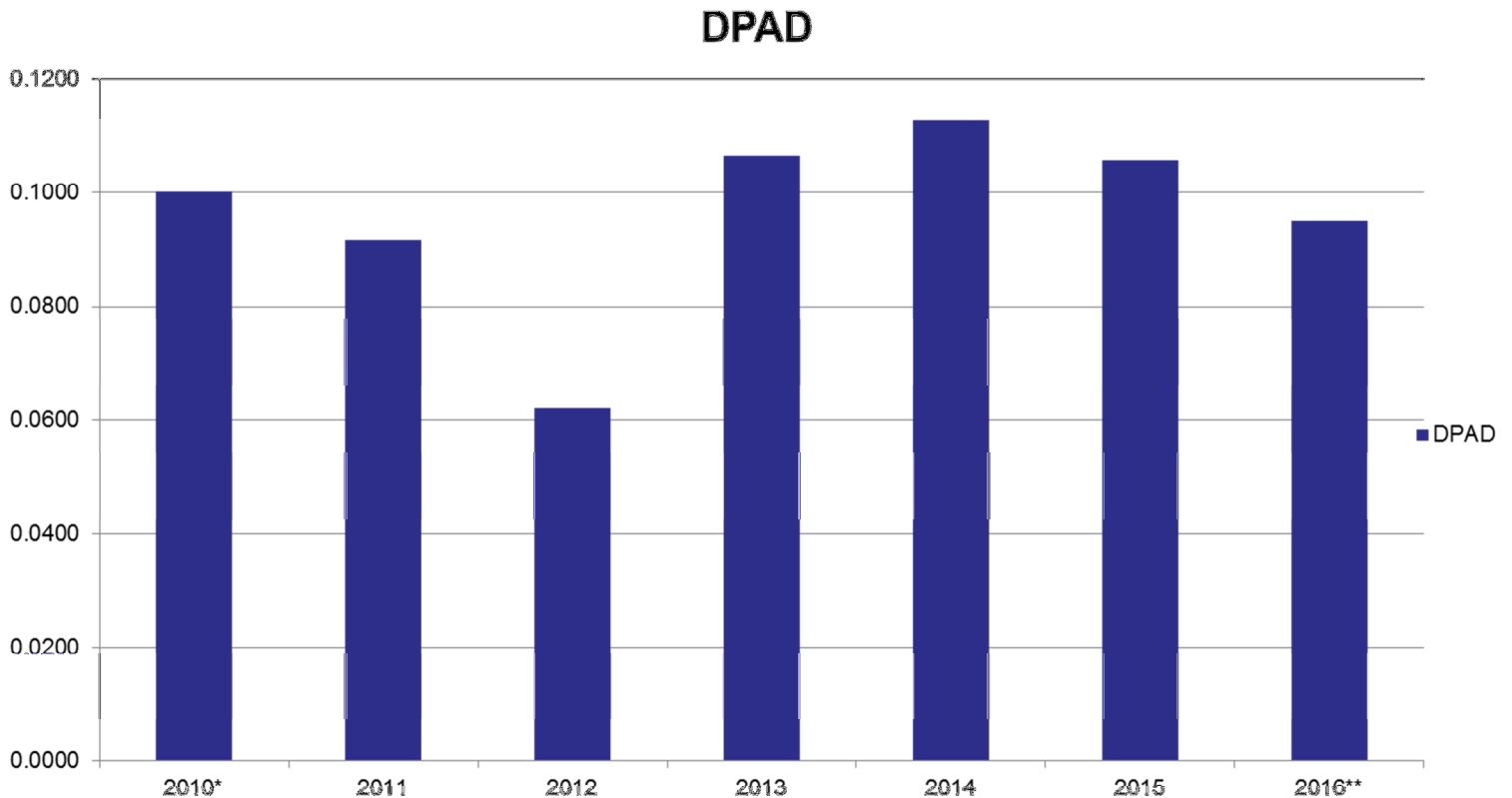


DPAD

The Cooperative Advantage

Dunkerton Cooperative Elevator



Cooperative noun

a jointly owned enterprise engaging in the production or distribution of goods or the supplying of services, operated by its members for their mutual benefit, typically organized by consumers or farmers.

DPAD: Domestic Production Activity Deduction. In laymen's terms this is an income deduction that Cooperatives can pass back to their patron/owners based on the dollar amount and bushels of grain sales that members do with their cooperative. Bushels sold either directly to the Co-op or through the Co-op direct to a processor qualify. Since 2010, the first year the DPAD was available, Dunkerton Cooperative's pass back has averaged a little over 9 cents per bushel on the number of bushels each member has sold to or through Dunkerton Cooperative.