

**FRM**  
**Producer Rough Rice Appeal Procedures**  
**1/1/08**

A composite sample of approximately 2000 grams using a pneumatic compartmentalized probe will be collected and maintained until the final settlement price is agreed upon between the producer, sales agent(if applicable) and the FRM buyer. Upon completion of delivery to FRM, FRM personnel will notify the producer/sales agent of the results on contract summary milling, grade, and price. If the producer or sales agent disputes the FRM results, the producer can request an appeal.

**Procedures For Producer Appeal**

**FRM Appeal**

**Step 1.** Final milling yield and grade will be determined by retesting the composite sample maintained on each lot or bin or rough rice delivered. FRM personnel will identify the composite sample, and with use of a Boerne divider, split the sample down into two (2) 100 gram samples to be rerun on two separate Zaccaria machines. Standard internal testing procedures will be used in the retest. Written results of the average millings of the two milling machines will be used to determine the final price. The results of this test will be submitted to the grower or his sales agent with any milling, grade, and price differences. If the grower disputes these sample results, the grower can request an appeal to the USDA-FGIS grading lab located at FRM. Steps for this appeal process are listed in procedure 2. Again, by asking for an appeal, the results of the appeal will be final.

**USDA-FGIS Appeal**

**Step 2.** Final price can be determined by requesting an appeal to the USDA-FGIS grading lab located at FRM. FRM scale personnel will identify the composite sample in question and notify FRM quality control personnel. FRM quality control personnel will properly fill out FGIS Form 907 and place inside the composite sample. FRM quality control personnel will deliver the composite sample to FGIS personnel who will analyze the sample and provide written results to the FRM personnel on Form 994(generated at FGIS-Crowley). The grower and or sales agent will be notified of the results. Final price determination will be made using the FGIS milling yield results and grade discounts when applicable.

**Farmer Rice Milling Co, Inc**  
**Request for Composite and/or FGIS Milling & Grade**

Date of Request \_\_\_\_\_

Producer Name \_\_\_\_\_

Contract # \_\_\_\_\_

Requested By \_\_\_\_\_

Buyer \_\_\_\_\_

Reason for Request:

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

**FRM Results: (Contract Recap)**

Milling/Grade: \_\_\_\_\_

Price: \_\_\_\_\_

**Composite Samples Results:**

Milling/Grade: \_\_\_\_\_

Price: \_\_\_\_\_

Millings ran by: \_\_\_\_\_

**FGIS Results: (Appeal)**

Milling/Grade: \_\_\_\_\_

Price: \_\_\_\_\_

Millings ran by: \_\_\_\_\_

**Bid Factors per Contract:**

Contract Price: \_\_\_\_\_

Milling/Grade: \_\_\_\_\_

Head: \_\_\_\_\_

Brokens: \_\_\_\_\_

Freight: \_\_\_\_\_

Margin: \_\_\_\_\_

**Final Settlement Price:**

Milling/Grade \_\_\_\_\_

Price: \_\_\_\_\_

Approved by: \_\_\_\_\_