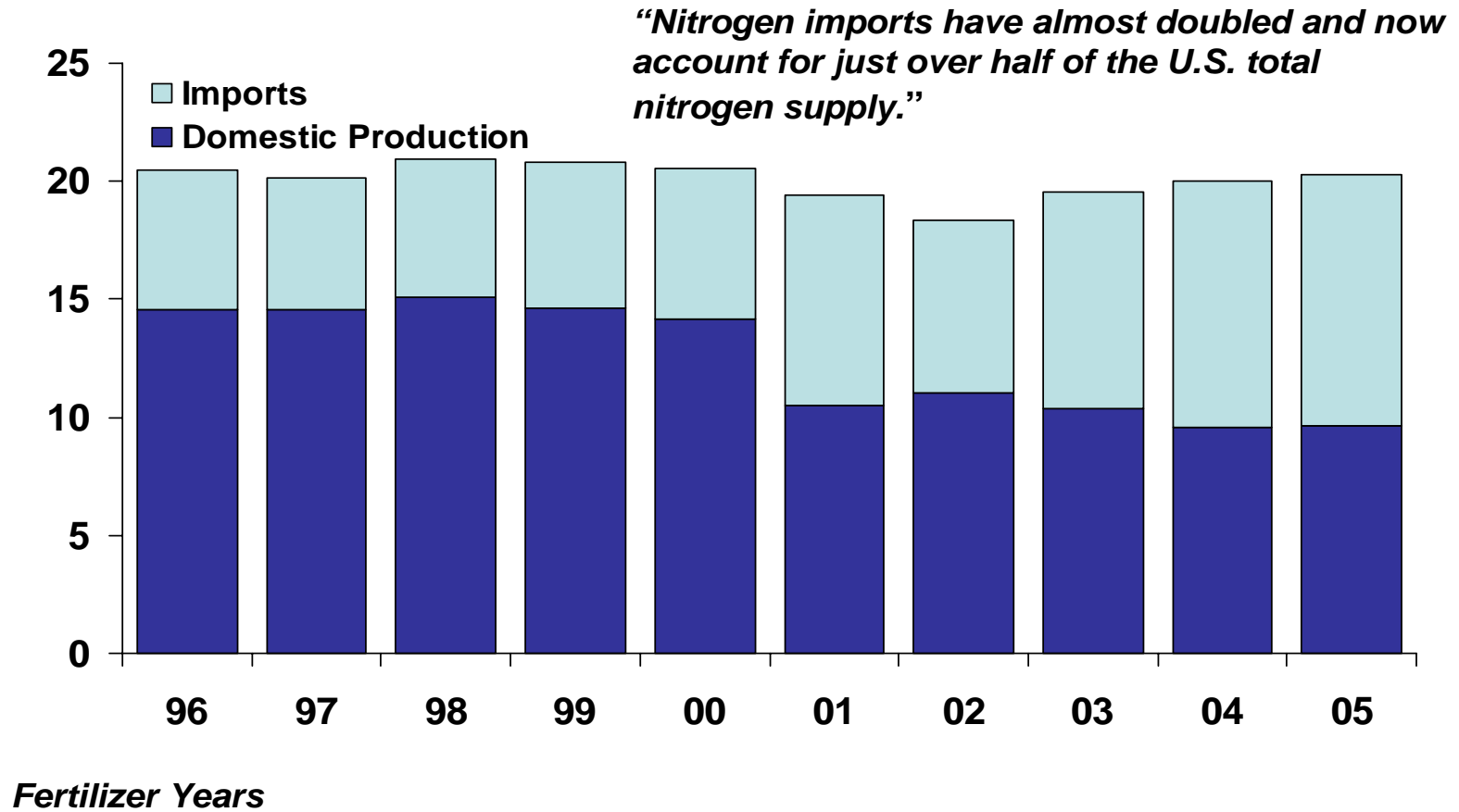
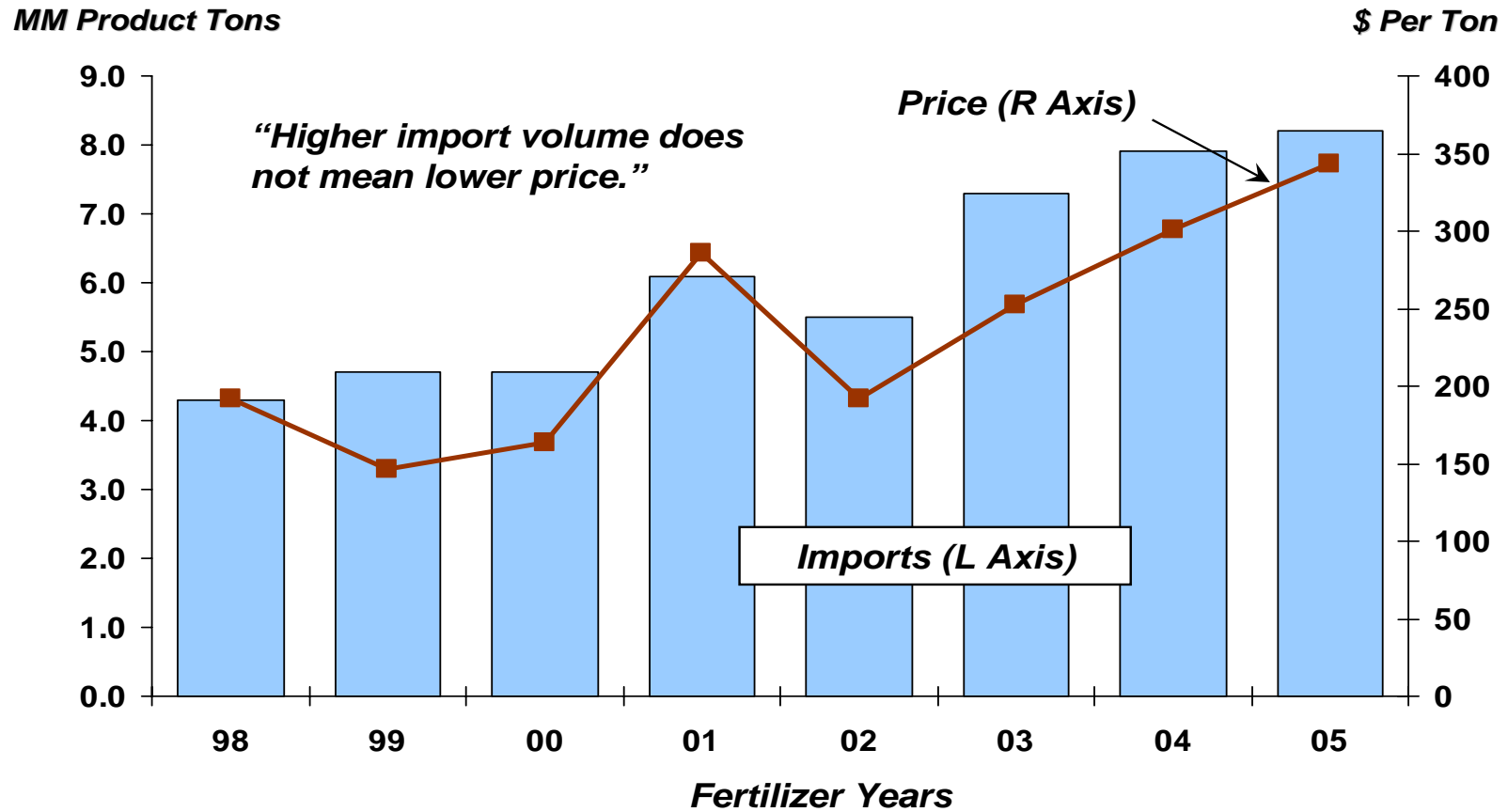


Figure 8

U.S. Ammonia Imports vs. Midwest Dealer Price



Source: USDOC, Green Markets



Agriculture Energy Alliance

Representing agriculture as a producer and consumer of energy

**Agribusiness Association of Iowa
Agribusiness Council of Indiana
Agricultural Council of California
Agricultural Retailers Assn.
Agriliance, LLC
Agrium Inc.
Alabama Crop Management Assn.
American Farm Bureau Federation
American Plant Food Corporation
American Soybean Assn.
Arkansas Plant Food Assn.
Ben-Trei Ltd.
Brandt Consolidated
CF Industries
CHS Inc.
California League of Food Processors
Chemical Industry Council of Illinois
CoBank (CO)
Colorado Grain & Feed Assn.
Crop Production Services
CropLife America
D.B. Western, Inc.—Texas
Delaware Maryland Agribusiness Assn.
Diamond of California
Far West Agribusiness Assn. (WA)
Florida Fertilizer & Agrichemical Assn.
Georgia Agribusiness Council, Inc.
Georgia Feed & Grain Assn., Inc.
GROWMARK, Inc.
Hartung Brothers, Inc.
Hawaiian Alliance for Responsible
Technology & Science
Helena Chemical Company
Illinois Fertilizer & Chemical Assn.
Indiana Grain & Feed Association
Indiana Plant Food & Ag Chemicals Assn.
Intermountain Farmers Assn.
International Chemical Corporation
International Commodities Export Corp.
International Raw Materials Ltd.
Iowa Institute for Cooperatives
JR Simplot Company
Jim Hicks & Company
Johnston Seed Company**

**Kansas Agribusiness Retailers Assn.
Kansas Grain and Feed Assn.
Land O' Lakes, Inc.
Louisiana Ammonia Producers
MFA Incorporated
Mayo Fertilizer Inc.
Michigan Agri-Business Assn.
Minnesota Agri-Growth Council
Minnesota Crop Production Retailers
Missouri Ag Industries Council, Inc.
Monsanto Company
Montana Agricultural Business Assn.
National Association of Wheat Growers
National Barley Growers Assn.
National Chicken Council
National Corn Growers Assn.
National Council of Farmer Cooperatives
National Grange
National Renderers Association, Inc.
National Sorghum Producers
National Sunflower Assn.
National Turkey Federation
Nebraska Agri-Business Assn.
North Dakota Agricultural Assn.
Northern Ag Suppliers, Inc.
Oklahoma Ag Retailers
Oregon Wheat Growers League
Plant Food Association of North
Carolina, Inc.
PotashCorp
Rocky Mountain Agri-Business Assn.
Society of American Florists
South Carolina Fertilizer and
Agrichemical Assn.
South Dakota Agri-Business Assn.
Southern Crop Production Assn. (GA)
Southern States Cooperative, Inc.
Tennessee Agricultural Production Assn.
Tennessee Farmers Cooperative
Terra Industries
Texas Ag Industries Assn.
Texas Agricultural Cooperative Council
The Andersons, Inc.
The Fertilizer Institute**

The McGregor Company (WA)
The Mosaic Company
3-D Fertilizer
U.S. Canola Assn.
USA Rice Federation
United Suppliers, Inc.
Virginia Crop Production Assn.
Virginia Poultry Federation, Inc.
W.B. Johnston Grain Company
Washington State Council of Farmer
Cooperatives
West Central Inc.
Western Peanut Growers Association (TX)
Western Plant Health Association (CA)
Wheeler Bros. Grain and Fertilizer Co.
Willard Agri-Service of Frederick, Inc. (MD)

Wisconsin Fertilizer and Chemical Assn.

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