

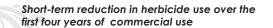


Roundup Ready (RR) technology largely solved difficult soybean and cotton weed management challenges in the mid-1990s associated with the need to apply multiple, low-dose, often persistent and phytotoxic herbicides





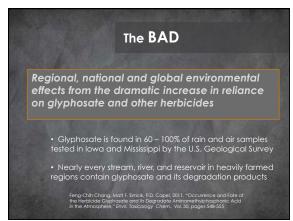
- The pesticide industry, for all intents and purposes, took over the seed industry, in the late 1980s – early 1990s
- DuPont purchased the remaining shares of Pioneer Hi-Bred International for \$7.7 billion in March 1999, at an 80% premium over the stock's trading value



- Herbicide-tolerant (HT) corn, soybeans and cotton reduced herbicide use by 14.5 million pounds in 1996-1998, or by about 2%
- Rates have risen steadily since, driven by 10% + annual increases in glyphosate rates per crop year
- The 90 million pound increase in herbicide use on HT crops, just from 2010-2011, is six-times larger than the sort-lived reduction in 1996-1998

Sustained reductions in insecticide use in both corn and cotton, and generally successful mandatory resistance management plans recommended and monitored by mostly Independent university scientists

GE Insect Pest Management Trait	Reduction in Insecticides (pounds a.i./acre)
Bt corn for ECB & other Lepidoptera insect control	0.06 - 0.23
Bt corn for corn rootworm and other Coleoptera insect control	0.1 - 0.28



Rapid and unprecedented increases in farmer's seed costs, made possible by changes in intellectual property law and policy, and GE trait technology fees

	Corn Seed	Soybean Seed
1980s	\$60 - \$70 / bag	\$12.00 / bag
1996	\$77.70 / bag	\$14.80 / bag
Today	\$250 / bag	~\$45.00 - \$60.00 / bag

Shift in approximately 30% of historic net corn, soybean, and cotton income per acre from farmers to the seed-biotech-pesticide industry

Historically high crop prices since 2007 have softened the blow of rising costs of GE crop technology

What will happen when crop prices return closer to historic norms



- Over 14 million acres in the U.S. are now infested with herbicide-resistant weeds
- 22 weeds now resistant to glyphosate, and more than a dozen now pose an economic threat to U.S. farmers
- Some weeds have evolved resistance via two or more mechanisms of resistance!!
 - David A. Mortensen et al., "Navigating a Critical Juncture for Sustainable Weed Management," BioScience, Vol. 62, page 75 and International Survey of Herbicide Resistant Weeds, www.weedscience.org

Herbicide-tolerant technology has triggered the emergence and spread of a boatload of multiple-herbicide-resistant weeds...farmers are not "feeling lucky"

- 108 biotypes of 38 weed species are simultaneously resistant to herbicides in 2 or more families of chemistry
 - 44% of multiple resistant weeds have appeared since 2005
 - Common waterhemp in the U.S. is resistant to more than 20+ currently marketed active ingredients, including glyphosate, ALS, and PPD herbicides

David A. Mortensen et al., "Navigating a Critical Juncture for Sustainable Weed Management," BioScience, Vol. 62, page 75

Major BAD:

No quick herbicide-based fixes on the horizon

No major new herbicide mode of action has been commercialized in about 20 years**

** Gerwick, "Thirty years of herbicide discovery: surveying the past and contemplating the future," Agrow (Silver Jubilee Edition)

"...It is very unlikely that new herbicides with new modes of action will be available within ten to 15 years."

Michael D.K. Owen, 2011. "Weed resistance development and management in herbicide-tolerant crops: experiences from the USA," J. Consumer Protection and Food Safety, Supplement 1, pages 85-89, doi \01.1007/s00003-011-0679-2

Genetically engineered crops have increased pesticide use in the U.S. by about 400 million pounds over the first 16 years of commercial use

- HT corn, soybean, and cotton have increase herbicide use an estimated 525 million pounds, compared to what use would likely have been in the absence of HT technology
- Bt corn and cotton have reduced insecticide applications by about 125 million pounds since 1996
- First-generation GE crops and traits have increased overall pesticide use by about 400 million pounds (~7%) since 1996

* C. Benbrook et. al., 2012 , forthcoming "Measuring the Impact of GE Crops on Pesticide Use in the United States Using Publicly Available Data".

Impacts of Bt corn and cotton on Cry protein endotoxin production Bt Corn Traits: Major Events and Products						
Syngenta Agrisure® CB	BT 11	1996	Cry1Ab	Corn Borer		
Monsanto YieldGard@ Corn Borer	MON 810	1997		European and Southwestern Corn Borers, Sugarcane Borer and Southern Cornstalk Borer		
Monsanto YieldGard® Rootworm	MON 863	2003	Cry3Bb1	Western, Northern, and Mexican Corn Rootworm		
Monsanto YieldGard VT ^{IIII} Rootworm	MON 88017	2007	Cry3Bb1	Western, Northern, and Mexican Corn Rootworm		
Monsanto Genuity [™] VT Double PRO [™]	MON 89034	2010	ChylAL103	European and Southwestern Corn Borers, Sugarcane Borer, Southern Cornstalk Borer, Corn Earworm, and Fall Armyworm		
DowAgrosciences Pioneer Hi-Bred Herculex® I	TC1507	2003		Western Bean Cutworm, Corn Borer, Black Cutworm and Fall Armyworm		
Dow AgroSciences Pioneer Hi-Bred Herculex® RW	DAS 59122-7	2006	Cry34Ab1 Cr35Ab1	Western Corn Rootworm, Northern Corn Rootworm		
Monsanto Genuity [™] SmartStax [™] , DowAgrosciences SmartStax [™]	MON 88017 MON 89034 TC 1507 DAS 59122-7	2010	Cry2Ab2 Cry1F	European Corn Borer, Southwestern/Southern Cornstalk Borer, Corn Earworm, Fall Armyworm, Stalk Borers, Sugarcane Borer, Western Bean Cutworm, Western/ Northern/Mexican Corn Rootworm		
* Event names for corn from National Corn Growers Associat from Monsanto product descriptions and USEPA 2005. Some						
⁹ The year that varieties containing each event were first offe	red for sale w	as taken from	company website	s, technology use guides, and farm press articles.		
'Insect targets for Cry proteins in corn from National Corn G grow/; in cotton from company product descriptions and USI		ation (NCGA)	Know Before You	Grow®* Table 1, http://www.ncga.com/know-before-you-		
	10.2	102 C	and the count			

Product Name	Event	Cry Protein	Plant Stage	Shoot ^b conc. (ug/g dw)	Root conc. (ug/g dw)
Syngenta Agrisure® CB	BT 11	Cry1Ab	mature		
Monsanto YieldGard® Corn Borer	MON 810	Cry1Ab	2 wk post- pollination		
Monsanto YieldGard® Rootworm	MON 863	Cry3Bb1	forage, 90 DAP	130	136
Monsanto YieldGard VT™ Rootworm	MON 88017	Cry3Bb1	forage, R4-5	40	50
Monsanto Genuity™ VT Double PRO™	MON 890345	Cry1A.105 Cry2Ab2	forage, R4-5 forage, R4-5	18 29	20 16
DowAgrosciences Pioneer Hi-Bred Herculex® I	TC1507	Cry1F	forage, R4-5	7.69	5.32
Dow AgroSciences Pioneer Hi-Bred Herculex® RW	DAS 59122-7	Cry34Ab1 Cr35Ab1	forage, R4-5 forage, R4-5	168 37.1	85.4 18.3
Monsanto Genuity™SmartStax™, DowAgrosciences SmartStax™	MON 88017 MON 89034 TC 1507 DAS 59122-7	Cry3Bb1 Cry1A.105 Cry2Ab2 Cry1F Cry34Ab1 Cr35Ab1	forage, R4-5 forage, R4-5 forage, R4-5 forage, R4-5 forage, R4-5 forage, R4-5	48 19 29 9 157 33.6	65 21 18 5.97 84.6 18.9

Bt Corn Cry Protein Quantities per Land Area: Major Events and Products					
Product Name	Event	Cry Protein	Plant Stage	Plants/acre	Cry/acre (Ib/acre)
Syngenta Agrisure® CB	BT 11	Cry1Ab	mature	26,500	0.252
Monsanto YieldGard® Corn Borer	MON 810	Cry1Ab	2 wk post- pollination	32.000	0.183
Monsanto YieldGard® Rootworm	MON 863	Cry3Bb1	forage, 90 DAP	32,000	1.732
Monsanto YieldGard VT™ Rootworm	MON 88017	Cry3Bb1	forage, R4-5	32,000	0.551
Monsanto Genuity™ VT Double PRO™	MON 890345	Cry1A.105 Cry2Ab2	forage, R4-5 forage, R4-5	32,000 32,000	0.242 0.355 0.597
DowAgrosciences Pioneer Hi-Bred Herculex® I	TC1507	Cry1F	forage, R4-5	32.000	0.097
Dow AgroSciences Pioneer Hi-Bred Herculex® RW	DAS 59122-7	Cry34Ab1 Cr35Ab1	forage, R4-5 forage, R4-5	32,000 32,000	2.042 0.45 2.492
Monsanto Genuity [™] SmartStax™, DowAgrosciences SmartStax™	MON 88017 MON 89034 TC 1507 DAS 59122-7	Cry3Bb1 Cry1A.105 Cry2Ab2 Cry1F Cry34Ab1 Cr35Ab1	forage, R4-5 forage, R4-5 forage, R4-5 forage, R4-5 forage, R4-5 forage, R4-5	32,000 32,000 32,000 32,000 32,000 32,000	0.672 0.256 0.36 0.112 1.918 0.412 3.73

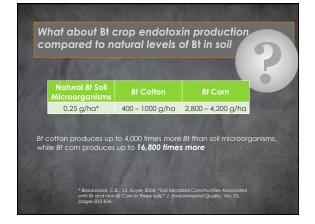
Dramatic increase in Bt Cry protein endotoxins in corn-cotton production systems...and nearby soil and aquatic ecosystems

Every acre planted to Bt corn for European corn borer control --• Reduces Lepidoptera-targeted insecticide use by about 0.13 pounds active ingredient per acre, but also... • Introduces 0.18 to 0.6 pounds of Bt Cry proteins per acre

- Each acre planted to Bt corn for corn rootworm and other soil-borne insects --• Reduces Coleoptera-targeted insecticide use by about 0.21 pounds per acre, but also... Introduces between 0.5 and 2.5 pounds of Bt Cry proteins

On fields planted to Monsanto-Dow AgroSciences SmartStax corn

- Each plant expresses six different Bt Cry proteins, three for ECB/Lepidoptera, and three for corn rootworm/Coleoptera
- Total expression of Bt proteins is 3.73 pounds per acre –
 10-times more than the insecticides displaced (0.34 pounds
 active ingredient [0.13+0.21 pounds])





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only a moderate dose...and over 41% of con farmers did not comply with mandatory Bt corn resistance-management provisions in 2010

Aaron J. Grossman et al., 2012. "Field-Evolved Resistance to Bt Maize by Western Corn Rootworm," PlosOne, Vol. 6, pages 1-7

"Insufficient planting of refuges and non-recessive inheritance of resistance may have contributed to resistance. These results suggest that improvements in resistance management and a more integrated approach to the use of *Bt* crops may be necessary.

Growing economic costs associated with GE "adventitious presence" (AP) in non-GE, organic, and identity-preserved corn, soybean, and alfalfa crops, grain and seeds

- Testing costs
- BMPs to prevent pollen flow and seed contamination
- Market disruption and loss of premiums in high-value, GE-sensitive markets



High amylase corn is ... "an accident waiting to happen"

Lynn Clarkson, member, AC 21 Agricultural Biotechnology Advisory Committee

First-generation GE corn has undermined 30 years of progress in Integrated Pest Management (IPM), increasing the cost of pest management and enhancing the risk of serious crop losses

"Within the past 14 years, producers have transitioned from a traditional IPM paradigm (scouting, use of thresholds, and rescue treatments) to that of a less integrated and more insurance-based approach to insect management..."

Michael E. Gray, 2011. "Relevance of Traditional Integrated Pest Managemer (IPM) Strategies for Commercial Corn Producers in a Transgenic Agroecosyste A Byrane Ern?" L Agricultural and Foad Chemistry. Vol. 59. pages 5852-5858

Nine reasons contemporary Bt corn technology is incompatible with the principles of IPM

- Prophylactic treatment not reliant on scouting and thresholds.
- thresholds.
 Inability to target treatments to parts of fields with populations exceeding economic thresholds.
 Toxin expressed throughout the production season, and not just when insects are most vulnerable or actively feeding.
 Toxin expressed throughout plant, including tissues that are not fed upon by a target insect.
 The technology is dependent on single, or closely related toxins, increasing risk of resistance and/or cross-resistance. [continued...]

Nine reasons contemporary Bt corn technology is incompatible with the principles of IPM

- High probability of sub-lethal doses of Bt endotoxins in some corn plant tissues during parts of the season, increasing resistance risk.
 Dependence on a single mode of action.
 Technology marketed as a complete solution, downplaying the need for other tactics.
 Presence of Bt genes/toxins in most elite corn hybrids denies farmers the choice of a non-Bt variety (some 40% of corn producers surveyed in 2009 reported inability to find high-yield potential elite varieties without the Bt gene [Grey, 2011. JAFC, Vol. 59]).

Five factors that would markedly strengthen the argument that Bt corn and cotton are compatible with IPM

- Fall scouting to determine likely pest pressure in the subsequent season, coupled with adherence to economic thresholds prior to planting of a Bt or other transgenic variety
- Insect-feeding damage is required to trigger production of the defensive response, i.e. Bt toxins in the case of Bt corn or cotton. (So, in the event of no or very low pressure, the plant expends no energy on the biosynthesis of Bt proteins, nor would any transgenic proteins enter the environment).
- Bt toxin expression is limited to the tissues under attack, and subsides once insect feeding ends. [continued....]

Factors strengthening the case that Bt corn and cotton are compatible with IPM

- 4. The dose of Bt toxins delivered to a typical feeding insect meets the EPA Scientific Advisory Committee definition of a "high dose," assuring that over 99% of insects are killed, and thereby minimizing the risk of resistance.
- Mandatory resistance-management plans are specified by independent university-based entomologists and are adhered to by farmers. When evidence of resistance emerges, resistance-management plan provisions are tightened for the next planting season, sufficient to stop the progression to fully resistant populations.

All five of the above criteria are now, or will likely become technically feasible within a decade

The **UGLY**



The resistance clock is ticking, fast

"You guys are three years behind us. This is exactly what we looked like three years ago."

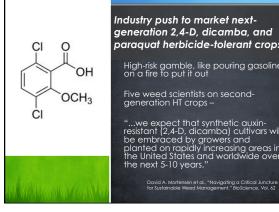
Message to lowa HT corn-soybean farmers from Jason Northsworthy, University of Arkansas weed scientist, after inspecting row-crop fields in central lowa

Pam Smith, "New Options for Managing Weeds in Corn," DTN/ Progressive Farmer, March 21, 2012, access at http:// www.dtnprogressivefarmer.com/dtnag/common/ init.acjsessionid=SPAC1FET1873377846DH0PABAC9825A.ogfreej/ m183/mblclichame=/flee/cops/new/itemplate1 & product=/ag/

ction/ ndorReference=0702DAAF&paneContentId=70115&p =70104

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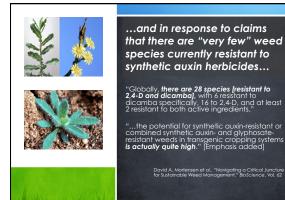


Industry push to market nextgeneration 2,4-D, dicamba, and paraquat herbicide-tolerant crops

High-risk gamble, like pouring gasoline on a fire to put it out

Five weed scientists on second-generation HT crops –

"...we expect that synthetic auxin-resistant (2,4-D, dicamba) cultivars will be embraced by growers and planted on rapidly increasing areas in the United States and worldwide over the next 5-10 years."

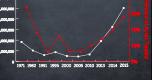






73-fold increase in the pounds of 2,4-D applied to corn could occur by 2019, compared to the low-point in 2,4-D corn use in 2002 (4% of acres treated)

-D Use on Corn: Historical Trends and Likety per End Reliance in 2015 With Herbicide-lerant (HT) 2,4-D Corn





Key parameters in projecting the increase of 2,4-D use on 2,4-D HT corn

Dicamba-tolerant corn is not approved or marketed Adoption peaks at 55% in 2019 (nat'l)

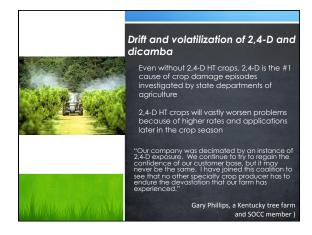
Average rate of application increase from 0.35 pound in 2010 to 0.6 pounds Average number of applications increase from 1.1 in 2010 to 2.3 in 2019 All acres planted to HT 2,4-D corn varieties WILL be sprayed with 2,4-D



Economic damage and neighborto-neighbor problems caused by the off-target movement of 2,4-D and dicamba applied on secondgeneration HT crops

"2,4-D drift and volatilization has already become a huge problem on my farm. It has now become an annual occurrence causing significant damage to my farm. Not even the state chemist can determine where this volatilization comes from."

Dave Simmons, Indiana farmer and member of the Save Our Crops Coalition (SOCC)





Dealing with the collateral damage from 2,4-D and dicamba applications on secondgeneration HT crops

"The actimony in rural areas will be a major concern as this drift damage occurs. To solve the glyphosate resistant weed problem, we will have to pay a big price and that price will be primarily borne by those who receive little or no benefit from the herbicide application."

> Doug Doohan, Associate Professor at Ohio State University





Economic damage and neighbor-toneighbor problems from 2,4-D and dicamba movement

Quotes from Save Our Crops Coalition, Press Release, April 2, 2012, and website, access at <u>www.saveourcrops.org</u>

Environmental and public health problems in the wake of massive increases in synthetic auxin herbicide use

> Multiple studies link 2,4-D applications in the spring to reproductive problems, spontaneous abortions and birth defects 6-9 months later

Farm workers in California employed by operations spraying 2,4-D had dramatically elevated risk of non-Hodgkin's lymphoma (NHL) (odds ratio = 3.8), with female workers facing higher risks

> Paul K. Mills, Richard Yang, Deborah Riordan, 2005. "lymphohematopoietic cancers in the United Farm Workers of America (UFW), 1988-2001." Cancer Cause Controls, Vol. 16, pages 823-830

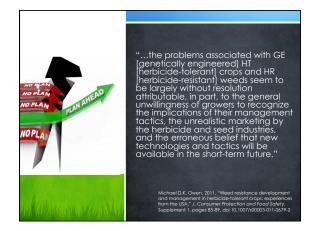
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Near-complete failure by government, industry, and farm groups to forestall or prevent herbicide resistance in the face of its virtual certainty

"Farmers are 'working on the advice largely of industry anymore...Public research is dead; it's decimated.'"

> Troy Roush, Indiana farmer and VP of the American Corn Grower's Association







Industry's near-total success in blocking independent research on GE, pest-management related traits and systems

GE seed "technology agreements" must be signed when purchasing seed, and all provisions are binding. Most agreements contain language to the effect that –

"This seed is for commercial use by farmers growing crops, and may not be used for any research purpose. Use in any trial or study comparing performance to other corn/soybean/ cotton varieties is prohibited."



The loss of an independent seed industry dedicated to solving production problems through varietal development

From the 1950s – 1990s, the major goal of plant breeding research was solving problems confronting farmers, while increasing yield and crop quality

Beginning in late 1990s, the focus has been on commercializing patentable pest-management-related traits

Most universities have essentially ended plant breeding work, except 1-3 crops per state, and only in a handful of states





Growing evidence of heightened vulnerability of corn and soybeans to a range of plant pathogens, insect, weed, and plant nutrition problems

Declining plant health triggered by changes in genetics, planting densities, and crop management during the GE crop era

2010 – 11% corn was treated with fungicide (NASS-USDA data)

Less than 1% of corn acres were treated with fungicides in all previous NASS surveys



Unprecedented escalation in the breadth and toxicity of seed treatments

- Nicotinyl seed treatments critical in protecting farmers investment in Bt corn for rootworm (CRW) control Lack of a lethal dose of Bt toxin in root tissues early in the growing season
- Virtually 100% of conventional corn seed treated with a systemic nicotinyl insecticide, plus one to three fungicides
 - Nicotinyl seed treatments are likely important missing piece of the honeybee Colony Collapse Disorder (CCD) puzzle



Reliance on systemic seed Reliance on systemic seea treatments lead to novel exposure pathways for a wide range of non-target organisms (bees, livestock, aquatic invertebrates, people)

Mixing multiple active ingredients in seed treatments increases the risk of resistance emerging in a variety of soil borne insects









The public debate over second-generation 2,4-D and dicamba HT crops will likely have a significant, lasting impact on farming systems, regulatory policy, and the PR landscape here and abroad

