

**SUMMARY OF 2011 SOUTH GEORGIA CROP ENTERPRISE ESTIMATES**

By A.R. Smith, N.B. Smith and W.D. Shurley, UGA Extension Economists, Department of Agricultural & Applied Economics

Updated January 2011

Conventional Tillage	IRRIGATED						NON-IRRIGATED					
	Cotton	Peanuts	Corn	RR Soybeans	Grain Sorghum	Int Mgmt Wheat	Cotton	Peanuts	RR Corn	RR Soybeans	Grain Sorghum	Wheat
EXPECTED YIELD	1,100	4,000	185	55	100	75	700	2,800	85	30	65	55
EXPECTED SEASON AVG PRICE	\$0.90	\$550	\$5.50	\$11.50	\$5.17	\$6.50	\$0.90	\$550	\$5.50	\$11.50	\$5.17	\$6.50
GROSS RETURN	\$990	\$1,100	\$1,018	\$633	\$517	\$488	\$630	\$770	\$468	\$345	\$336	\$358
<b>VARIABLE COSTS</b>												
Seed	78	105	90	50	15	45	78	105	53	51	7	30
BWEP	1.44						0.92					
Fertilizer & Lime*	134	52	254	72	125	133	103	52	116	72	107	94
Chicken Litter												
Chemicals	81	178	16	67	15	41	77	151	16	37	15	16
Custom Application/Hand Weeding												
Scouting	10						10					
Fuel and Lube**	38	64	21	20	21	28	37	64	21	20	21	15
Repairs and Maintenance	22	44	15	13	14	15	23	44	15	13	14	8
Irrigation***	83	62	83	52	36							
Labor	26	34	11	10	11	13	25	34	11	10	11	7
Insurance	16	28	14	15	19	10	27	35	19	16	13	9
Land Rent												
Other												
Interest on Operating Capital	16	18	16	10	8	9	12	16	8	7	6	6
Gin & Warehouse (net after cottonseed)	28						18					
Drying and Cleaning		48	57		31	6		34	26		20	5
Marketing and Fees		13						9				
<b>TOTAL VARIABLE COSTS</b>	<b>\$535</b>	<b>\$645</b>	<b>\$577</b>	<b>\$309</b>	<b>\$295</b>	<b>\$299</b>	<b>\$411</b>	<b>\$542</b>	<b>\$285</b>	<b>\$226</b>	<b>\$214</b>	<b>\$189</b>
<b>RETURN ABOVE VARIABLE COST</b>	<b>\$455</b>	<b>\$455</b>	<b>\$440</b>	<b>\$324</b>	<b>\$222</b>	<b>\$189</b>	<b>\$219</b>	<b>\$228</b>	<b>\$183</b>	<b>\$119</b>	<b>\$122</b>	<b>\$168</b>
<b>BREAKEVEN PRICE</b>	<b>\$0.49</b>	<b>\$323</b>	<b>\$3.12</b>	<b>\$5.61</b>	<b>\$2.95</b>	<b>\$3.99</b>	<b>\$0.59</b>	<b>\$387</b>	<b>\$3.35</b>	<b>\$7.55</b>	<b>\$3.29</b>	<b>\$3.44</b>
<b>FIXED COSTS</b>												
Machinery and Equipment	99	131	50	47	49	52	99	131	50	47	49	32
Irrigation	110	110	110	110	110							
Buildings												
Miscellaneous Overhead	27	32	29	15	15	15	21	27	14	11	11	9
<b>TOTAL SPECIFIED FIXED COSTS</b>	<b>\$236</b>	<b>\$274</b>	<b>\$189</b>	<b>\$172</b>	<b>\$174</b>	<b>\$67</b>	<b>\$120</b>	<b>\$158</b>	<b>\$64</b>	<b>\$58</b>	<b>\$60</b>	<b>\$41</b>
<b>TOTAL COST EXCL. LAND &amp; MGT</b>	<b>\$771</b>	<b>\$919</b>	<b>\$766</b>	<b>\$481</b>	<b>\$469</b>	<b>\$366</b>	<b>\$531</b>	<b>\$701</b>	<b>\$349</b>	<b>\$285</b>	<b>\$274</b>	<b>\$231</b>
<b>RETURN TO LAND AND MGT</b>	<b>\$219</b>	<b>\$181</b>	<b>\$251</b>	<b>\$152</b>	<b>\$48</b>	<b>\$122</b>	<b>\$99</b>	<b>\$69</b>	<b>\$118</b>	<b>\$60</b>	<b>\$62</b>	<b>\$127</b>
*****EXCEL© TEMPLATE MAY BE MODIFIED BY THE USER.*****												
<b>BREAKEVEN PRICE (Total Costs)</b>	<b>\$0.70</b>	<b>\$459</b>	<b>\$4.14</b>	<b>\$8.74</b>	<b>\$4.69</b>	<b>\$4.88</b>	<b>\$0.76</b>	<b>\$500</b>	<b>\$4.11</b>	<b>\$9.49</b>	<b>\$4.21</b>	<b>\$4.19</b>
<b>BREAKEVEN YIELD</b>	<b>857</b>	<b>3,340</b>	<b>139</b>	<b>42</b>	<b>91</b>	<b>56</b>	<b>590</b>	<b>2,548</b>	<b>64</b>	<b>25</b>	<b>53</b>	<b>35</b>

\* Expected fertilizer \$/lb. of nutrient are as follows: N= \$0.60 P= \$0.45 K= \$0.50

\*\* Diesel fuel price of: \$3.00 per Gallon

\*\*\* Average of diesel and electric irrigation application costs. Electric is estimated at \$7/appl and diesel is estimated at \$13.25/appl when diesel cost \$3/gal.

## Sensitivity Analysis of Yields and Prices of Conventional-Tillage, Irrigated Crops, South Georgia 2011

By A.R. Smith, N.B. Smith and W.D. Shurley, UGA Extension Economists, Department of Agricultural & Applied Economics

Updated January 2011

### Irrigated Corn

NET RETURNS ABOVE VARIABLE COSTS PER ACRE					
Yield	-25%	-10%	Average	+10%	+25%
Price	139	167	185	204	231
\$4.68	\$ 72	\$ 201	\$ 288	\$ 374	\$ 504
\$4.95	\$ 110	\$ 247	\$ 339	\$ 430	\$ 568
\$5.50	\$ 186	\$ 339	\$ 440	\$ 542	\$ 695
\$6.05	\$ 262	\$ 430	\$ 542	\$ 654	\$ 822
\$6.33	\$ 300	\$ 476	\$ 593	\$ 710	\$ 886

### Irrigated Cotton

NET RETURNS ABOVE VARIABLE COSTS PER ACRE					
Yield	-25%	-10%	Average	+10%	+25%
Price	825	990	1,100	1,210	1,375
\$0.81	\$ 133	\$ 267	\$ 356	\$ 445	\$ 579
\$0.86	\$ 170	\$ 311	\$ 405	\$ 499	\$ 640
\$0.90	\$ 207	\$ 356	\$ 455	\$ 554	\$ 702
\$0.95	\$ 244	\$ 400	\$ 504	\$ 608	\$ 764
\$0.99	\$ 282	\$ 445	\$ 554	\$ 663	\$ 826

### Irrigated Grain Sorghum

NET RETURNS ABOVE VARIABLE COSTS PER ACRE					
Yield	-25%	-10%	Average	+10%	+25%
Price	75	90	100	110	125
\$4.39	\$ 34	\$ 100	\$ 144	\$ 188	\$ 254
\$4.65	\$ 54	\$ 123	\$ 170	\$ 216	\$ 286
\$5.17	\$ 92	\$ 170	\$ 222	\$ 273	\$ 351
\$5.69	\$ 131	\$ 216	\$ 273	\$ 330	\$ 416
\$5.95	\$ 151	\$ 240	\$ 299	\$ 359	\$ 448

### Irrigated Peanuts

NET RETURNS ABOVE VARIABLE COSTS PER ACRE					
Yield	-25%	-10%	Average	+10%	+25%
Price	3,000	3,600	4,000	4,400	5,000
\$495	\$ 97	\$ 246	\$ 345	\$ 444	\$ 592
\$523	\$ 139	\$ 295	\$ 400	\$ 504	\$ 661
\$550	\$ 180	\$ 345	\$ 455	\$ 565	\$ 730
\$578	\$ 221	\$ 394	\$ 510	\$ 625	\$ 799
\$605	\$ 262	\$ 444	\$ 565	\$ 686	\$ 867

### Irrigated Soybeans

NET RETURNS ABOVE VARIABLE COSTS PER ACRE					
Yield	-25%	-10%	Average	+10%	+25%
Price	41	50	55	61	69
\$9.78	\$ 95	\$ 175	\$ 229	\$ 283	\$ 363
\$10.35	\$ 118	\$ 204	\$ 261	\$ 318	\$ 403
\$11.50	\$ 166	\$ 261	\$ 324	\$ 387	\$ 482
\$12.65	\$ 213	\$ 318	\$ 387	\$ 457	\$ 561
\$13.23	\$ 237	\$ 346	\$ 419	\$ 492	\$ 601

### Intensively Managed Wheat

NET RETURNS ABOVE VARIABLE COSTS PER ACRE					
Yield	-25%	-10%	Average	+10%	+25%
Price	56	68	75	83	94
\$5.53	\$ 12	\$ 74	\$ 115	\$ 157	\$ 219
\$5.85	\$ 30	\$ 96	\$ 140	\$ 184	\$ 249
\$6.50	\$ 67	\$ 140	\$ 189	\$ 237	\$ 310
\$7.15	\$ 103	\$ 184	\$ 237	\$ 291	\$ 371
\$7.48	\$ 122	\$ 206	\$ 262	\$ 318	\$ 402

## Sensitivity Analysis of Yields and Prices of Conventional-Tillage, Dryland Crops, South Georgia 2011

By A.R. Smith, N.B. Smith and W.D. Shurley, UGA Extension Economists, Department of Agricultural & Applied Economics

Updated January 2011

### Dryland Corn

NET RETURNS ABOVE VARIABLE COSTS PER ACRE					
Yield	-25%	-10%	Average	+10%	+25%
Price	64	77	85	94	106
\$4.68	\$ 13	\$ 73	\$ 112	\$ 152	\$ 212
\$4.95	\$ 31	\$ 94	\$ 136	\$ 178	\$ 241
\$5.50	\$ 66	\$ 136	\$ 183	\$ 229	\$ 299
\$6.05	\$ 101	\$ 178	\$ 229	\$ 281	\$ 358
\$6.33	\$ 118	\$ 199	\$ 253	\$ 306	\$ 387

### Dryland Cotton

NET RETURNS ABOVE VARIABLE COSTS PER ACRE					
Yield	-25%	-10%	Average	+10%	+25%
Price	525	630	700	770	875
\$0.81	\$ 14	\$ 99	\$ 156	\$ 213	\$ 298
\$0.86	\$ 38	\$ 128	\$ 188	\$ 247	\$ 337
\$0.90	\$ 62	\$ 156	\$ 219	\$ 282	\$ 377
\$0.95	\$ 85	\$ 184	\$ 251	\$ 317	\$ 416
\$0.99	\$ 109	\$ 213	\$ 282	\$ 351	\$ 455

### Dryland Grain Sorghum

NET RETURNS ABOVE VARIABLE COSTS PER ACRE					
Yield	-25%	-10%	Average	+10%	+25%
Price	49	59	65	72	81
\$4.39	\$ 0	\$ 43	\$ 72	\$ 100	\$ 143
\$4.65	\$ 13	\$ 58	\$ 89	\$ 119	\$ 164
\$5.17	\$ 38	\$ 89	\$ 122	\$ 156	\$ 206
\$5.69	\$ 63	\$ 119	\$ 156	\$ 193	\$ 248
\$5.95	\$ 76	\$ 134	\$ 173	\$ 211	\$ 269

### Dryland Peanuts

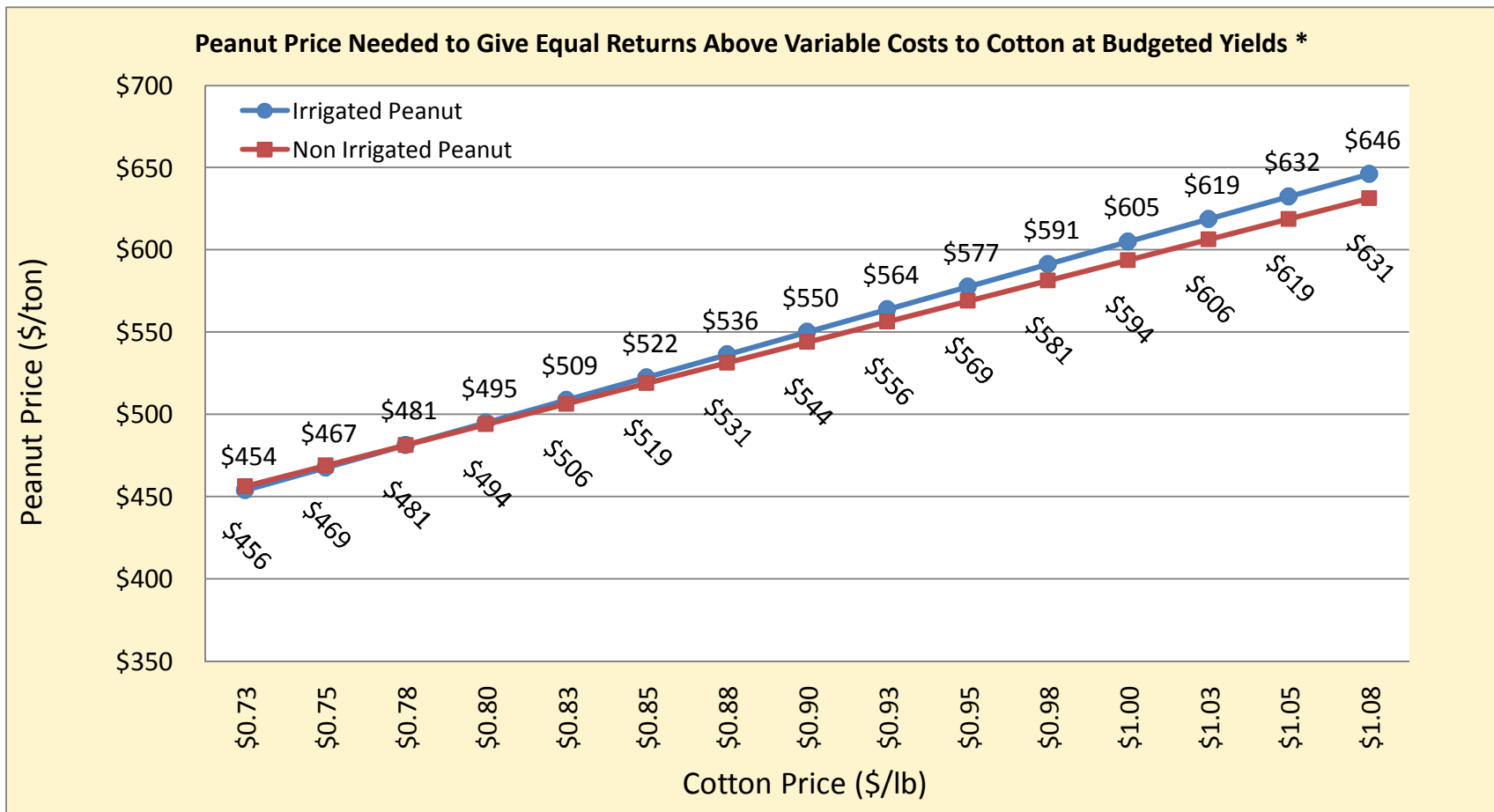
NET RETURNS ABOVE VARIABLE COSTS PER ACRE					
Yield	-25%	-10%	Average	+10%	+25%
Price	2,100	2,520	2,800	3,080	3,500
\$495	\$ (22)	\$ 82	\$ 151	\$ 220	\$ 324
\$523	\$ 6	\$ 116	\$ 189	\$ 262	\$ 372
\$550	\$ 35	\$ 151	\$ 228	\$ 305	\$ 420
\$578	\$ 64	\$ 185	\$ 266	\$ 347	\$ 468
\$605	\$ 93	\$ 220	\$ 305	\$ 390	\$ 517

### Dryland Soybeans

NET RETURNS ABOVE VARIABLE COSTS PER ACRE					
Yield	-25%	-10%	Average	+10%	+25%
Price	23	27	30	33	38
\$9.78	\$ (6)	\$ 38	\$ 67	\$ 96	\$ 140
\$10.35	\$ 6	\$ 53	\$ 84	\$ 115	\$ 162
\$11.50	\$ 32	\$ 84	\$ 119	\$ 153	\$ 205
\$12.65	\$ 58	\$ 115	\$ 153	\$ 191	\$ 248
\$13.23	\$ 71	\$ 131	\$ 170	\$ 210	\$ 270

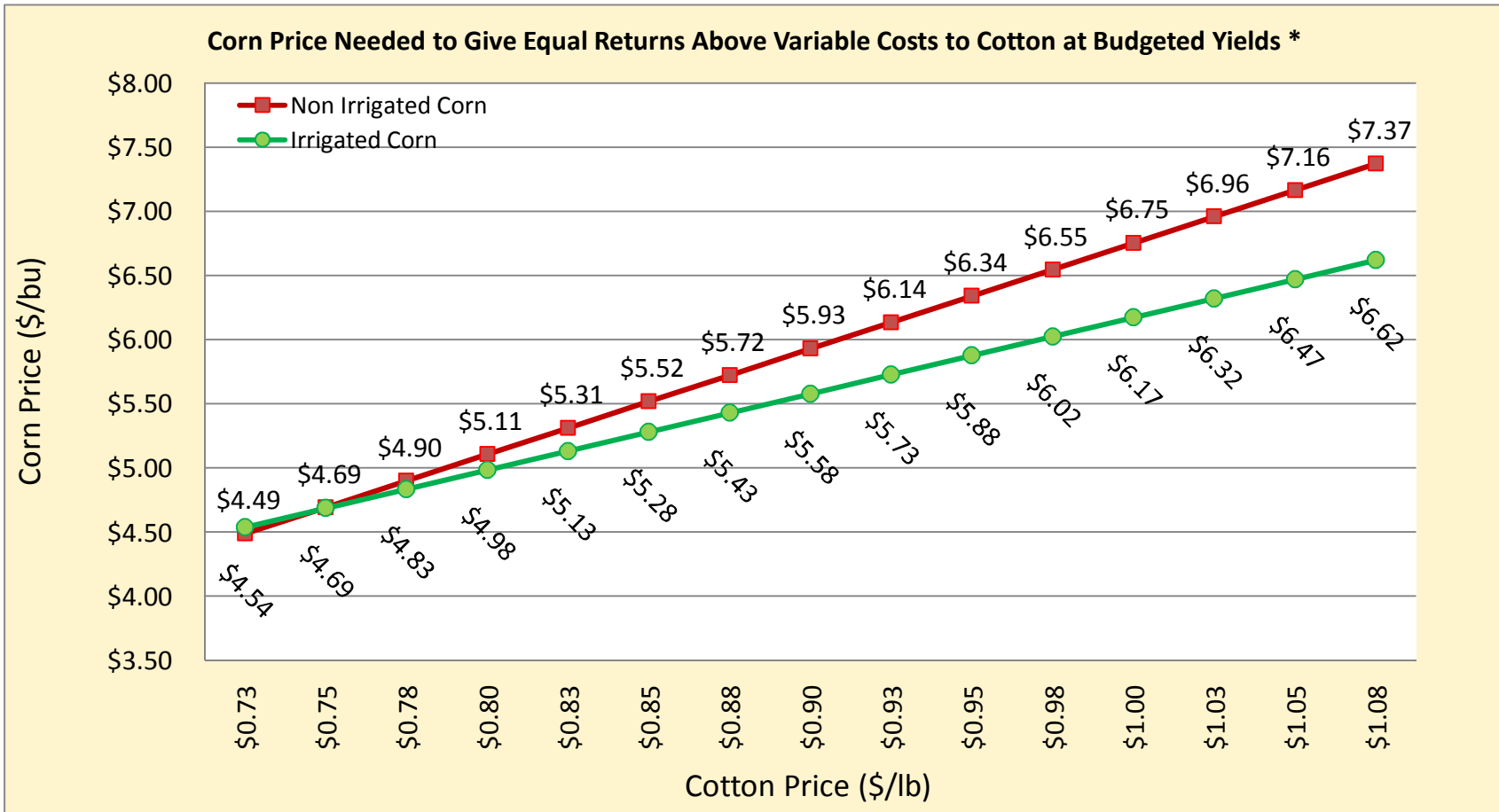
### Conventional Wheat

NET RETURNS ABOVE VARIABLE COSTS PER ACRE					
Yield	-25%	-10%	Average	+10%	+25%
Price	41	50	55	61	69
\$5.53	\$ 39	\$ 84	\$ 115	\$ 145	\$ 191
\$5.85	\$ 52	\$ 100	\$ 133	\$ 165	\$ 213
\$6.50	\$ 79	\$ 133	\$ 168	\$ 204	\$ 258
\$7.15	\$ 106	\$ 165	\$ 204	\$ 243	\$ 302
\$7.48	\$ 119	\$ 181	\$ 222	\$ 263	\$ 325



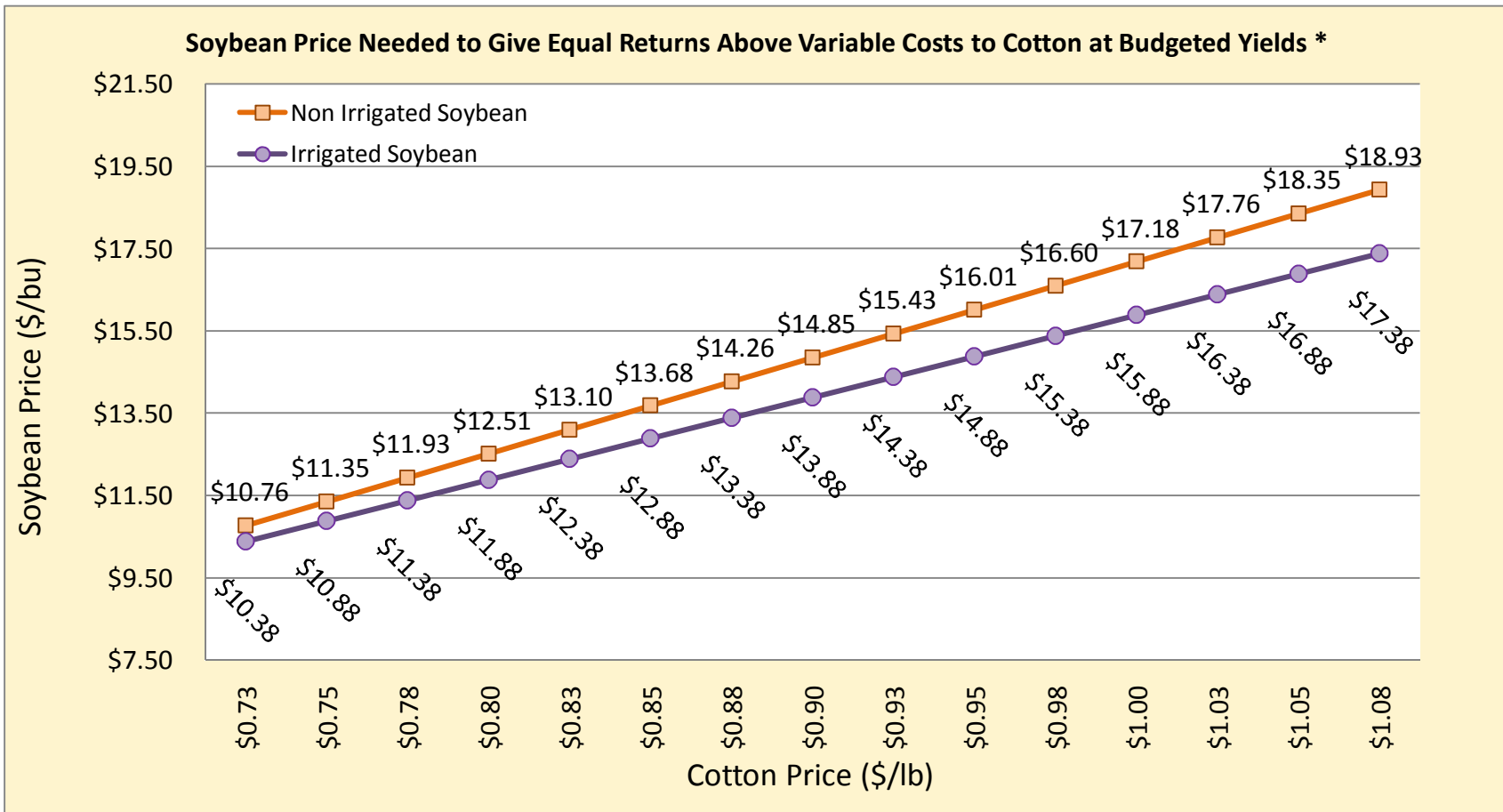
\* The above chart is based on the following assumptions:

- 1) Irrigated peanut is compared to irrigated cotton and non-irrigated peanut is compared to non-irrigated cotton.
- 2) Irrigated peanut yield is 4000 lbs. and irrigated cotton yield is 1100 lbs.
- 3) Non-irrigated peanut yield is 2800 lbs. and non-irrigated cotton yield is 700 lbs.
- 4) Prices shown are those needed to cover budgeted operating costs for conventional till production listed in the crop comparison tool.



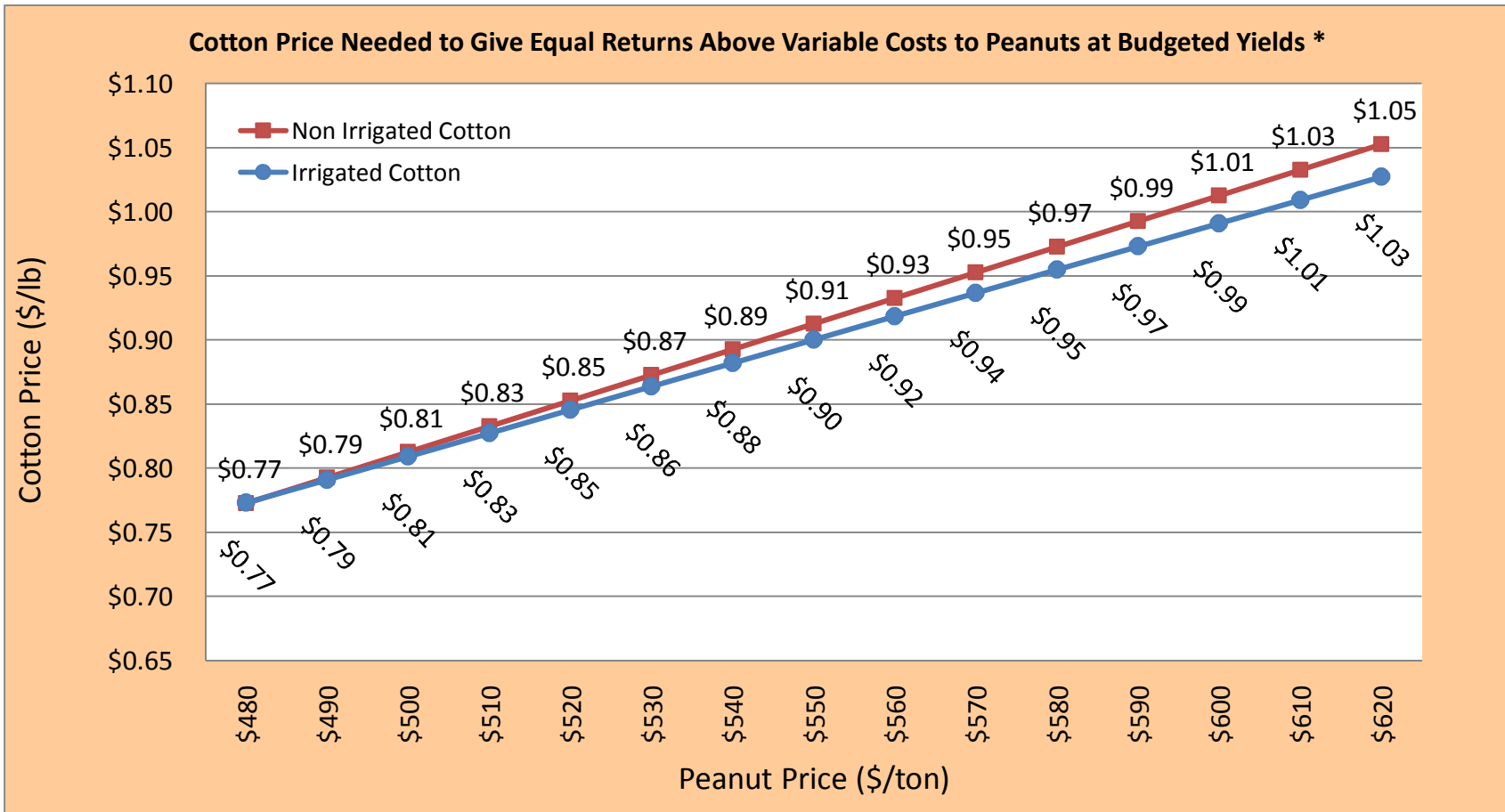
\* The above chart is based on the following assumptions:

- 1) Irrigated corn is compared to irrigated cotton and non-irrigated corn is compared to non-irrigated cotton.
- 2) Irrigated corn yield is 185 bu. and irrigated cotton yield is 1100 lbs.
- 3) Non-irrigated corn yield is 85 bu. and non-irrigated cotton yield is 700 lbs.
- 4) Prices shown are those needed to cover budgeted operating costs for conventional till production listed in the crop comparison tool.



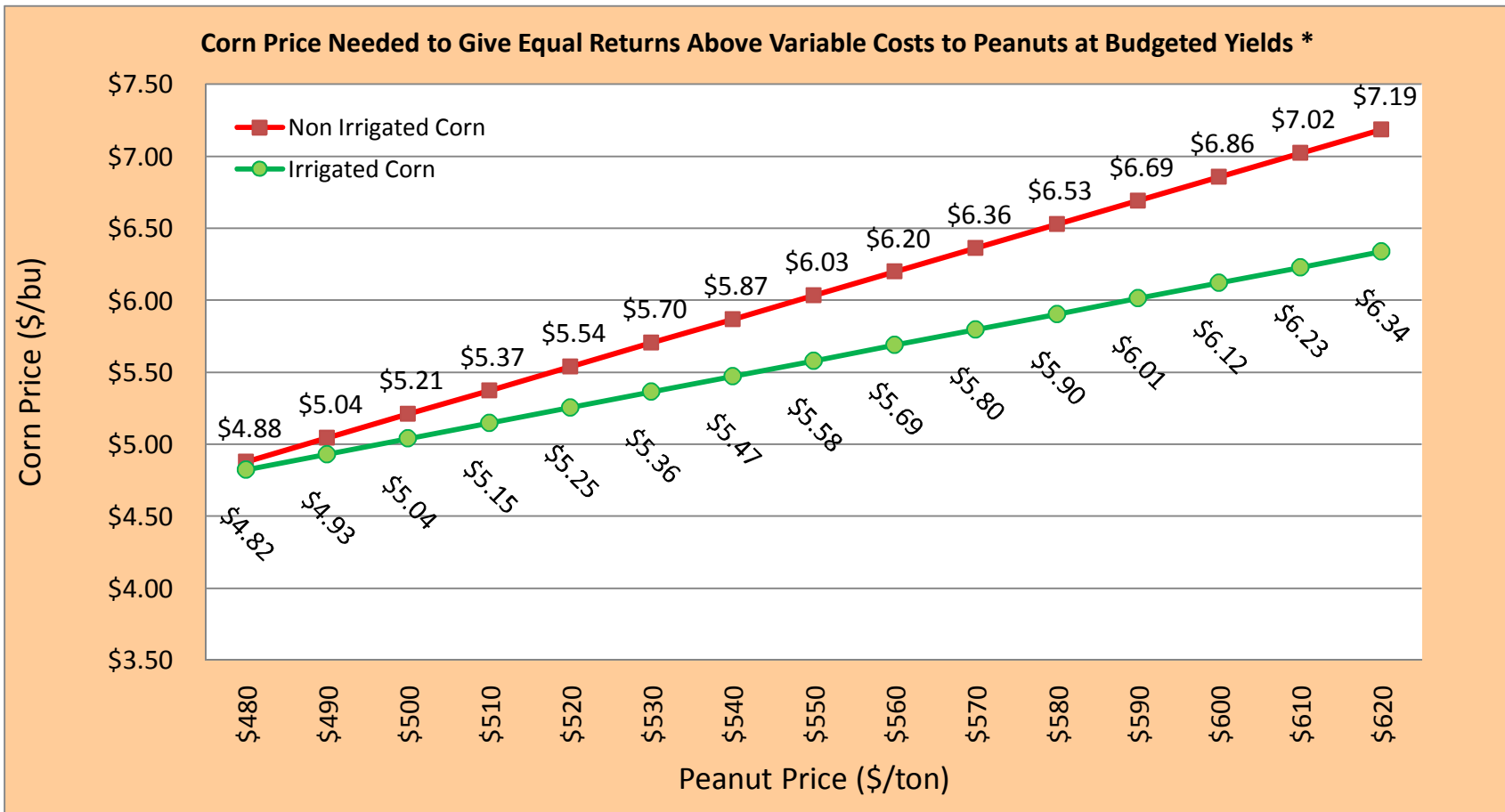
\* The above chart is based on the following assumptions:

- 1) Irrigated soybean is compared to irrigated cotton and non-irrigated soybean is compared to non-irrigated cotton.
- 2) Irrigated soybean yield is 55 bu. and irrigated cotton yield is 1100 lbs.
- 3) Non-irrigated soybean yield is 30 bu. and non-irrigated cotton yield is 700 lbs.
- 4) Prices shown are those needed to cover budgeted operating costs for conventional till production listed in the crop comparison tool.



\* The above chart is based on the following assumptions:

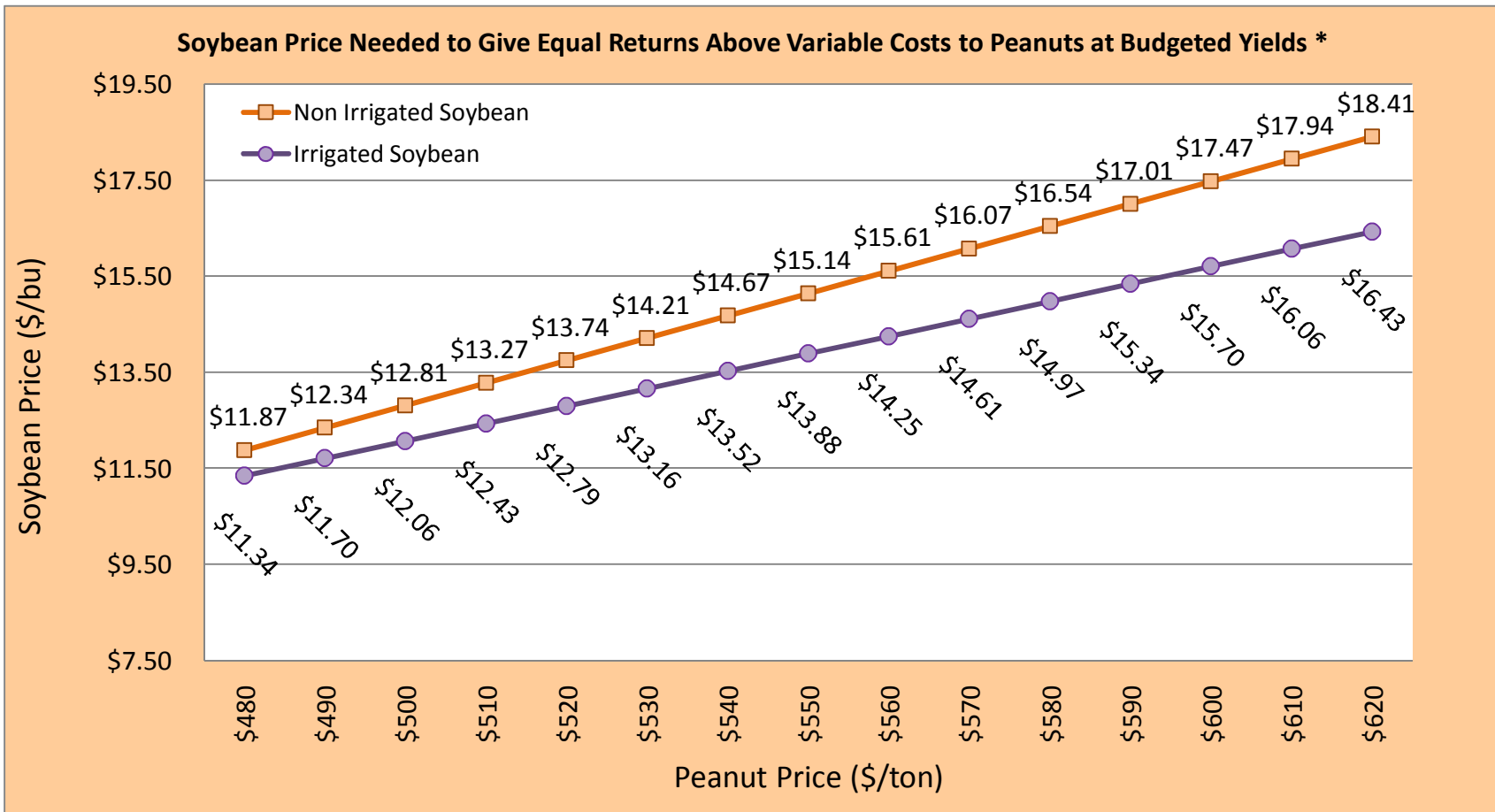
- 1) Irrigated cotton is compared to irrigated peanut and non-irrigated cotton is compared to non-irrigated peanut.
- 2) Irrigated cotton yield is 1100 lbs. and irrigated peanut yield is 4000 lbs.
- 3) Non-irrigated cotton yield is 700 lbs. and non-irrigated peanut yield is 2800 lbs.
- 4) Prices shown are those needed to cover budgeted operating costs for conventional till production listed in the crop comparison tool.



\* The above chart is based on the following assumptions:

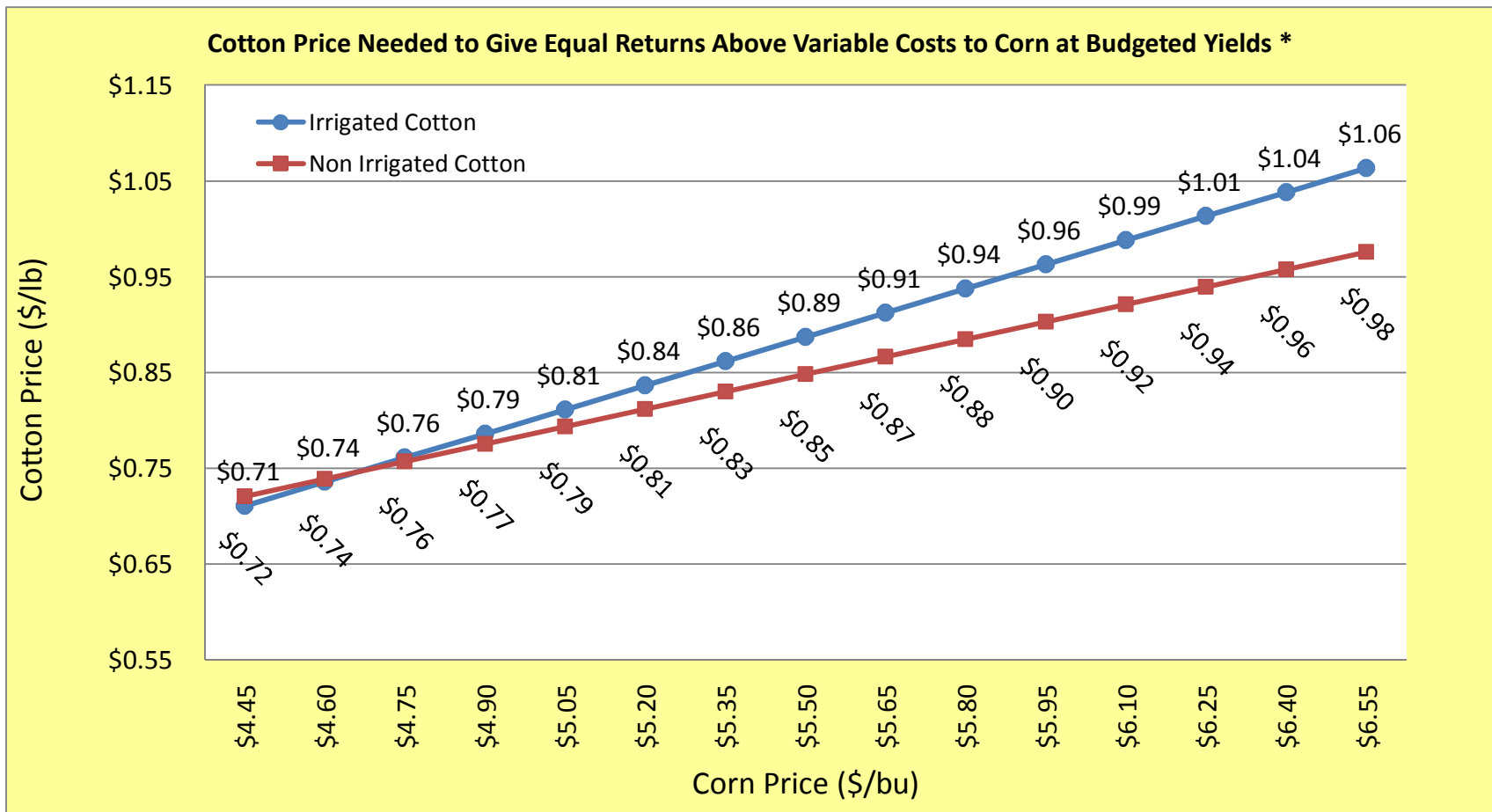
- 1) Irrigated corn is compared to irrigated peanut and non-irrigated corn is compared to non-irrigated peanut.
- 2) Irrigated corn yield is 185 bu. and irrigated peanut yield is 4000 lbs.
- 3) Non-irrigated corn yield is 85 bu. and non-irrigated peanut yield is 2800 lbs.
- 4) Prices shown are those needed to cover budgeted operating costs for conventional till production listed in the crop comparison tool.





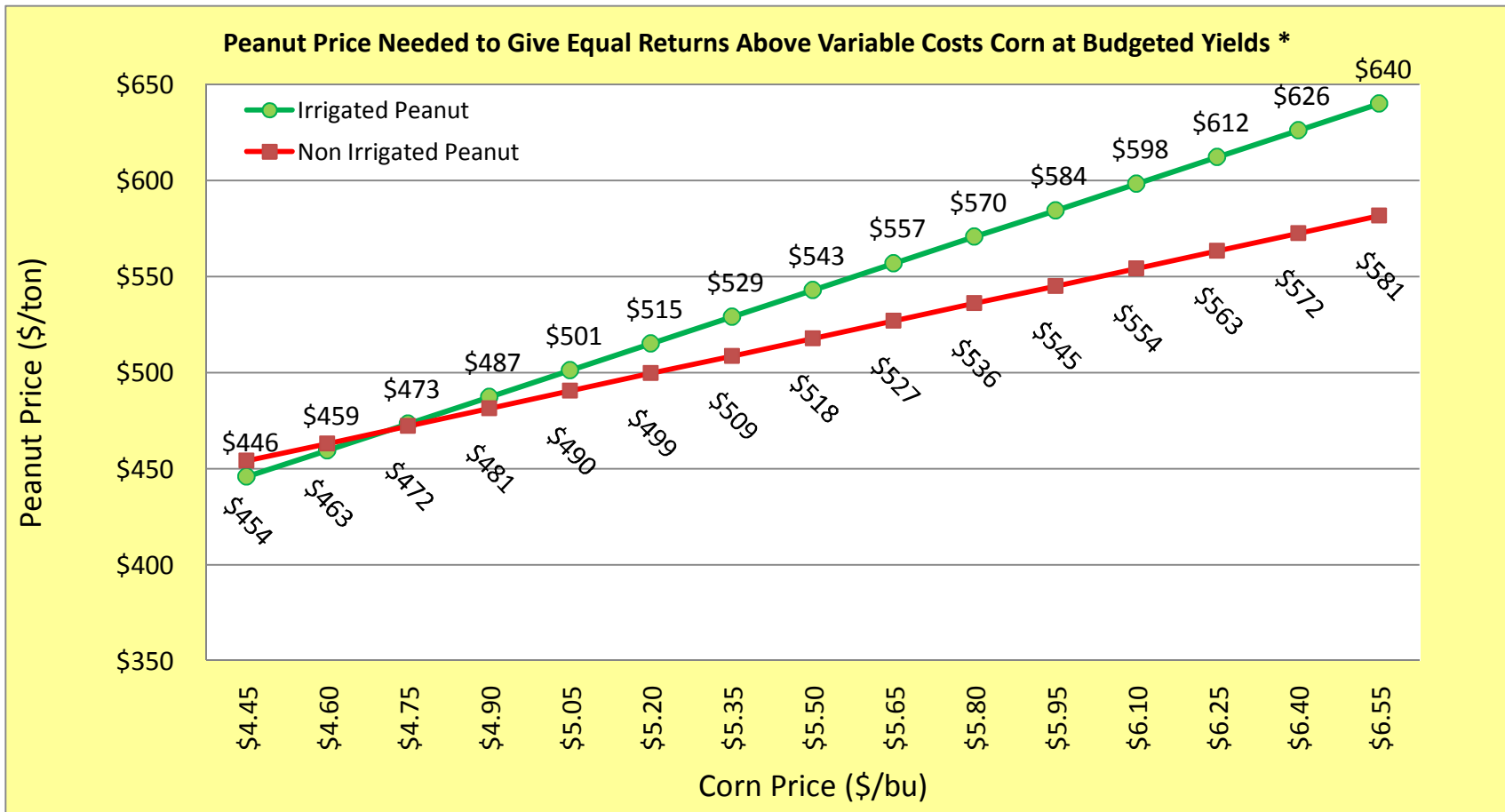
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- 1) Irrigated soybean is compared to irrigated peanut and non-irrigated soybean is compared to non-irrigated peanut.
- 2) Irrigated soybean yield is 55 bu. and irrigated peanut yield is 4000 lbs.
- 3) Non-irrigated soybean yield is 30 bu. and non-irrigated peanut yield is 2800 lbs.
- 4) Prices shown are those needed to cover budgeted operating costs for conventional till production listed in the crop comparison tool.



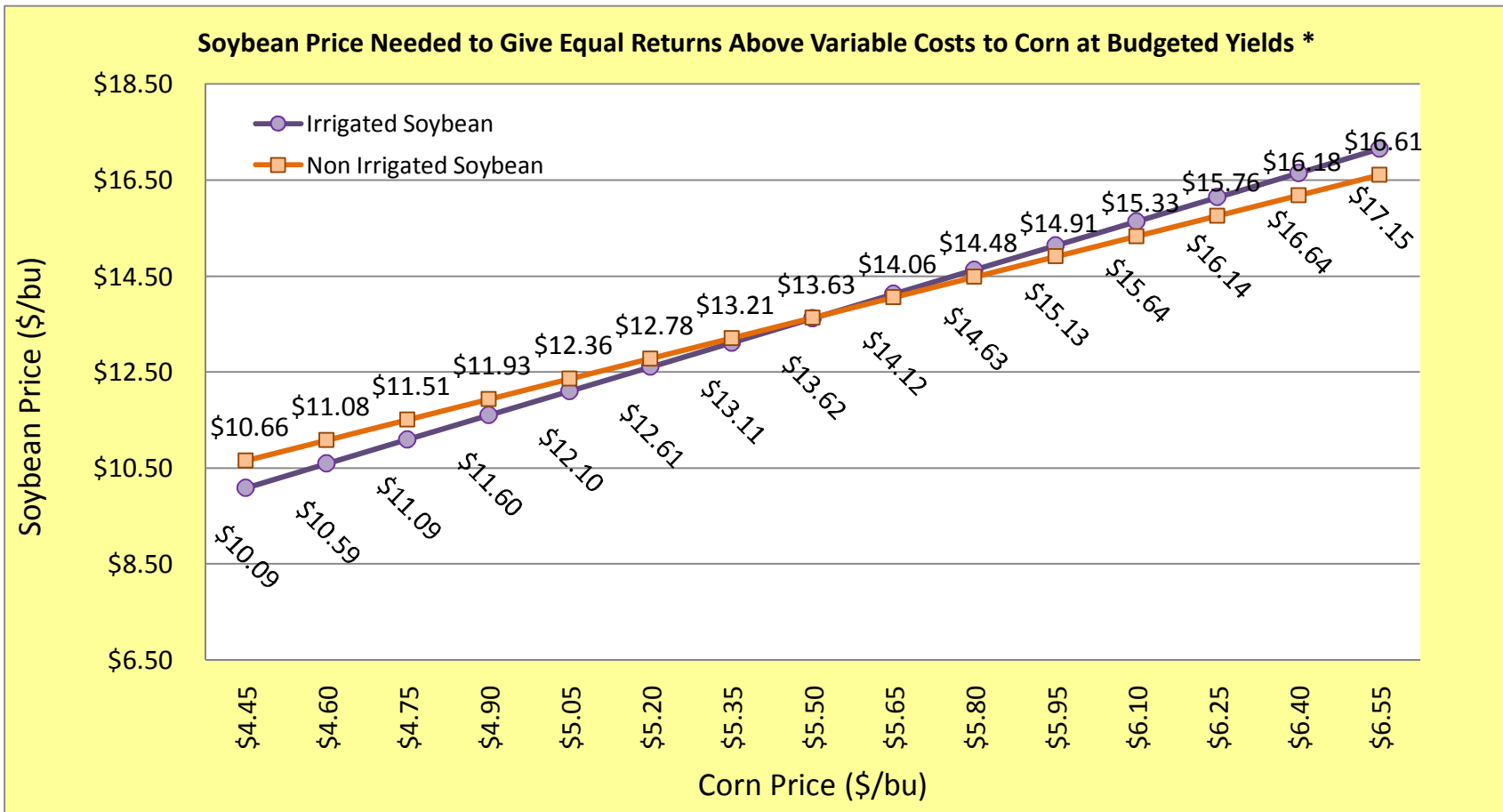
\* The above chart is based on the following assumptions:

- 1) Irrigated cotton is compared to irrigated corn and non-irrigated cotton is compared to non-irrigated corn.
- 2) Irrigated cotton yield is 1100 lbs. and irrigated corn yield is 185 bu.
- 3) Non-irrigated cotton yield is 700 lbs. and non-irrigated corn yield is 85 bu.
- 4) Prices shown are those needed to cover budgeted operating costs for conventional till production listed in the crop comparison tool.



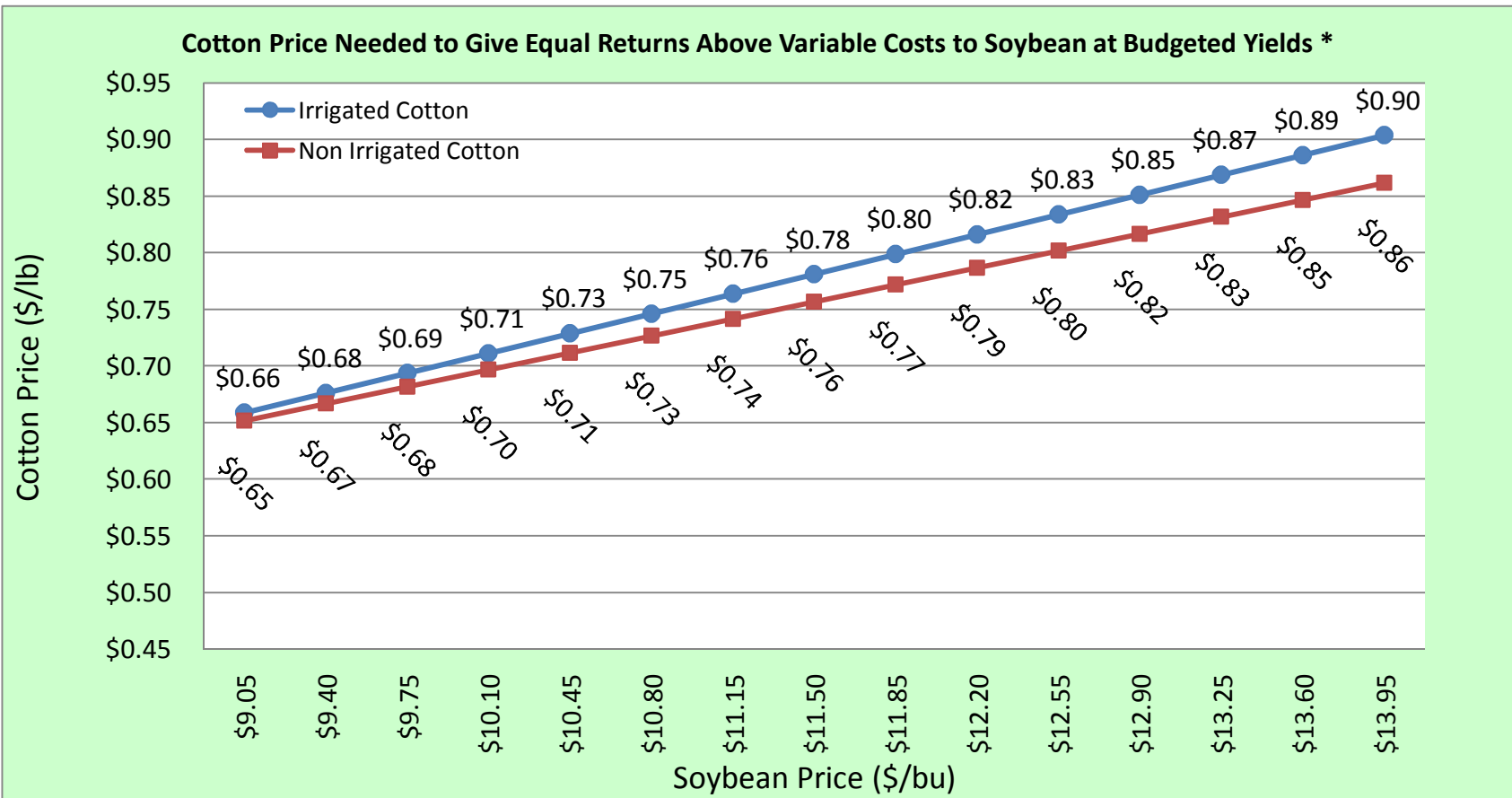
\* The above chart is based on the following assumptions:

- 1) Irrigated peanut is compared to irrigated corn and non-irrigated peanut is compared to non-irrigated corn.
- 2) Irrigated peanut yield is 4000 lbs. and irrigated corn yield is 185 bu.
- 3) Non-irrigated peanut yield is 2800 lbs. and non-irrigated corn yield is 85 bu.
- 4) Prices shown are those needed to cover budgeted operating costs for conventional till production listed in the crop comparison tool.



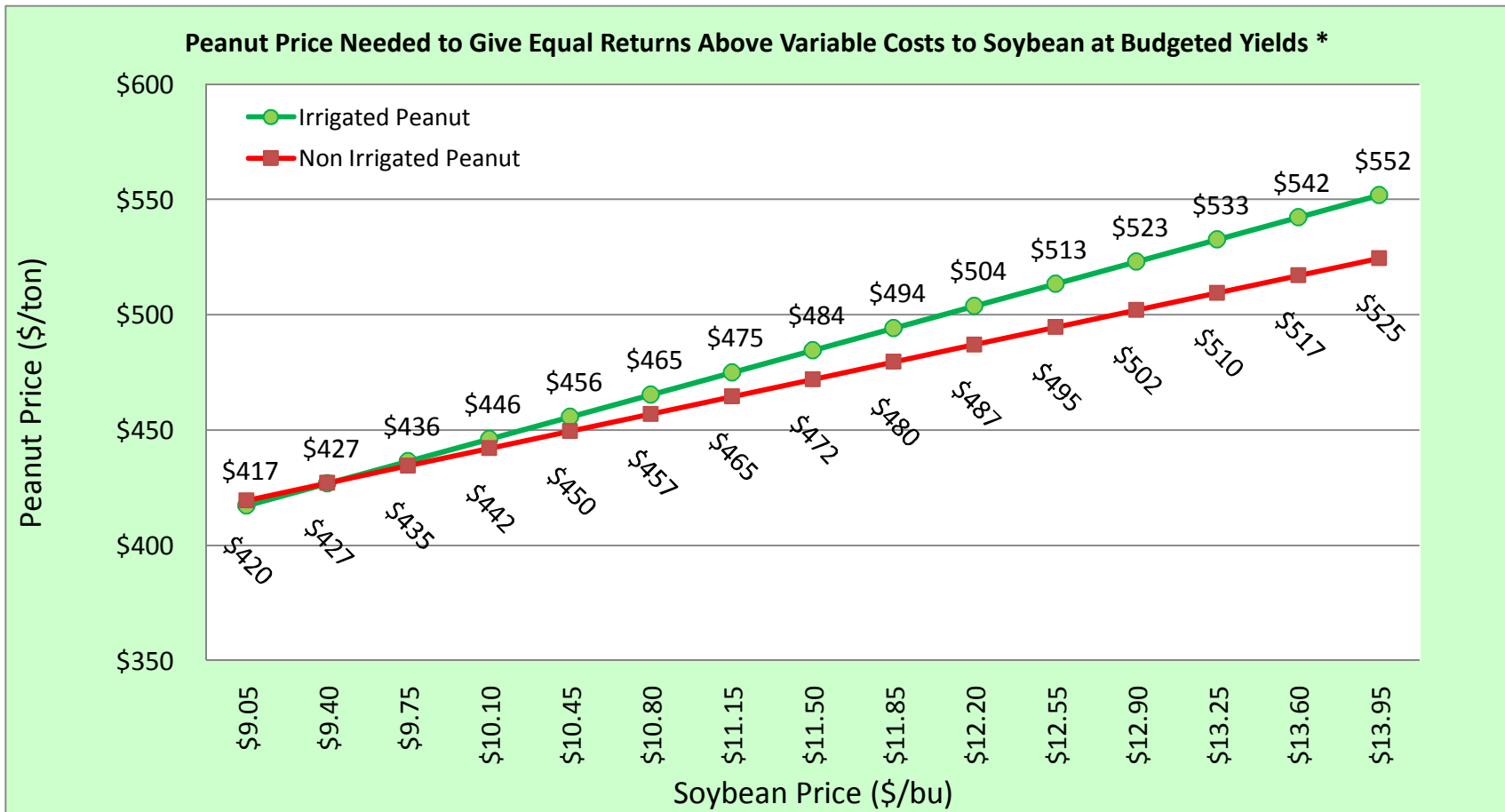
\* The above chart is based on the following assumptions:

- 1) Irrigated soybean is compared to irrigated corn and non-irrigated soybean is compared to non-irrigated corn.
- 2) Irrigated soybean yield is 55 bu. and irrigated corn yield is 185 bu.
- 3) Non-irrigated soybean yield is 30 bu. and non-irrigated corn yield is 85 bu.
- 4) Prices shown are those needed to cover budgeted operating costs for conventional till production listed in the crop comparison tool.



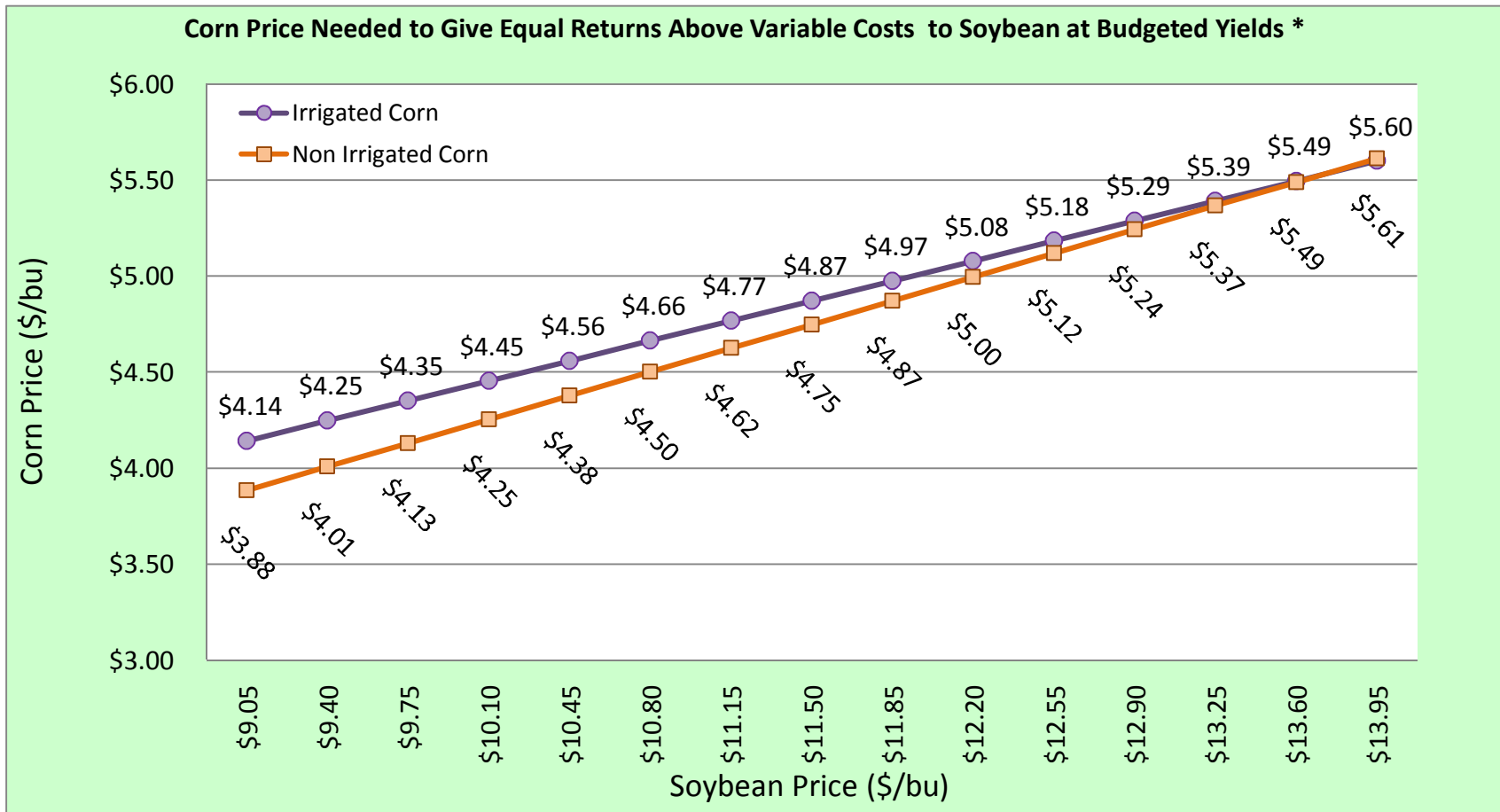
\* The above chart is based on the following assumptions:

- 1) Irrigated cotton is compared to irrigated soybean and non-irrigated cotton is compared to non-irrigated soybean.
- 2) Irrigated cotton yield is 1100 lbs. and irrigated soybean yield is 55 bu.
- 3) Non-irrigated cotton yield is 700 lbs. and non-irrigated soybean yield is 30 bu.
- 4) Prices shown are those needed to cover budgeted operating costs for conventional till production listed in the crop comparison tool.



\* The above chart is based on the following assumptions:

- 1) Irrigated peanut is compared to irrigated soybean and non-irrigated peanut is compared to non-irrigated soybean.
- 2) Irrigated peanut yield is 4000 lbs. and irrigated soybean yield is 55 bu.
- 3) Non-irrigated peanut yield is 2800 lbs. and non-irrigated soybean yield is 30 bu.
- 4) Prices shown are those needed to cover budgeted operating costs for conventional till production listed in the crop comparison tool.



\* The above chart is based on the following assumptions:

- 1) Irrigated corn is compared to irrigated soybean and non-irrigated corn is compared to non-irrigated soybean.
- 2) Irrigated corn yield is 185 bu. and irrigated soybean yield is 55 bu.
- 3) Non-irrigated corn yield is 85 bu. and non-irrigated soybean yield is 30 bu.
- 4) Prices shown are those needed to cover budgeted operating costs for conventional till production listed in the crop comparison tool.

**SUMMARY OF 2011 SOUTH GEORGIA CROP ENTERPRISE ESTIMATES**

By A.R. Smith, N.B. Smith and W.D. Shurley, UGA Extension Economists, Department of Agricultural & Applied Economics

Updated January 2011

Strip-Tillage	IRRIGATED					NON-IRRIGATED				
	Cotton	Peanuts	Corn	RR Soybeans	Grain Sorghum	Cotton	Peanuts	RR Corn	RR Soybeans	Grain Sorghum
<b>EXPECTED YIELD</b>	1,100	4,000	185	55	100	700	2,800	85	30	65
<b>EXPECTED SEASON AVG PRICE</b>	\$0.90	\$550	\$5.50	\$11.50	\$5.17	\$0.90	\$550	\$5.50	\$11.50	\$5.17
<b>GROSS RETURN</b>	\$990	\$1,100	\$1,018	\$633	\$517	\$630	\$770	\$468	\$345	\$336
<b>VARIABLE COSTS</b>										
Seed	86	105	90	51	15	86	105	53	51	7
Cover Crop Seed*	25	25	25	25	25	25	25	25	25	25
BWEP	1.44					0.92				
Fertilizer & Lime**	134	52	254	72	125	103	52	116	72	107
Chicken Litter										
Chemicals	94	193	21	74	15	82	166	21	44	15
Custom Application/Hand Weeding										
Scouting	10					10				
Fuel and Lube***	33	52	20	17	17	31	52	20	17	17
Repairs and Maintenance	20	37	12	11	12	20	37	12	11	12
Irrigation****	72	52	72	41	26					
Labor	24	29	9	8	9	22	29	9	8	9
Insurance	16	28	14	15	19	27	35	19	16	13
Land Rent										
Other										
Interest on Operating Capital	17	19	17	10	9	13	16	9	8	7
Gin & Warehouse (net after cottonseed)	28					18				
Drying and Cleaning		48	57		31		34	26		20
Marketing and Fees		13					9			
<b>TOTAL VARIABLE COSTS</b>	<b>\$561</b>	<b>\$651</b>	<b>\$592</b>	<b>\$323</b>	<b>\$302</b>	<b>\$439</b>	<b>\$558</b>	<b>\$310</b>	<b>\$251</b>	<b>\$231</b>
<b>RETURN ABOVE VARIABLE COST</b>	<b>\$429</b>	<b>\$449</b>	<b>\$426</b>	<b>\$309</b>	<b>\$215</b>	<b>\$191</b>	<b>\$212</b>	<b>\$157</b>	<b>\$94</b>	<b>\$105</b>
<b>BREAKEVEN PRICE</b>	<b>\$0.51</b>	<b>\$326</b>	<b>\$3.20</b>	<b>\$5.88</b>	<b>\$3.02</b>	<b>\$0.63</b>	<b>\$399</b>	<b>\$3.65</b>	<b>\$8.37</b>	<b>\$3.55</b>
<b>FIXED COSTS</b>										
Machinery and Equipment	88	113	43	40	42	88	113	43	40	42
Irrigation	110	110	110	110	110					
Buildings										
Miscellaneous Overhead	28	33	30	16	15	22	28	16	13	12
<b>TOTAL SPECIFIED FIXED COSTS</b>	<b>\$226</b>	<b>\$255</b>	<b>\$183</b>	<b>\$166</b>	<b>\$167</b>	<b>\$109</b>	<b>\$140</b>	<b>\$59</b>	<b>\$53</b>	<b>\$54</b>
<b>TOTAL COST EXCL. LAND &amp; MGT</b>	<b>\$787</b>	<b>\$906</b>	<b>\$775</b>	<b>\$490</b>	<b>\$469</b>	<b>\$548</b>	<b>\$699</b>	<b>\$369</b>	<b>\$304</b>	<b>\$285</b>
<b>RETURN TO LAND AND MGT</b>	<b>\$203</b>	<b>\$194</b>	<b>\$243</b>	<b>\$143</b>	<b>\$48</b>	<b>\$82</b>	<b>\$71</b>	<b>\$98</b>	<b>\$41</b>	<b>\$51</b>
<b>BREAKEVEN PRICE (Total Costs)</b>	<b>\$0.72</b>	<b>\$453</b>	<b>\$4.19</b>	<b>\$8.91</b>	<b>\$4.69</b>	<b>\$0.78</b>	<b>\$499</b>	<b>\$4.34</b>	<b>\$10.14</b>	<b>\$4.38</b>
<b>BREAKEVEN YIELD</b>	<b>874</b>	<b>3,296</b>	<b>141</b>	<b>43</b>	<b>91</b>	<b>609</b>	<b>2,541</b>	<b>67</b>	<b>26</b>	<b>55</b>

\* Value only if the cover crop is not harvested, i.e. wheat for grain, etc.

\*\* Expected fertilizer \$/lb.of nutrient are as follows: **N= \$0.60**

**P= \$0.45**

**K= \$0.50**

\*\*\* Diesel Fuel Price of: **\$3.00** per Gallon

\*\*\*\* Average of diesel and electric irrigation application costs. Electric is estimated at \$7/appl and diesel is estimated at \$13.25/appl when diesel cost \$3/gal.



## Sensitivity Analysis of Yields and Prices on Strip-Tillage, Irrigated Crops, South Georgia 2011

By A.R. Smith, N.B. Smith and W.D. Shurley, UGA Extension Economists, Department of Agricultural & Applied Economics

Updated January 2011

### Irrigated Corn, Strip Till

NET RETURNS ABOVE VARIABLE COSTS PER ACRE					
Yield	-25%	-10%	Average	+10%	+25%
Price	139	167	185	204	231
\$4.68	\$ 57	\$ 187	\$ 273	\$ 360	\$ 489
\$4.95	\$ 95	\$ 232	\$ 324	\$ 416	\$ 553
\$5.50	\$ 171	\$ 324	\$ 426	\$ 527	\$ 680
\$6.05	\$ 248	\$ 416	\$ 527	\$ 639	\$ 807
\$6.33	\$ 286	\$ 461	\$ 578	\$ 695	\$ 871

### Irrigated Cotton, Strip Till

NET RETURNS ABOVE VARIABLE COSTS PER ACRE					
Yield	-25%	-10%	Average	+10%	+25%
Price	825	990	1,100	1,210	1,375
\$0.81	\$ 107	\$ 241	\$ 330	\$ 419	\$ 552
\$0.86	\$ 144	\$ 285	\$ 379	\$ 473	\$ 614
\$0.90	\$ 181	\$ 330	\$ 429	\$ 528	\$ 676
\$0.95	\$ 218	\$ 374	\$ 478	\$ 582	\$ 738
\$0.99	\$ 255	\$ 419	\$ 528	\$ 637	\$ 800

### Irrigated Grain Sorghum, Strip Till

NET RETURNS ABOVE VARIABLE COSTS PER ACRE					
Yield	-25%	-10%	Average	+10%	+25%
Price	75	90	100	110	125
\$4.39	\$ 28	\$ 94	\$ 138	\$ 182	\$ 248
\$4.65	\$ 47	\$ 117	\$ 164	\$ 210	\$ 280
\$5.17	\$ 86	\$ 164	\$ 215	\$ 267	\$ 345
\$5.69	\$ 125	\$ 210	\$ 267	\$ 324	\$ 409
\$5.95	\$ 144	\$ 233	\$ 293	\$ 352	\$ 441

### Irrigated Peanuts, Strip Till

NET RETURNS ABOVE VARIABLE COSTS PER ACRE					
Yield	-25%	-10%	Average	+10%	+25%
Price	3,000	3,600	4,000	4,400	5,000
\$495	\$ 91	\$ 240	\$ 339	\$ 438	\$ 586
\$523	\$ 132	\$ 289	\$ 394	\$ 498	\$ 655
\$550	\$ 174	\$ 339	\$ 449	\$ 559	\$ 724
\$578	\$ 215	\$ 388	\$ 504	\$ 619	\$ 792
\$605	\$ 256	\$ 438	\$ 559	\$ 680	\$ 861

### Irrigated Soybeans, Strip Till

NET RETURNS ABOVE VARIABLE COSTS PER ACRE					
Yield	-25%	-10%	Average	+10%	+25%
Price	41	50	55	61	69
\$9.78	\$ 80	\$ 161	\$ 214	\$ 268	\$ 349
\$10.35	\$ 104	\$ 189	\$ 246	\$ 303	\$ 388
\$11.50	\$ 151	\$ 246	\$ 309	\$ 372	\$ 467
\$12.65	\$ 198	\$ 303	\$ 372	\$ 442	\$ 546
\$13.23	\$ 222	\$ 331	\$ 404	\$ 477	\$ 586

## Sensitivity Analysis of Yields and Prices on Strip-Tillage, Dryland Crops, South Georgia 2011

By A.R. Smith, N.B. Smith and W.D. Shurley, UGA Extension Economists, Department of Agricultural & Applied Economics

Updated January 2011

### Dryland Corn, Strip Till

NET RETURNS ABOVE VARIABLE COSTS PER ACRE					
Yield	-25%	-10%	Average	+10%	+25%
Price	64	77	85	94	106
\$4.68	\$ (12)	\$ 47	\$ 87	\$ 127	\$ 186
\$4.95	\$ 5	\$ 68	\$ 110	\$ 153	\$ 216
\$5.50	\$ 40	\$ 110	\$ 157	\$ 204	\$ 274
\$6.05	\$ 75	\$ 153	\$ 204	\$ 255	\$ 333
\$6.33	\$ 93	\$ 174	\$ 227	\$ 281	\$ 362

### Dryland Cotton, Strip Till

NET RETURNS ABOVE VARIABLE COSTS PER ACRE					
Yield	-25%	-10%	Average	+10%	+25%
Price	525	630	700	770	875
\$0.81	\$ (13)	\$ 72	\$ 128	\$ 185	\$ 270
\$0.86	\$ 10	\$ 100	\$ 160	\$ 220	\$ 309
\$0.90	\$ 34	\$ 128	\$ 191	\$ 254	\$ 349
\$0.95	\$ 57	\$ 157	\$ 223	\$ 289	\$ 388
\$0.99	\$ 81	\$ 185	\$ 254	\$ 324	\$ 428

### Dryland Grain Sorghum, Strip Till

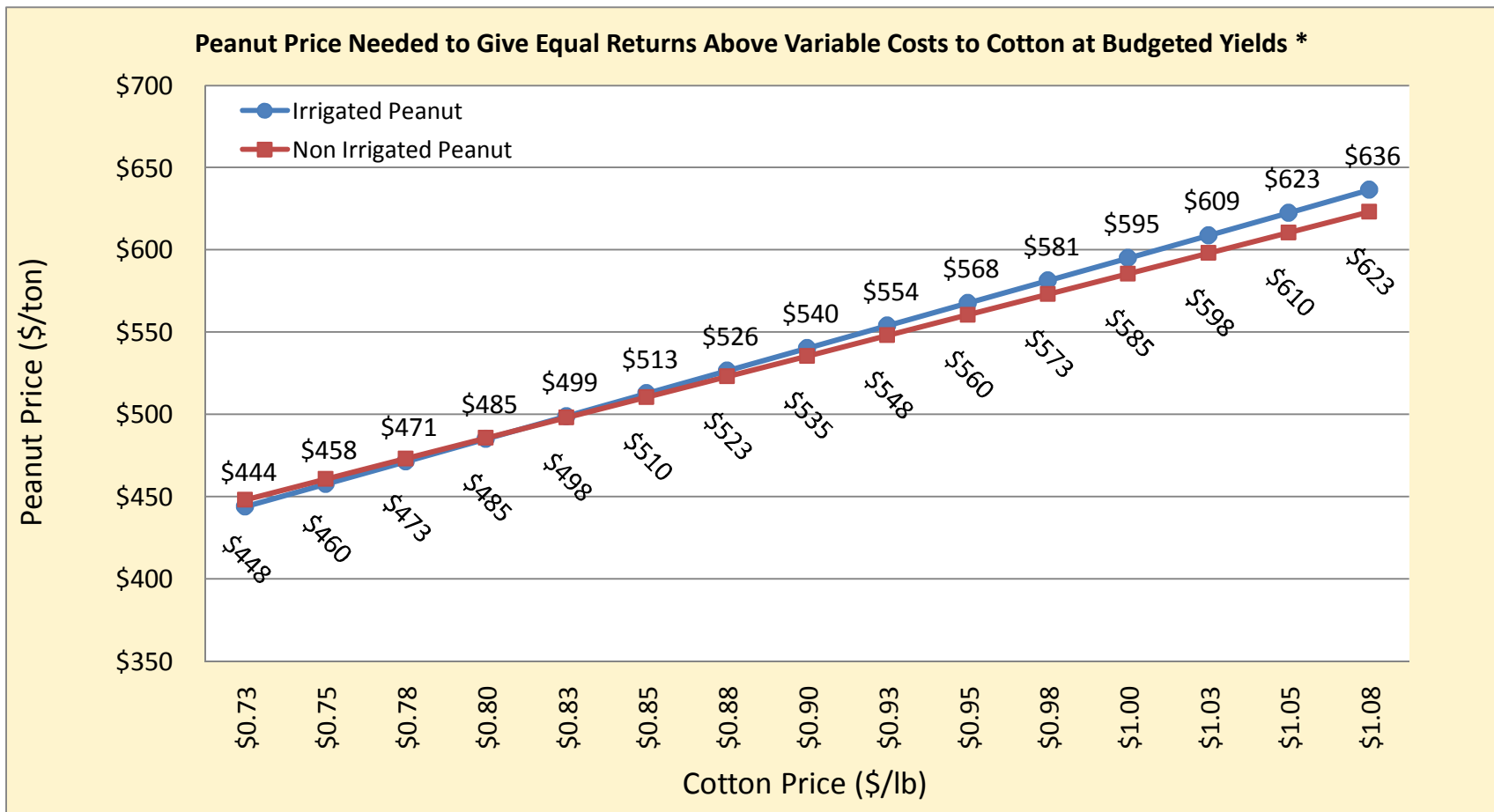
NET RETURNS ABOVE VARIABLE COSTS PER ACRE					
Yield	-25%	-10%	Average	+10%	+25%
Price	49	59	65	72	81
\$4.39	\$ (17)	\$ 26	\$ 55	\$ 83	\$ 126
\$4.65	\$ (4)	\$ 41	\$ 71	\$ 102	\$ 147
\$5.17	\$ 21	\$ 71	\$ 105	\$ 139	\$ 189
\$5.69	\$ 46	\$ 102	\$ 139	\$ 176	\$ 231
\$5.95	\$ 59	\$ 117	\$ 155	\$ 194	\$ 252

### Dryland Peanuts, Strip Till

NET RETURNS ABOVE VARIABLE COSTS PER ACRE					
Yield	-25%	-10%	Average	+10%	+25%
Price	2,100	2,520	2,800	3,080	3,500
\$495	\$ (39)	\$ 65	\$ 135	\$ 204	\$ 308
\$523	\$ (10)	\$ 100	\$ 173	\$ 246	\$ 356
\$550	\$ 19	\$ 135	\$ 212	\$ 289	\$ 404
\$578	\$ 48	\$ 169	\$ 250	\$ 331	\$ 452
\$605	\$ 77	\$ 204	\$ 289	\$ 373	\$ 500

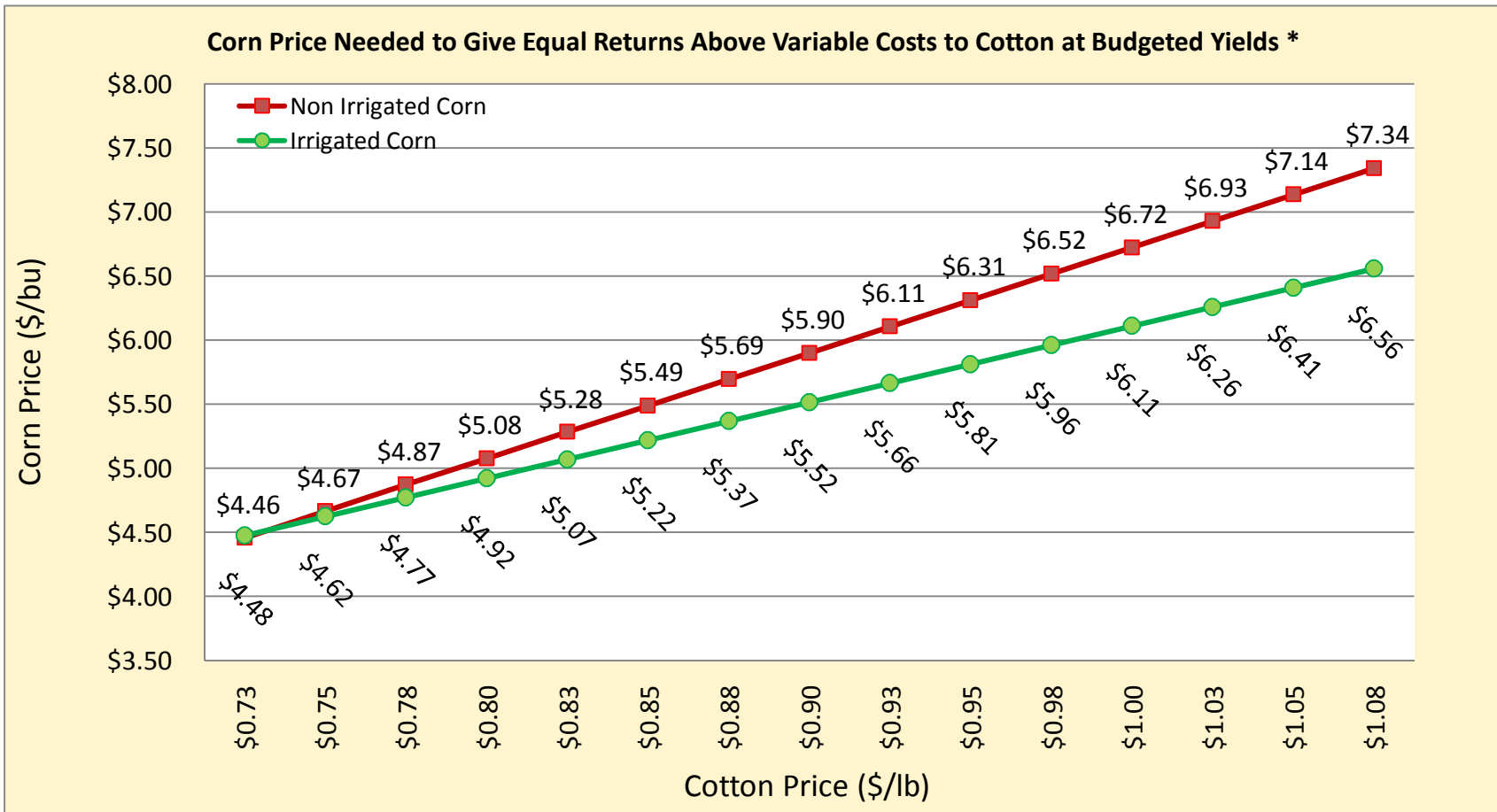
### Dryland Soybeans, Strip Till

NET RETURNS ABOVE VARIABLE COSTS PER ACRE					
Yield	-25%	-10%	Average	+10%	+25%
Price	23	27	30	33	38
\$9.78	\$ (31)	\$ 13	\$ 42	\$ 71	\$ 115
\$10.35	\$ (18)	\$ 28	\$ 59	\$ 90	\$ 137
\$11.50	\$ 8	\$ 59	\$ 94	\$ 128	\$ 180
\$12.65	\$ 33	\$ 90	\$ 128	\$ 166	\$ 223
\$13.23	\$ 46	\$ 106	\$ 146	\$ 185	\$ 245



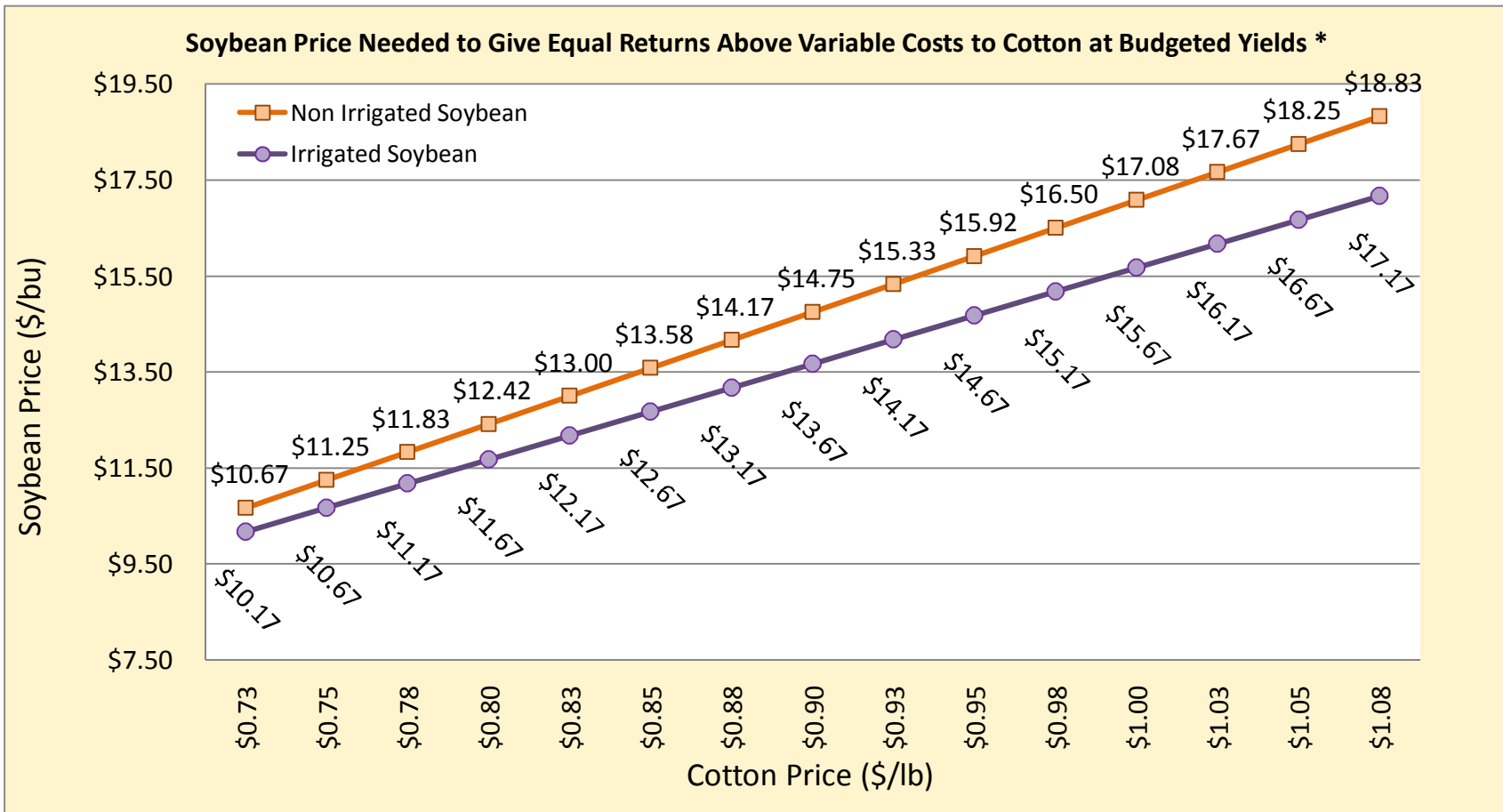
\* The above chart is based on the following assumptions:

- 1) Irrigated peanut is compared to irrigated cotton and non-irrigated peanut is compared to non-irrigated cotton.
- 2) Irrigated peanut yield is 4000 lbs. and irrigated cotton yield is 1100 lbs.
- 3) Non-irrigated peanut yield is 2800 lbs. and non-irrigated cotton yield is 700 lbs.
- 4) Prices shown are those needed to cover budgeted operating expenses for strip tillage production listed in the crop comparison tool.



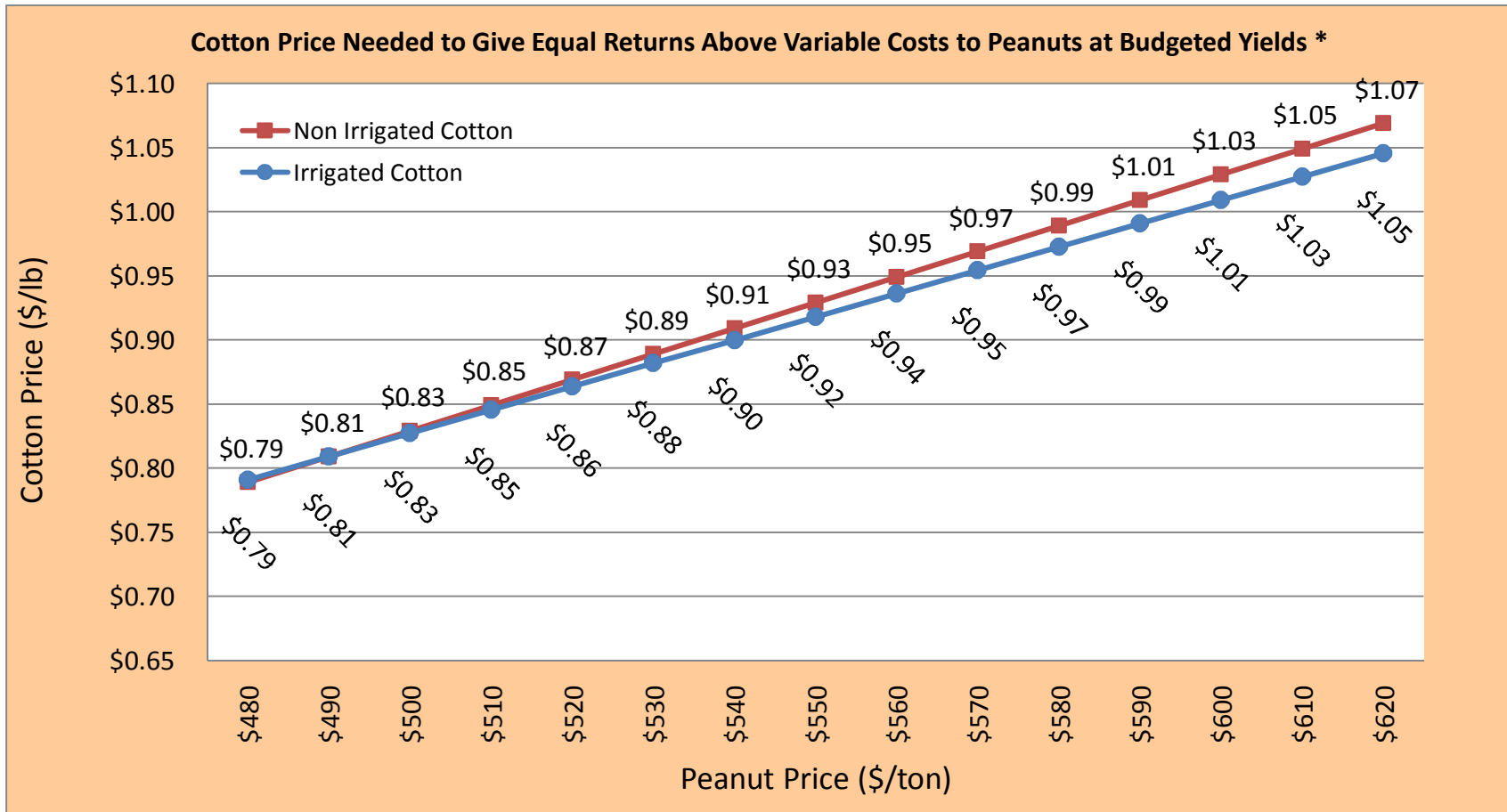
\* The above chart is based on the following assumptions:

- 1) Irrigated corn is compared to irrigated cotton and non-irrigated corn is compared to non-irrigated cotton.
- 2) Irrigated corn yield is 185 bu. and irrigated cotton yield is 1100 lbs.
- 3) Non-irrigated corn yield is 85 bu. and non-irrigated cotton yield is 700 lbs.
- 4) Prices shown are those needed to cover budgeted operating expenses for strip tillage production listed in the crop comparison tool.



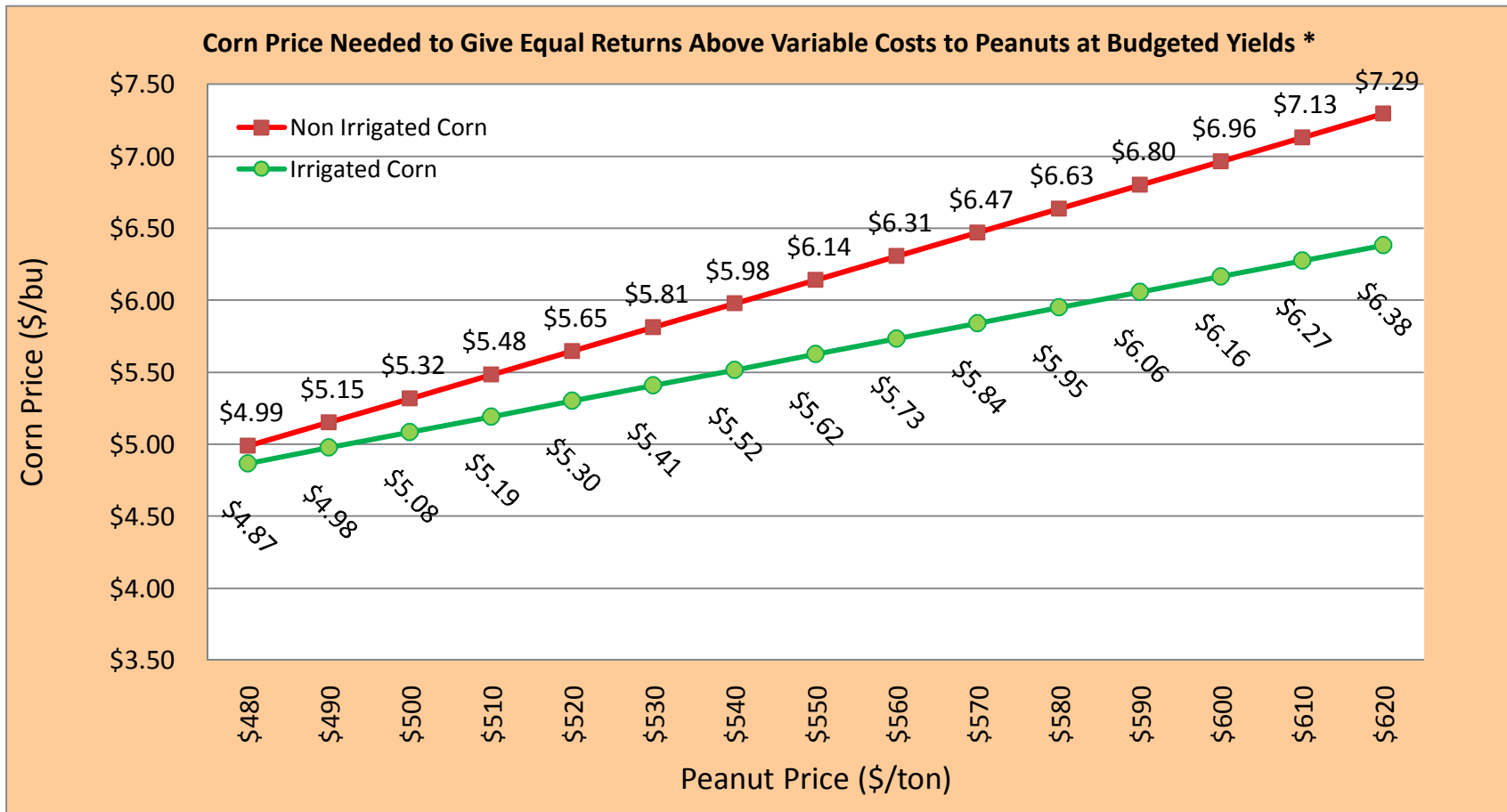
\* The above chart is based on the following assumptions:

- 1) Irrigated soybean is compared to irrigated cotton and non-irrigated soybean is compared to non-irrigated cotton.
- 2) Irrigated soybean yield is 55 bu. and irrigated cotton yield is 1100 lbs.
- 3) Non-irrigated soybean yield is 30 bu. and non-irrigated cotton yield is 700 lbs.
- 4) Prices shown are those needed to cover budgeted operating expenses for strip tillage production listed in the crop comparison tool.



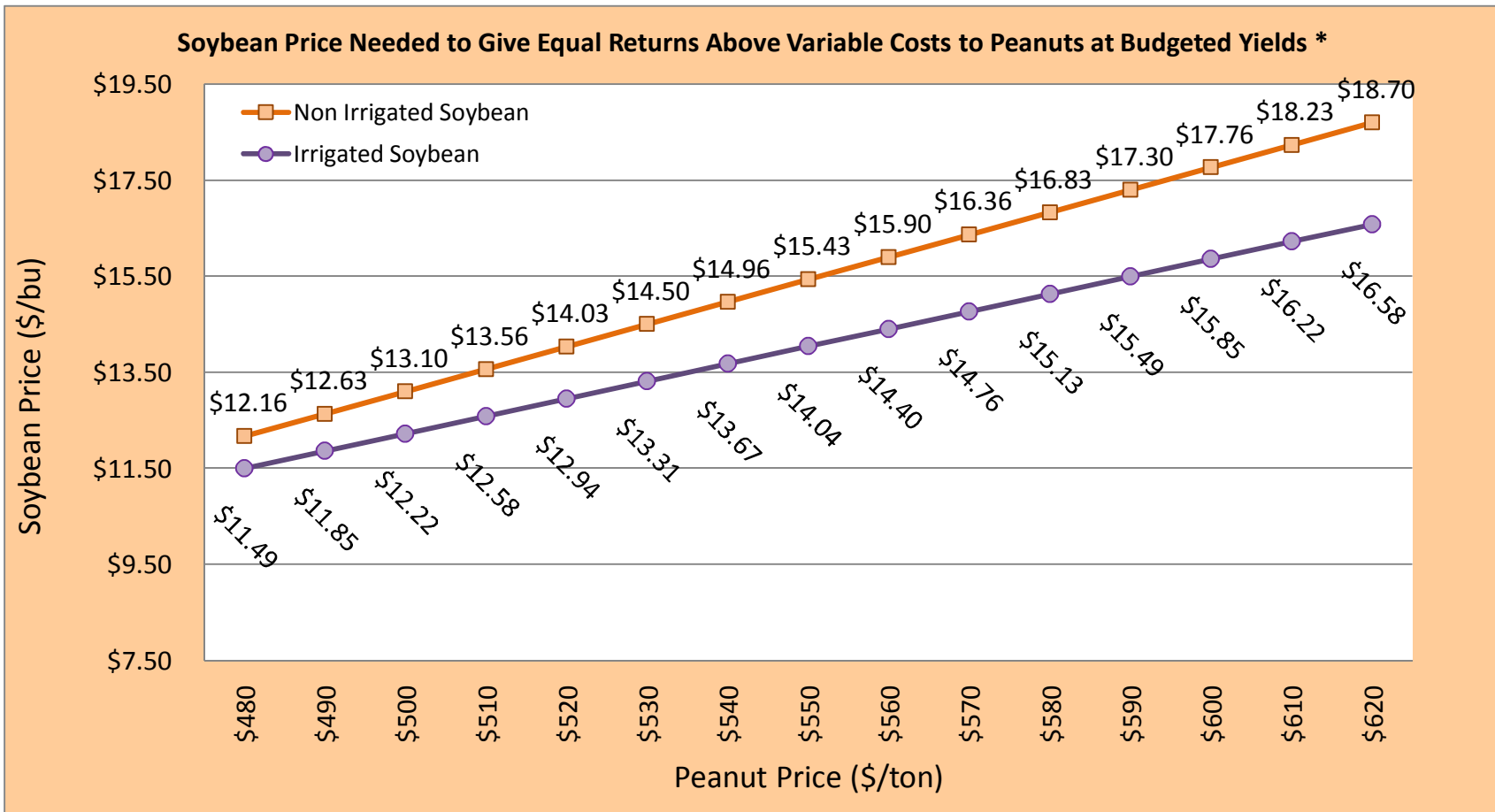
\* The above chart is based on the following assumptions:

- 1) Irrigated cotton is compared to irrigated peanut and non-irrigated cotton is compared to non-irrigated peanut.
- 2) Irrigated cotton yield is 1100 lbs. and irrigated peanut yield is 4000 lbs.
- 3) Non-irrigated cotton yield is 700 lbs. and non-irrigated peanut yield is 2800 lbs.
- 4) Prices shown are those needed to cover budgeted operating expenses for strip tillage production listed in the crop comparison tool.



\* The above chart is based on the following assumptions:

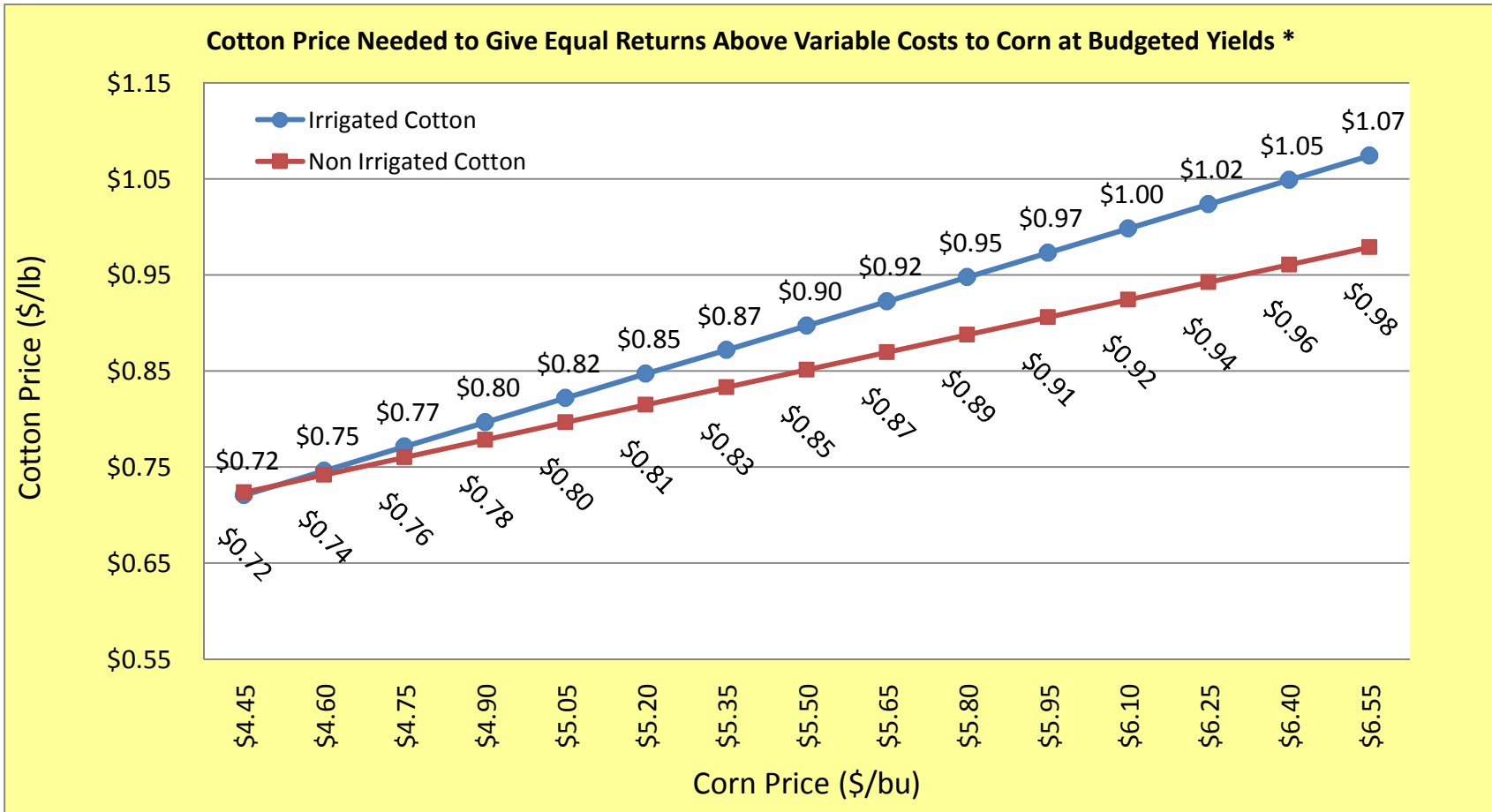
- 1) Irrigated corn is compared to irrigated peanut and non-irrigated corn is compared to non-irrigated peanut.
- 2) Irrigated corn yield is 185 bu. and irrigated peanut yield is 4000 lbs.
- 3) Non-irrigated corn yield is 85 bu. and non-irrigated peanut yield is 2800 lbs.
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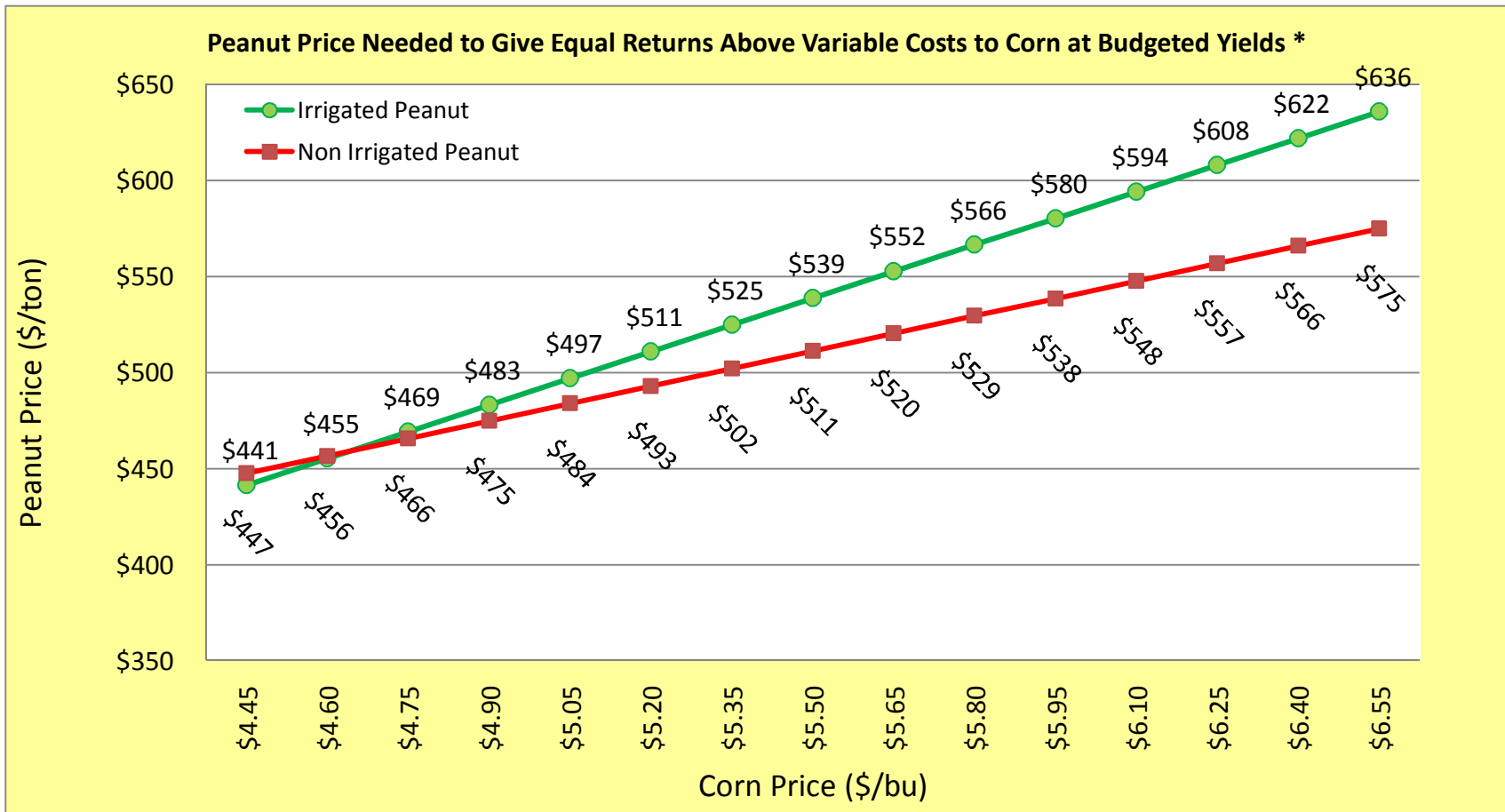
- 1) Irrigated soybean is compared to irrigated peanut and non-irrigated soybean is compared to non-irrigated peanut.
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- 4) Prices shown are those needed to cover budgeted operating expenses for strip tillage production listed in the crop comparison tool.





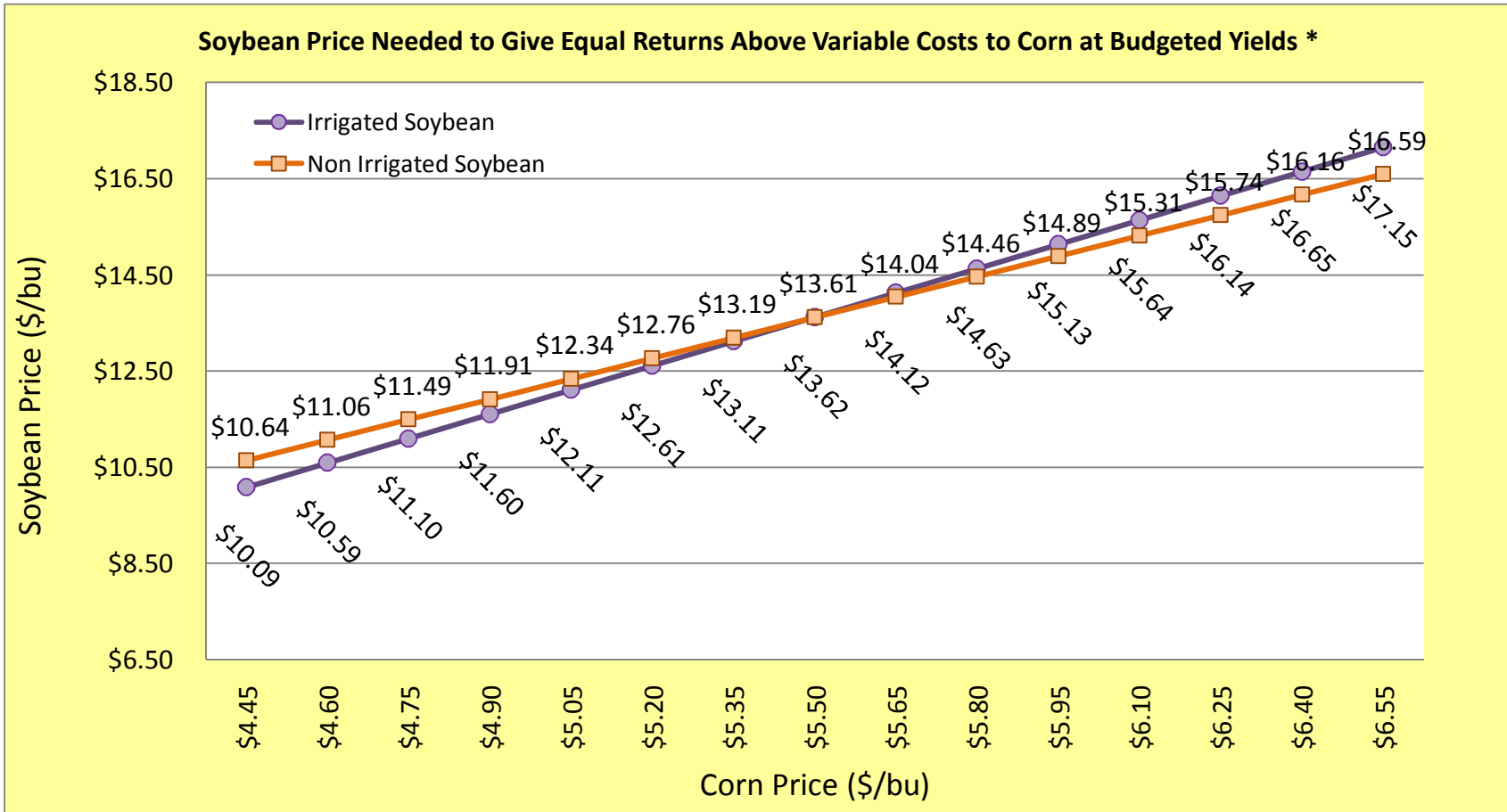
\* The above chart is based on the following assumptions:

- 1) Irrigated cotton is compared to irrigated corn and non-irrigated cotton is compared to non-irrigated corn.
- 2) Irrigated cotton yield is 1100 lbs. and irrigated corn yield is 185 bu.
- 3) Non-irrigated cotton yield is 700 lbs. and non-irrigated corn yield is 85 bu.
- 4) Prices shown are those needed to cover budgeted operating expenses for strip tillage production listed in the crop comparison tool.



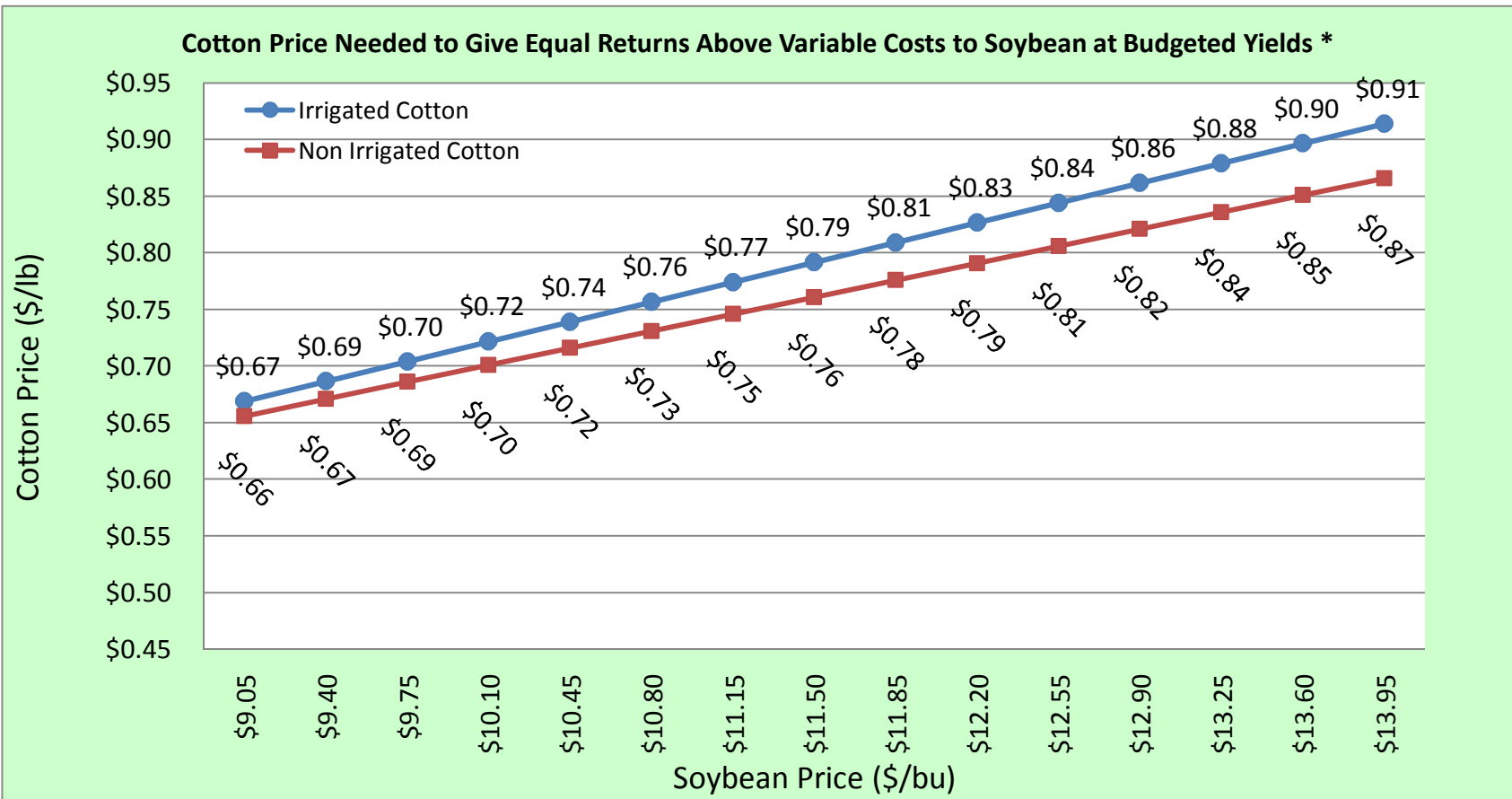
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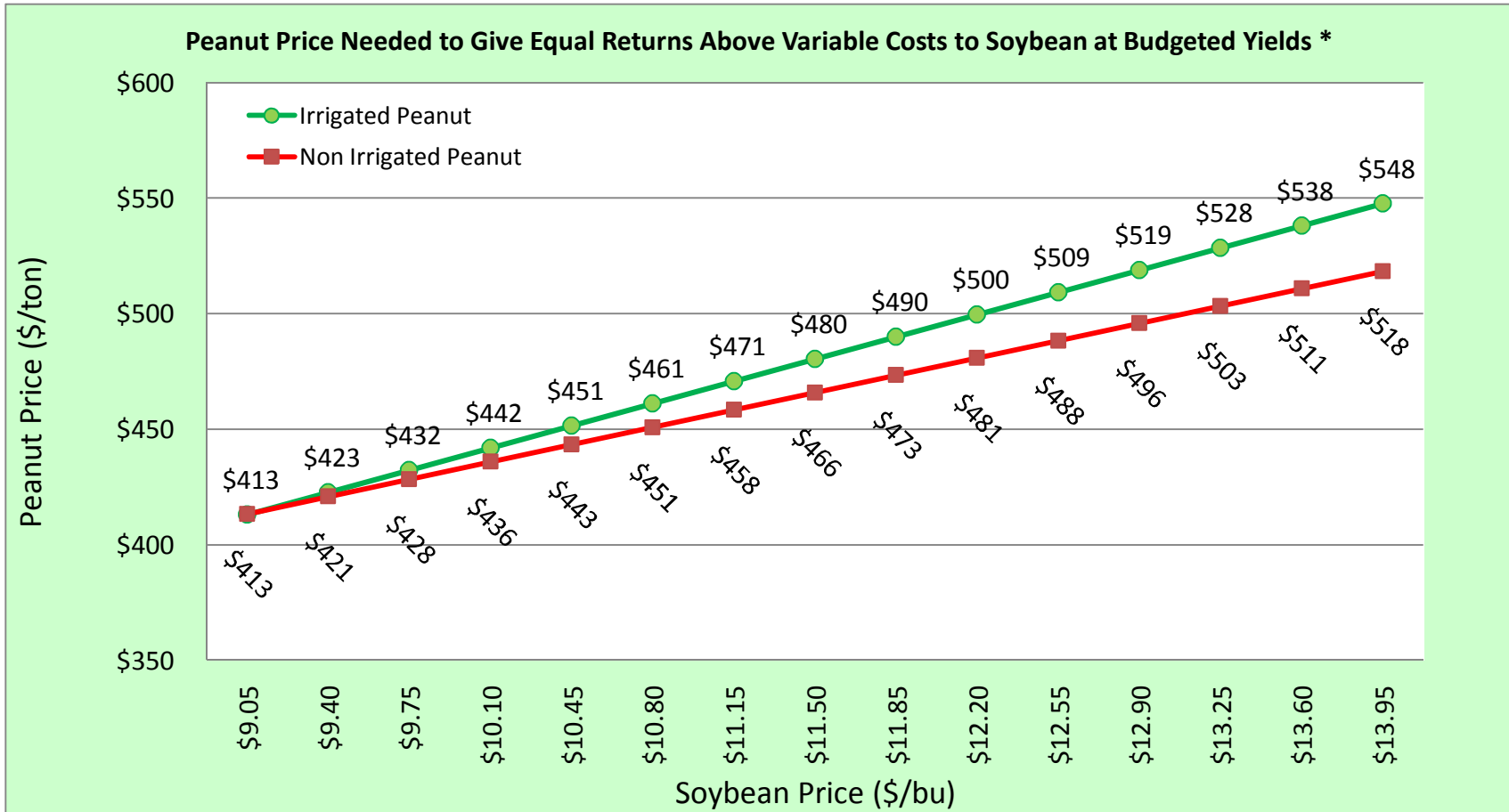
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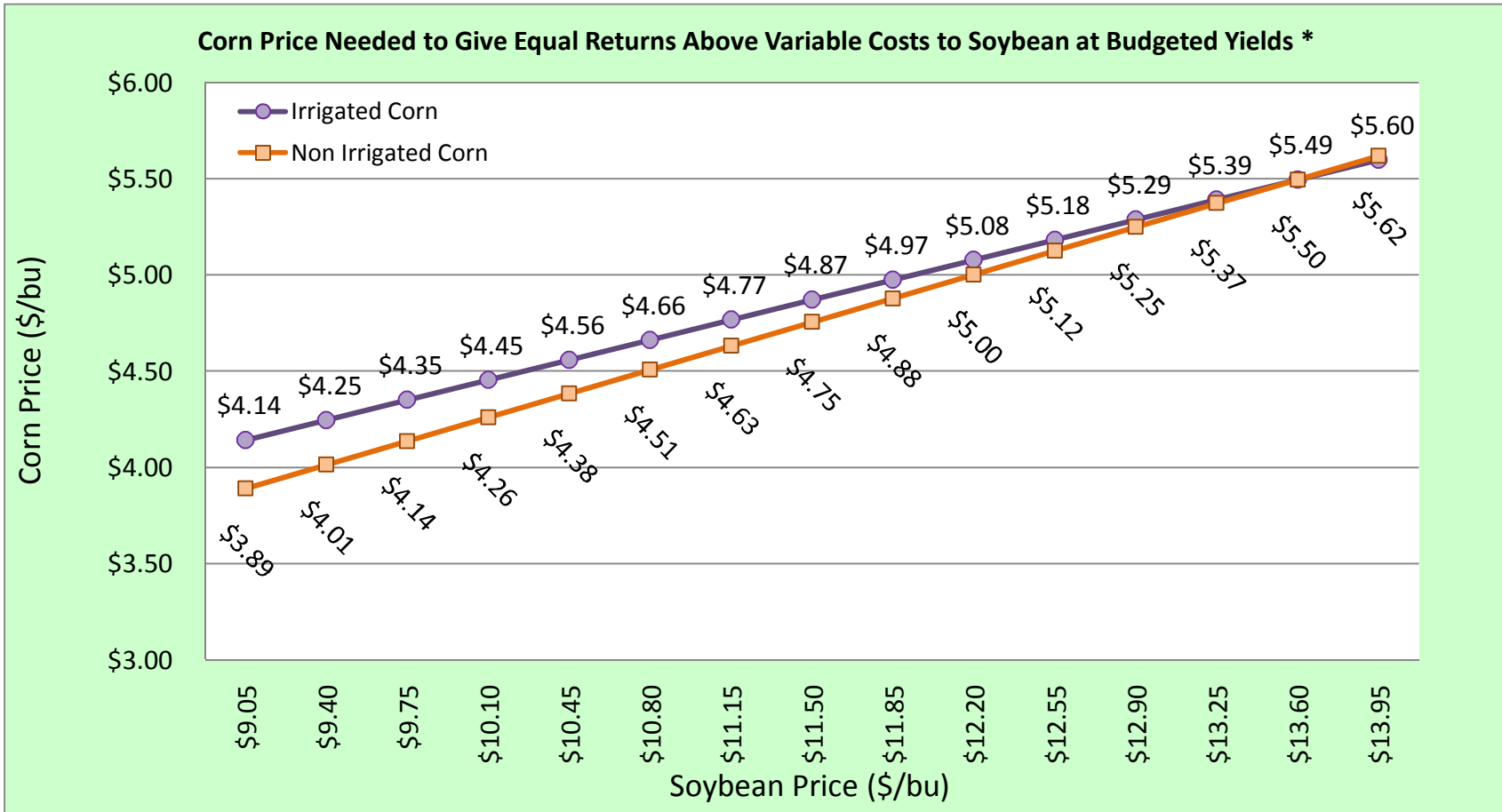
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