

CALCULATIONS OF THE QUOTA RENT

US price - 20 c/lb

World price - 11 c/lb

Average freight & insurance etc - 4 c/lb

Average Quota rent = 5 c/lb = \$100/short ton

TRQ = 1.48 million short tons

Quota Rent = \$148 million (much lower than before due to higher world price, lower U.S. price) - round to \$150 million