

Carcass Weight Discount Schedule

Carcass weight	Discount	
Less than - 150.5	(\$20.00)	cwt.
151 - 160.5	(\$13.00)	cwt.
161 - 165.5	(\$8.00)	cwt.
166 - 170.5	(\$5.50)	cwt.
171 - 180.5	(\$3.50)	cwt.
181 - 185.5	\$0.00	
186 - 190.5	\$0.00	
191 - 195.5	\$0.00	
196 - 200.5	\$0.00	
201 - 205.5	\$0.00	
206 - 210.5	\$0.00	
211 - 215.5	\$0.00	
216 - 220.5	\$0.00	
221 - 225.5	\$0.00	
226 - 230.5	\$0.00	
231 - 235.5	\$0.00	
236 - 240.5	(\$3.00)	cwt.
241 - 245.5	(\$11.00)	cwt.
246 - 250.5	(\$13.00)	cwt.
251 - 255.5	(\$15.00)	cwt.
256 - and up	(\$17.00)	cwt.

IPC Lean Factor Schedule

From	To	Disc./Prem.
0.00	44.99	(\$11.00)
45.00	47.99	(\$5.00)
48.00	48.99	(\$2.50)
49.00	49.99	(\$1.00)
50.00	50.99	\$0.75
51.00	51.99	\$1.50
52.00	52.50	\$2.25
52.51	52.99	\$2.50
53.00	53.50	\$3.00
53.51	53.99	\$3.50
54.00	54.99	\$4.00
55.00	55.50	\$4.50
55.51	55.99	\$5.50
56.00	56.50	\$5.50
56.51	56.99	\$6.00
57.00	57.99	\$6.50
58.00	and up	\$7.00

Carcasses weighing less than or equal to 170.5 lbs and more than or equal to 255.5 lbs will receive no lean premiums or discounts



IPC Lean Calculation Formula

$$\begin{aligned}
 &54.672154 \\
 &-(0.412525 \times \text{fat depth in inches} \times 25.4) \\
 &-(0.002982 \times \text{carcass weight}) \\
 &+(0.1433242 \times \text{loin depth in inches} \times 25.4) \\
 &\text{-----} \\
 &\text{Sum} \div 100
 \end{aligned}$$

Visit our Websites at:

www.indianakitchen.com

www.indianakitchenbacon.com

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Indiana Packers Corporation

Procurement Program

6755 West 100 North

P.O. Box 318

Delphi, Indiana 46923-0318

IPC Plant—Delphi, IN

800-472-7201

765-564-7205

765-564-3680

Carcass Merit Pricing System Details

1. All hogs are purchased subject to government (USDA) inspection. All trim loss and USDA condemnations (total and partial) will be considered producer loss.
2. Any hog diagnosed, by the USDA with tuberculosis will be considered condemned and of no value.
3. Hogs are adjusted for lean premiums or discounts and sort discounts as per published schedules.
4. Indiana Packers' computer systems have various error checking and error avoidance checks built in to determine that appropriate measurements were obtained from the probe and scale systems. For more information about these systems or other details of Indiana Packers Carcass Merit systems please contact your buyer representative.
5. In the event that IPC is unable to recover carcass data from all the hogs in a lot, the following procedures will be used:

Carcass Weights:

If carcass weight data recovery is 90%, or greater, any missing data will be substituted

by using the average weight of the lot. If data recovery is less than 90%, all data will be discarded and the carcass price will be converted to a live settlement price, adjusted by the Carcass Weight ,Lean Factor Schedules and carcass yield based on the simple average of the last five (5) lots delivered by the producer (where data was successfully recovered).

Probe (Fat-O-Meter):

If probe data recovery is 60% or better, any missing data will be substituted by using the simple average of the back fat and loin depth of the lot. If data recovery is less than 60%, all actual recovered data will be used and the missing data will be substituted by using the simple average of the back fat and loin depth from the last five (5) lots delivered by the producer (where data was successfully recovered)

Hog Count

At times a carcass may lose identity due to illegible or misread tattoos. In the event that the lot is long, the carcass closest to the average carcass weight will be deleted.

6. Trimmed carcasses will be paid on actual weights and will be discounted according to the published carcass weight discount schedule.
7. Fat-O-Meter readings are taken midline between the 3rd and 4th rib.
8. Standard Yield is 74.50%.

Payment Information

Payment from IPC will be made by the close of the next business day following the carcass evaluation of the hogs.

Indiana Packers will pay Producers via ACH payments.

IPC's Carcass Merit System is subject to periodic review and change. However, producers will be given notice prior to any changes.

Biosecurity

Indiana Packers is one of the first processing plants to set up a Transporter Biosecurity Program. IPC recognizes the need to safeguard our Producer/Suppliers the best we can. This program is designed to minimize the potential spread of any swine disease that may be transmitted from the plant to the farm.

Please contact your buyer representative for more details.

General Information

Visit with your buyer representative to find out the buying programs available.

Our strong relationships with Producers allows IPC to continue to develop new and innovative pork products for the domestic and global markets.

Thank you for your business.

Carcass Payment Example

Base Price	\$60.00
Base Price Carcass	\$80.54
Live Weight	293.4lbs
Carcass Yield	76%
Carcass Weight	223 lbs
Weight Adjustment	0.00
Lean Percent	56.50%
Lean Adjustment	+ \$5.50
\$/Cwt Carcass	\$86.04
\$/Carcass Total	\$191.87
\$/Cwt/Live	\$65.39