

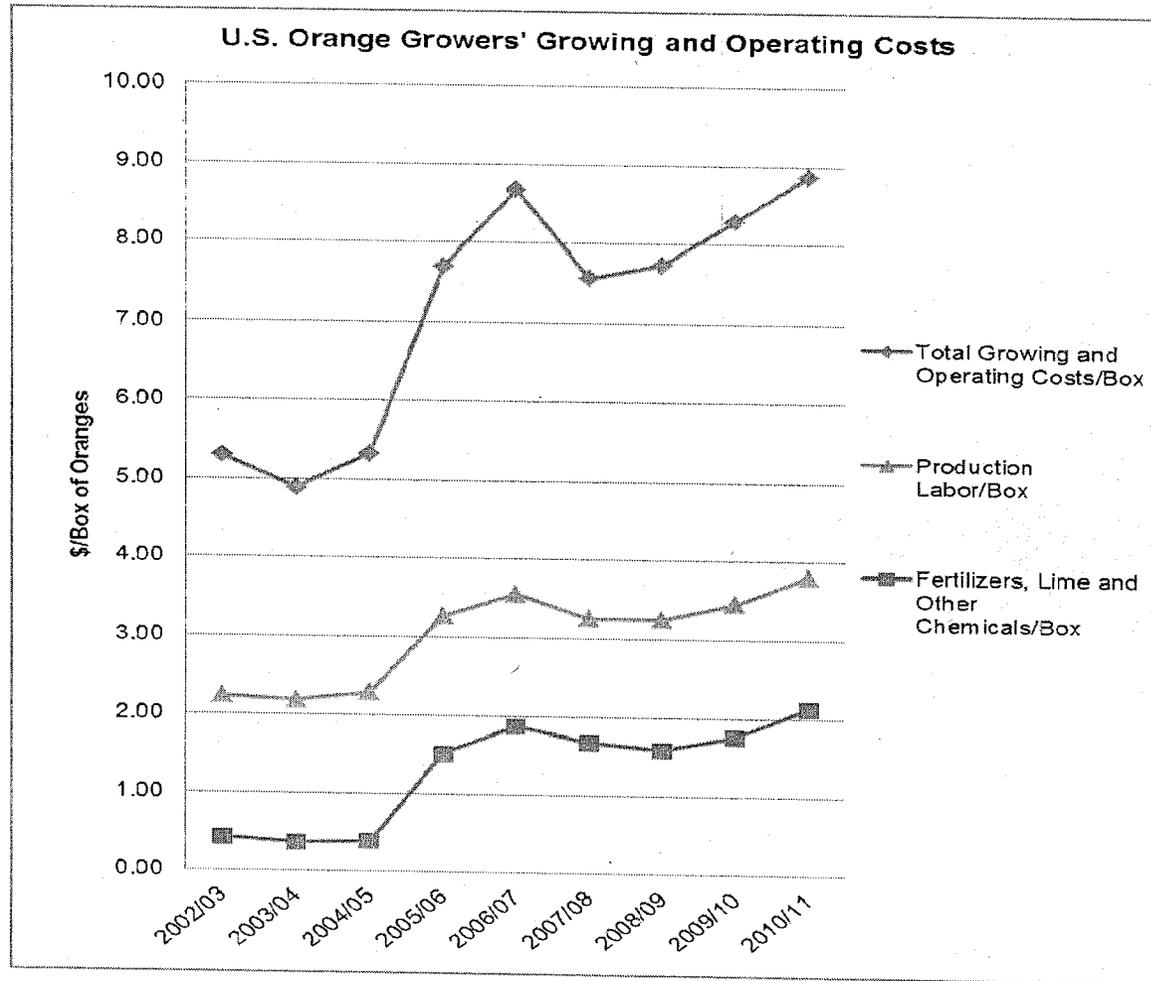
**STATEMENT BEFORE THE
U.S. INTERNATIONAL TRADE COMMISSION
CERTAIN ORANGE JUICE FROM BRAZIL**

January 24, 2012

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Economist**

EXHIBITS

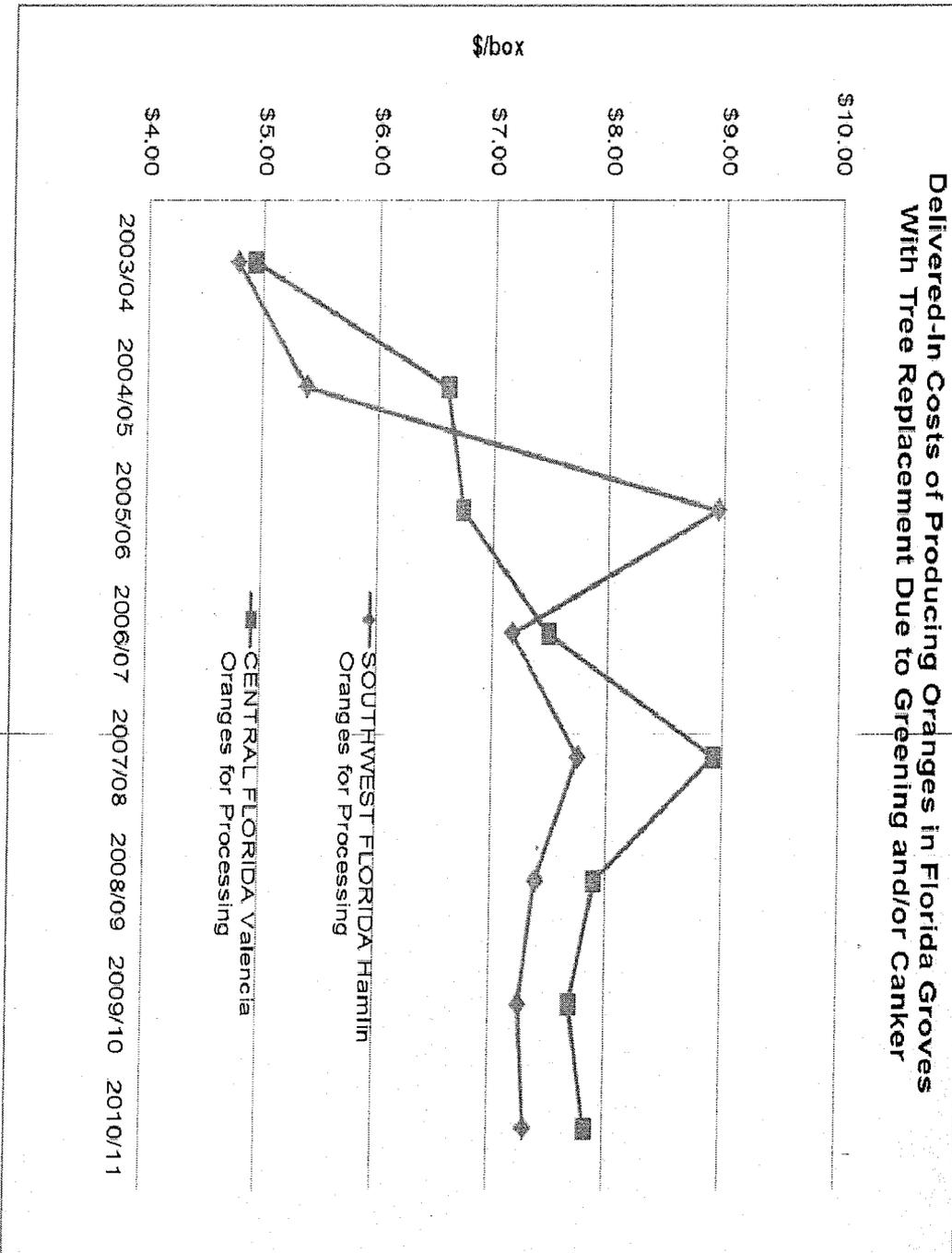
EXHIBIT 1



Source: 2003/04 to 2004/05 data from U.S. Grower's Questionnaires in original investigation, as reported in "Certain Orange Juice from Brazil, Final Report to the Commission (public)," March 2006, Table VI-15, p. VI-12; 2005/06 to 2010/11 data from U.S. Grower's Questionnaires in sunset review, as reported in ITC Prehearing Staff Report (public), Table III-26 on p. III-46.

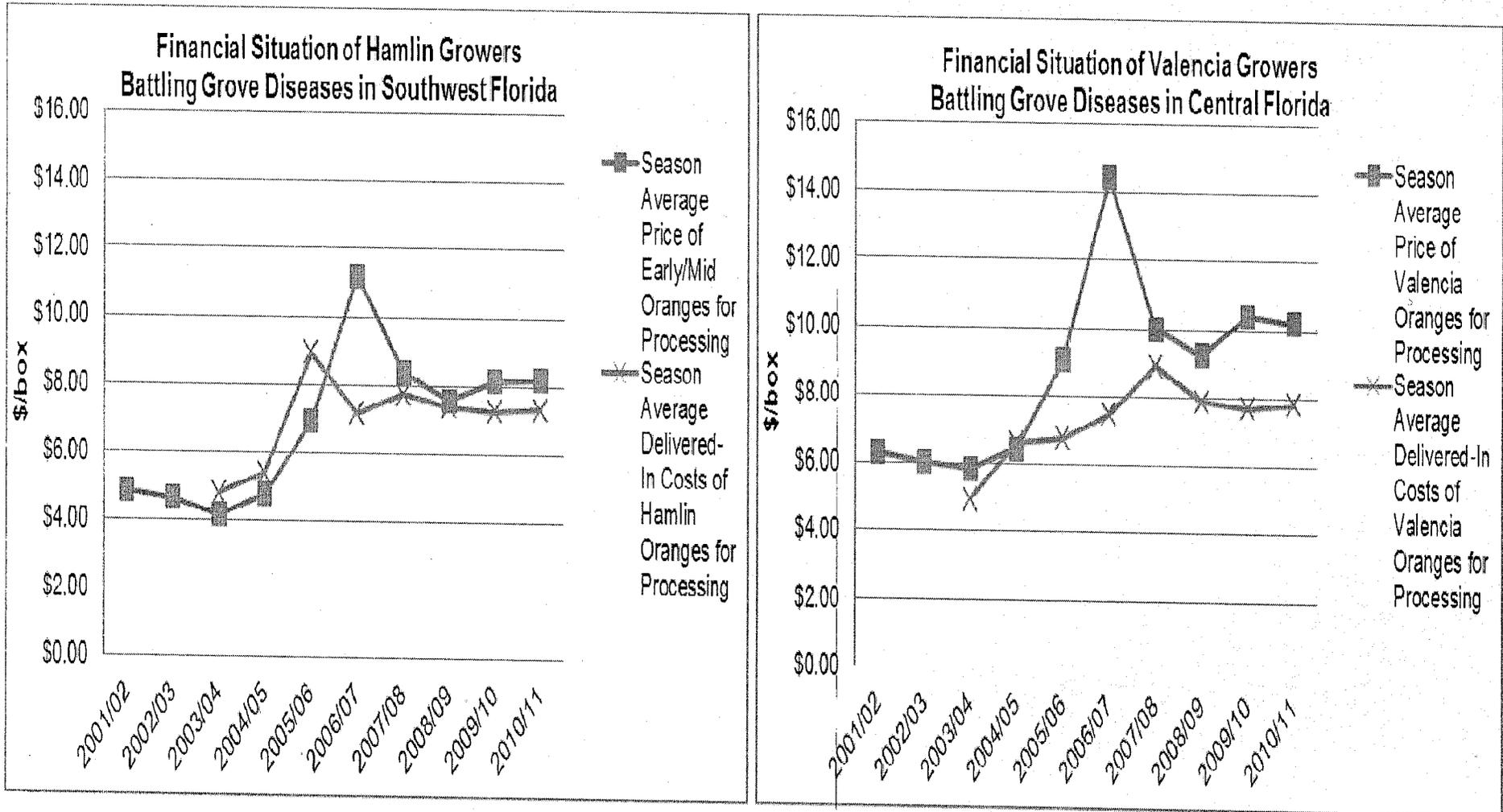
EXHIBIT 2

Delivered-In Costs of Producing Oranges in Florida Groves
With Tree Replacement Due to Greening and/or Canker



Source: Summaries of citrus budgets for the Southwest and Central Florida production regions for 2003/04 to 2010/11, Ronald P. Muraro, Extension Economist, University of Florida, IFAS, CREC.

EXHIBIT 3



Source: Orange prices from Citrus Fruits Summaries, NASS, USDA; and orange production costs from summaries of citrus budgets for the Southwest and Central Florida production regions for 2003/04 to 2010/11, Ronald P. Muraro, Extension Economist, University of Florida, IFAS, CREC.

EXHIBIT 4

FOODNEWS

Brazil to increase number of orange groves

Friday September 23 2011

Volume: 39 Issue: 38

CUTRALE, one of the largest orange juice companies in the world, will announce what resources are needed to start **orange growing and processing in semi-arid parts of Brazil by March 2012.**

The planned investment is linked to a project by the Ministry for National Integration that was presented to the company earlier this year.

According to the corporate director of Cutrale, Carlos Viacava, the next stage is to analyse the investment and **invite other orange producers to grow fruit in the region.**

The new orange groves will be located between Pernambuco and Bahia, and it is likely they will be **irrigated through financing by a public-private partnership** with the federal government.

To this end, the minister Fernando Bezerra Coelho has **launched an irrigation programme this month, with investment of close to BRL5 billion (USD2.921 billion) for the sector.**

Viacava stated that **it is a very big project and it will supply, principally, the foreign market,** with exports from the ports of Recife and Suape.

He added that the **government should give over territory of some parts of the region used for orange groves to interested producers.** "They want to develop the region and its irrigation," Viacava said.

However, he said that investment would mirror growth in orange consumption, with the market currently stagnant. "The market is not growing much. As a result, we will adapt our investments to reality."

EXHIBIT 5

Brazil's MY 2011/12 Bumper Crop

	July to June Marketing Years		% change 2010/11 to 2011/12
	2010/11	2011/12	
	million boxes		
orange production	378	506	34%
delivered to processors	259	349	35%
	1,000 mt at 65° brix		
OJ production	1,059	1,440	36%
OJ exports	1,173	1,210	3%
ending stocks*	15	205	1267%

* Includes only Sao Paulo processor stocks; does not include stocks held by Brazilian processors outside of Sao Paulo or outside of Brazil; does not include government-funded stockpiles under CONSECITRUS.

Source: "Brazil Citrus Annual 2011," GAIN Report, #BR1100027, FAS, USDA, Dec. 7, 2011.

EXHIBIT 6

Calculations: Recurrent Dumping at 15% Would Eliminate Grower's Operating Income Due to Increased Growers' Costs

		Source
FCOJ futures price Oct 2010 to Sep 2011 (\$/ps)	\$1.72	ICE, as reported by FDOC
15% decline in futures (\$/ps)	\$0.26	
FCOJ futures price after decline of 15% (\$/ps)	\$1.46	
average growing and operating costs pre-order (2002/03-2004/05) (\$/box)	\$5.17	Final Report to the Commission on Investigation No. 731-TA-1089 (Final), March 2006, Table VI-15, p. VI-12.
growing and operating costs in 2010/11 (\$/box)	\$8.87	ITC Prehearing Staff Report, Table III-26, p. III-46.
increase in growers' costs from pre-order to 2010/11 (\$/box)	\$3.70	
2010/11 juice yield (gallons at 42 brix/box)	1.58608	
1 mt @ 65 brix = 344.8 gals at 42 brix	344.8	
1 mt @ 65 brix = 1,433 ps	1,433	
increase in growers' costs from pre-order to 2010/11 (\$/ps)	\$0.56	
growers' operating income in 2010/11 (\$/box)	\$1.56	ITC Prehearing Staff Report, Table III-26, p. III-46.
2010/11 juice yield (gallons at 42 brix/box)	1.58608	
1 mt @ 65 brix = 344.8 gals at 42 brix	344.8	
1 mt @ 65 brix = 1,433 ps	1,433	
growers' operating income in 2010/11 (\$/ps)	\$0.24	

Exhibit 7

Residual Demand Calculations

	U.S. Production	B-O-P Inventories	Assume 12 Weeks Inventory Not Available For Sale	B-O-P Inventory Available For Sale	U.S. Production Plus Available Inventory	Apparent U.S. Consumption (1,000 gallons SSE)	Residual Demand	U.S. Exports of U.S.- Produced Certain OJ	Residual Demand After Exports	Brazil	Rest of World
Remand Investigation, ITC, p. 7											
2001/02	1,432,162	698,464	333,683	364,781	1,796,943	1,445,959	(350,984)				
2002/03	1,246,761	692,163	328,260	363,903	1,610,664	1,422,460	(188,204)				
2003/04	1,471,334	704,509	330,651	373,858	1,845,192	1,432,822	(412,370)				
2004/05	1,006,642	842,139	345,642	496,497	1,503,139	1,497,781	(5,358)				
ITC Prehearing Staff Report, Sunset, Table I-7											
2005/06	988,000	623,280	301,710	321,570	1,309,570	1,307,408	(2,162)	52,999	50,837	199,612	93,256
2006/07	891,000	459,000	286,080	172,920	1,063,920	1,239,680	175,760	47,510	223,270	260,463	131,329
2007/08	1,167,022	379,588	265,275	114,313	1,281,335	1,149,526	(131,809)	38,694	(93,115)	246,339	146,895
2008/09	1,070,108	653,170	276,453	376,717	1,446,825	1,197,963	(248,862)	62,743	(186,119)	170,643	130,737
2009/10	850,534	700,617	265,963	434,654	1,285,188	1,152,507	(132,681)	68,294	(64,387)	182,820	131,149
2010/11	906,793	564,330	251,921	312,409	1,219,202	1,091,656	(127,546)	64,672	(62,874)	127,655	118,402