EXHIBIT 15.2

Securities and Exchange Commission
450 Fifth Street, N.W.
Washington, D. C. 20549

We are aware that our report dated April 25, 2001 on our review of the interim financial information of Midwest Grain Products, Inc. for the periods ended March 31, 2001 and 2000 is incorporated by reference in Registration Statement 333-51849. Pursuant to Rule 436(c) under the Securities Act of 1933, this report should not be considered part of the registration statement prepared or certified by us within the meaning of Sections 7 and 11 of that Act.

/s/ BAIRD, KURTZ & DOBSON

Kansas City, Missouri
April 25, 2001

Exhibit 99

[Midwest Grain Products Logo and Address]

News Release

FOR IMMEDIATE RELEASE: MIDWEST GRAIN REPORTS THIRD QUARTER RESULTS

ATCHISON, Kan., May 8, 2001--Midwest Grain Products, Inc. (MWGP/NASDAQ) reported today that while abnormally high energy costs had a negative impact on the company's earnings for the third quarter of fiscal 2001, conditions currently are much improved.

As anticipated in a previous report, skyrocketing natural gas prices caused energy costs to soar in the quarter, which ended March 31. "However, although still higher than they were a year ago, those costs are down from their peak winter levels, helping pave the way for profitability in the fourth quarter," said Ladd Seaberg, president and chief executive officer. "Furthermore," he said, "we are taking measures through our risk management program to better protect against possibilities for future severe hikes in natural gas prices."

The company's third quarter results showed a net loss of $218,000, or 3 cents per share, on sales of $55,434,000. That compares to net income of $1,607,000, or 18 cents per share, on sales of $57,656,000 for the same period the prior year. For the first nine months of fiscal 2001, the company had net income of $1,111,000, or 13 cents per share, on sales of $172,220,000, compared to net income of $3,921,000, or 42 cents per share, on sales of $172,593,000 for the first nine months of fiscal 2000.

Decreased sales of the company's vital wheat gluten, the protein portion of flour that is used heavily in many types of breads, was another factor that contributed to the third quarter downturn, according to Seaberg. "We reduced gluten production due to increased pricing pressures from subsidized European Union (E.U.) producers," Seaberg said. "Because we are not experiencing any improvement in this situation at present, we are maintaining a reduced but steady production level," he added. Seaberg also emphasized that without the existing quota on imports of wheat gluten, conditions in the U.S. market would have deteriorated even more significantly due to much greater shipments of artificially low priced gluten from the E.U.

The three-year-long quota, which went into effect on June 1, 1998, expires at the end of this month. However, a two-year extension of the quota has been unanimously recommended by the U.S. International Trade Commission. The recommendation followed a request by the Wheat Gluten Industry Council of the U.S. and is based on grounds that through circumvention and transshipments, E.U. producers effectively prevented the domestic industry from receiving the full extent of relief that the current quota intended. Action on the recommendation now rests with the President, who has until May 31 to issue a decision.

"Granting extended relief would not only be justified, but would demonstrate that this White House administration is a steadfast proponent of fair trade as well as free trade, is supportive of small domestic industries such as ours, and is genuinely interested in the economic well-being of rural America," Seaberg said. "On the other hand, to deny the extension would be to deny U.S. businesses the rights and means to correct trade inequities wrought by highly subsidized and highly protected foreign competition," he added.

"The U.S. wheat gluten industry supports the idea of free trade for wheat gluten and its co-product wheat starch," Seaberg said. "If the E.U. would open its markets for these products, the quota could be dropped. However, as it now stands, a complex subsidy scheme allows E.U. producers to send excess supplies of low priced product into the U.S. at will, while using extraordinarily high tariff barriers to prevent outside competition from entering their markets."

Seaberg explained that in pursuing the quota extension, the company "simply is seeking time that was originally allotted to grow our sales of value-added wheat proteins as well as wheat starch products to increasingly substantial levels, and thereby offset the impact of the E.U.'s lopsided and government provided competitive advantages in the traditional gluten market."

Third quarter sales of specialty wheat proteins, which range from dough system enhancers, to personal care ingredients and bio-polymers, maintained steady momentum and are showing strong signs of more accelerated growth in the current quarter. Sales of wheat starch fell some from the same time a year ago, but presently are strengthening as the result of increased demand. "We have made much progress in both of these categories," Seaberg said. "Furthermore, the very solid and aggressive marketing plans that we have in place should enable us to continue to realize steady growth of these exciting products."

Midwest Grain's acquisition of an extrusion plant in Kansas City, Kan., this past February boosts the company's plans for increased production and marketing of its Wheatex products, a line of specialty textured wheat proteins that enhance the flavor and texture of vegetarian and extended meat products. The company has also dedicated a portion of the facility, which is operated as a subsidiary called Kansas City Ingredient Technologies, to the production of its wheat-based polymers.

As previously announced, the purchase of the Kansas City operation has allowed the company to forego earlier plans to construct a Wheatex plant, a project that would not have been completed until January or February of 2002. The 80,000 square foot facility also offers additional opportunities for the future production of Midwest Grain's specialty wheat protein and wheat starch products, according to Seaberg.

Strengthened demand for the company's alcohol products pushed up third quarter sales in that area compared to a year ago. "To keep Midwest Grain at the technological forefront in the alcohol distillation industry, our Board of Directors has just approved a $2.1 million distillery improvement project at our Atchison plant," Seaberg announced. "The funds," he said, "will be used to install equipment that should enhance both our food grade and fuel grade alcohol production capabilities." The project is expected to be completed by early in the third quarter of fiscal 2002.

This news release contains forward-looking statements as well as historical information. Forward-looking statements are identified by or are associated with such words as "intend," "believe," "estimate," "expect," "anticipate," "hopeful," "should," "may" and similar expressions. They reflect management's current beliefs and estimates of future economic circumstances, industry conditions, company performance and financial results and are not guarantees of future performance. The forward-looking statements are based on many assumptions and factors, including those relating to grain prices, gasoline prices, energy costs, product pricing, competitive environment and related marketing conditions, operating efficiencies, access to capital and actions of governments or government officials. Any changes in the assumptions or factors could produce materially different results than those predicted and could impact stock values.

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SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 10-Q

QUARTERLY REPORT UNDER SECTION 13 OR 15 (d)
OF THE SECURITIES EXCHANGE ACT OF 1934

For Quarter Ended March 31, 2001 - Commission File No. 0-17196

MIDWEST GRAIN PRODUCTS, INC.

(Exact Name of Registrant as Specified in Its Charter)

KANSAS	48-0531200
(State or Other Jurisdiction of Incorporation or Organization)	IRS Employer Identification No.

1300 Main Street, Atchison, Kansas 66002
(Address of Principal Executive Offices and Zip Code)

(913) 367-1480
(Registrant's Telephone Number, Including Area Code)

Indicate by check mark whether the Registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the Registrant was required to file such reports) and (2) has been subject to the filing requirements for at least the past 90 days. [X] Yes [ ] No

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date.

Common stock, no par value
8,229,844 shares outstanding
as of May 1, 2001

INDEX

Independent Accountants' Review Report

Board of Directors and Stockholders
Midwest Grain Products, Inc.
Atchison, Kansas 66002

We have reviewed the condensed consolidated balance sheets of MIDWEST GRAIN PRODUCTS, INC. and subsidiaries as of March 31, 2001, and the related condensed consolidated statements of income for the three-month and nine-month periods ended March 31, 2001 and 2000, and the related condensed consolidated statements of cash flows for the nine-month periods ended March 31, 2001 and 2000. These financial statements are the responsibility of the Company's management.

We conducted our reviews in accordance with standards established by the American Institute of Certified Public Accountants. A review of interim financial information consists principally of applying analytical procedures to financial data and making inquiries of persons responsible for financial and accounting matters. It is substantially less in scope than an audit conducted in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

Based on our reviews, we are not aware of any material modifications that should be made to the accompanying condensed consolidated financial statements for them to be in conformity with generally accepted accounting principles.

We have previously audited, in accordance with generally accepted auditing standards, the consolidated balance sheet as of June 30, 2000, and the related consolidated statements of income, stockholders' equity, and cash flows for the year then ended (not presented herein); and, in our report dated August 1, 2000, we expressed an unqualified opinion on those consolidated financial statements. In our opinion, the information set forth in the accompanying condensed consolidated balance sheet as of June 30, 2000, is fairly stated in all material respects in relation to the consolidated balance sheet from which it has been derived.

/s/ BAIRD, KURTZ & DOBSON

Kansas City, Missouri
April 25, 2001

MIDWEST GRAIN PRODUCTS, INC.

CONDENSED CONSOLIDATED BALANCE SHEETS

(In Thousands)

ASSETS

<TABLE>
<CAPTION>

<S>	<C> March 31, 2001 (Unaudited)	<C> June 30, 2000
CURRENT ASSETS		
Cash and cash equivalents	$ 6,396	$ 7,728
Receivables (less allowance for doubtful accounts of $252	23,475	30,272
Inventories	18,325	19,246
Prepaid expenses	2,485	1,617
Deferred income taxes	4,257	4,058
Refundable income taxes	158	
Total Current Assets	55,096	62,921
PROPERTY AND EQUIPMENT, At cost	243,603	232,508
Less accumulated depreciation	149,631	139,737
	93,972	92,771
OTHER ASSETS	87	87
TOTAL ASSETS	$ 149,155	$ 155,779

</TABLE>

See Accompanying Notes to Condensed Consolidated Financial Statements and Independent Accounts' Review Report

MIDWEST GRAIN PRODUCTS, INC.

CONDENSED CONSOLIDATED BALANCE SHEETS (Continued)

(In Thousands)

LIABILITIES AND STOCKHOLDERS' EQUITY

<TABLE>
<CAPTION>

<S>	<C> March 31 2001	<C> June 30, 2000
	(Unaudited)	
CURRENT LIABILITIES		
Notes payable	$ 3,000	
Current maturities of long-term debt	2,273	$ 2,273
Accounts payable	8,972	10,563
Accrued expenses	2,510	4,044
Income taxes payable		952
Total Current Liabilities	16,755	17,832
LONG-TERM DEBT	15,908	18,181
POST-RETIREMENT BENEFITS	6,042	6,170
DEFERRED INCOME TAXES	11,222	11,218
STOCKHOLDERS' EQUITY		
Capital stock		
Preferred, 5% noncumulative, $10 par value; authorized 1,000 shares; issued and outstanding 437 shares	4	4
Common, no par; authorized 20,000,000 shares; issued 9,765,172 shares	6,715	6,715
Additional paid-in capital	2,485	2,485
Retained earnings	104,329	104,073
Accumulated other comprehensive loss		
Cash flow hedges	(300)	
	113,233	113,277
Treasury stock, at cost		
Common;		
March 31, 2001 - 1,527,128 shares		
June 30, 2000 - 1,181,775 shares	(14,005)	(10,899)
	99,228	102,378
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	$ 149,155	$ 155,779

</TABLE>

See Accompanying Notes to Condensed Consolidated Financial Statements and Independent Accounts' Review Report

MIDWEST GRAIN PRODUCTS, INC.

CONDENSED CONSOLIDATED STATEMENTS OF INCOME (LOSS)

(In Thousands)

THREE MONTHS AND NINE MONTHS ENDED MARCH 31, 2001 AND 2000

(Unaudited)

<TABLE>
<CAPTION>

<S>	<C> Three Months	<C>	<C> Nine Months	<C>
	2001	2000	2001	2000
NET SALES	$ 55,434	$ 57,656	$ 172,220	$ 172,593
COST OF SALES	52,893	51,610	160,761	156,367
ROSS PROFIT	2,541	6,046	11,459	16,226
SELLING, GENERAL AND ADMINISTRATIVE EXPENSES	2,689	3,154	9,110	8,835
	(148)	2,892	2,349	7,391
OTHER OPERATING INCOME	14	1	19	45

INCOME (LOSS) FROM OPERATIONS	(134)	2,893	2,368	7,436
OTHER INCOME (LOSS)				
Interest	(348)	(354)	(996)	(1,115)
Other	119	119	462	161
INCOME (LOSS) BEFORE INCOME TAXES	(363)	2,658	1,834	6,482
PROVISION (BENEFIT) FOR INCOME TAXES	(145)	1,051	723	2,561
NET INCOME (LOSS)	$ (218)	$ 1,607	$ 1,111	$ 3,921
EARNINGS (LOSS) PER COMMON SHARE	$ (0.03)	$ 0.18	$ 0.13	$ 0.43
DIVIDENDS PER COMMON SHARE	$ 0.00	$ 0.00	$ 0.10	$ 0.00

</TABLE>

See Accompanying Notes to Condensed Consolidated Financial Statements and Independent Accounts' Review Report

MIDWEST GRAIN PRODUCTS, INC.

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

(In Thousands)

NINE MONTHS ENDED MARCH 31, 2001 AND 2000

(Unaudited)

<TABLE>
<CAPTION>

<S>	<C> 2001	<C> 2000
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income	$ 1,111	$ 3,921
Items not requiring cash:		
Depreciation	10,076	10,095
Loss on sale of equipment	6	6
Changes in:		
Accounts receivable	6,797	(3,380)
Inventories	426	706
Prepaid expenses	(868)	(276)
Accounts payable	(1,241)	(38)
Accrued expenses	(1,662)	(819)
Income taxes receivable/payable	(1,110)	1,856
Net cash provided by operating activities	13,535	12,071
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions to property and equipment	(11,650)	(4,594)
Proceeds from sale of equipment	17	6
Net cash used in investing activities	(11,633)	(4,588)
CASH FLOWS FROM FINANCING ACTIVITIES		
Purchase of treasury stock	(3,106)	(5,162)
Net payments on long-term debt	(2,273)	(2,494)
Net proceeds from issuance of long-term debt	3,000	
Dividends paid	(855)	
Net cash used in financing activities	(3,234)	(7,656)
DECREASE IN CASH AND CASH EQUIVALENTS	(1,332)	(173)
CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD	7,728	4,054
CASH AND CASH EQUIVALENTS, END OF PERIOD	$ 6,396	$ 3,881

</TABLE>

See Accompanying Notes to Condensed Consolidated Financial Statements and Independent Accounts' Review Report

MIDWEST GRAIN PRODUCTS, INC.

NOTE TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2001

(Unaudited)

NOTE 1: BASIS OF PRESENTATION

The accompanying unaudited condensed consolidated financial statements reflect all adjustments that are, in the opinion of the Company's management, necessary to fairly present the financial position, results of operations and cash flows of the Company. Those adjustments consist only of normal recurring adjustments. The condensed consolidated balance sheet as of June 30, 2000 has been derived from the audited consolidated balance sheet of the Company as of that date. Certain information and note disclosures normally included in the Company's annual financial statements prepared in accordance with generally accepted accounting principles have been condensed or omitted. These condensed consolidated financial statements should be read in conjunction with the consolidated financial statements and notes thereto in the Company's Form 10-K Annual Report for 2000 filed with the Securities and Exchange Commission. The results of operations for the period are not necessarily indicative of the results to be expected for the full year.

See Independent Accountants' Review Report

MIDWEST GRAIN PRODUCTS, INC.
MANAGEMENT'S DISCUSSION AND ANALYSIS OF
FINANCIAL CONDITION AND RESULTS OF OPERATIONS

THREE MONTHS AND NINE MONTHS ENDED MARCH 31, 2001

RESULTS OF OPERATIONS

Overview

The Company incurred a net loss of $218,000 in the third quarter of fiscal 2001 compared to net income of $1,607,000 in the prior year's third quarter. The loss was largely due to abnormally high energy costs resulting from a dramatic rise in natural gas prices. Reduced sales of vital wheat gluten, wheat starch and food grade alcohol were also affecting factors.

While natural gas prices currently remain higher than a year ago, they have fallen substantially from third quarter prices, which reached record levels during the first month of the quarter. Additionally, the Company is able to satisfy a portion of the energy requirements at its Atchison, Kansas plant with lower priced fuel oil, a situation that prevented energy costs from being affected even more severely in the third quarter.

Reduced sales of vital wheat gluten in the third quarter occurred because the Company elected to cut back production due to pricing pressures from artificially low priced gluten imports from the European Union (E.U.). Currently, the Company is seeing no change in this situation and, therefore, is maintaining the reduced production levels. The Company expects that competitive pressures from the E.U. would be even more intense but for a three-year-long quota that was placed on gluten imports by former President Clinton in 1998. The quota has helped reduce the extent of injuries caused to U.S. producers by excess amounts of low priced gluten imports from subsidized E.U. producers.

The Company expects that the quota will remain in place until May 31, 2001 despite recent efforts by the E.U. to have it terminated before that date. Although a recent ruling by the Appellate Body of the World Trade Organization (WTO) confirmed a previous ruling that the safeguard action implementing the quota was inconsistent with the United States' obligations under the WTO Agreement on Safeguards, the U.S. has a reasonable period of time to bring its safeguard action into conformity with such obligations. This is expected to occur prior to the end of the current fiscal year's fourth quarter. The Company believes that the President may not withdraw the safeguard before the U.S. International Trade Commission (USITC) has had an opportunity to bring it into conformity with the Appellate Body decision and, therefore, expects that the present quota will remain in place until its scheduled May 31 termination date.

Additionally, the USITC has unanimously recommended a two-year extension of the quota, following a request for an extension by the Wheat Gluten Industry Council of the U.S. The recommendation is based on grounds that through circumvention and similar tactics, E.U. producers have deliberately and effectively prevented the U.S. wheat gluten industry from receiving the full extent of relief that the quota intended. A decision as to whether an extension will be granted is expected to be made by the President by May 31, 2001. If the extension is not granted, the Company expects the U.S. market to be inundated further with artificially low priced E.U. gluten imports.

Due principally to increased customer interest and the effects of intensified marketing programs, demand for the Company's specialty wheat proteins continued to strengthen during the third quarter. As a result, third quarter sales of these products showed an improvement over the same period the prior year. Produced for a variety of food and non-food applications, these value-added products include dough enhancers, meat extenders and replacers, ingredients for hair care and skin care systems, and bio-polymers for producing pet treats as well as degradable, plastic-like items.

As previously announced, the Company was recently named the successful bidder on a state-of-the-art manufacturing facility owned by a Kansas City, Kansas firm that entered Chapter 11 bankruptcy proceedings. The Company is using the facility primarily for the production of Wheatex, Midwest Grain's unique line of textured wheat proteins that are sold to enhance the flavor and texture of vegetarian and extended meat products, as well as wheat-based bio-polymers. Finalized in February at a cost of approximately $6.5 million, the purchase replaces the Company's earlier plan to build a Wheatex plant at a similar cost. The Company expects the acquisition will allow it to increase the production of textured wheat proteins and bio-polymers at a more accelerated rate. Also, the Company anticipates that, in addition to providing more space than was incorporated into the design for a new plant, the facility will provide greater flexibility for producing other lines of value-added specialty wheat proteins.

The Company's wheat starch sales for the third quarter were down partially due to a delay in export shipments resulting from production related issues. However, those issues have since been resolved and the Company expects that starch sales in the final three months of fiscal 2001 should begin showing an improvement.

Increased demand for fuel grade alcohol, or ethanol as it is commonly known, drove up third quarter sales of this product compared to a year ago. The heightened market interest was partially attributable to a recent proposal by the Environmental Protection Agency to phase out MTBE, a competing fuel oxygenate that is synthetically derived and has been shown to be harmful to groundwater supplies. In response to the increased demand, the Company raised fuel alcohol production levels, while also experiencing substantial upward price adjustments. The Company also experienced improved selling prices for its food grade alcohol. However, the unit volume of food grade alcohol for beverage uses declined compared to a year ago due largely to the Company's decision to reduce sales to export markets.

A program developed by the U.S. Department of Agriculture (USDA) and initiated in December 2000 provides a two-year cash incentive for ethanol producers who increase their grain usage by specified amounts to raise fuel alcohol production. The Company presently satisfies the program's eligibility requirements and began experiencing its effects in the third quarter. Additionally, the installation of new distillery columns to replace older equipment at the Company's Atchison, Kansas plant during the current year's first quarter has allowed the Company to improve food grade alcohol production efficiencies at that location. This project also is allowing the Company to serve beverage alcohol customers with an even higher purity, higher quality premium product. Just recently, the Company's Board of Directors approved a $2.1 million distillery improvement project at the Atchison plant. Expected to be completed early in the third quarter of fiscal 2002, the project is designed to enhance the Company's production capabilities for both food grade and fuel grade alcohol.

Raw material costs for grain on a per bushel basis, although slightly higher than they were a year ago, have continued to remain relatively low and, therefore, should benefit production cost efficiencies throughout the Company's entire operation in the current year's fourth quarter. However, that benefit is expected to be partially offset by increased natural gas prices that, even though reduced from their winter peaks during the third quarter, are expected be at higher levels than were experienced during the prior year's fourth quarter. The continued use of less expensive fuel oil to supply energy to a portion of the Company's Atchison operations during this period should help soften that impact. Meanwhile, the Company is exploring ways to make more efficient use of its energy, both short-term and long-term, and is taking steps to further enhance its risk management program.

Sales

Net sales in the third quarter of fiscal 2001 decreased approximately $2.2 million below net sales in the third quarter of fiscal 2000. The decrease resulted principally from lower sales of vital wheat gluten, wheat starch and food grade alcohol, which offset increased sales of fuel grade alcohol.

Sales of vital wheat gluten dropped due to reductions in both unit sales and selling prices. This decrease was partially offset by increased unit sales of the Company's specialty wheat proteins. Wheat starch sales declined primarily due to lower unit sales. Selling prices for wheat starch were approximately even with selling prices experienced during the same period a year ago. Sales of food grade alcohol fell primarily as the result of decreased unit sales for export in the beverage market. This offset an increase in unit sales of food grade alcohol for industrial uses, as well as improved selling prices in both the beverage and industrial markets. Sales of fuel grade alcohol rose compared to a year ago as the result of slightly higher unit sales and substantially higher prices caused by increased demand. Sales of distillers' feed, the principal by-product of the Company's alcohol production process, were above the prior year's third quarter level due to increased unit sales.

Net sales for the first nine months of fiscal 2001 decreased by approximately $373,000 below net sales for the first nine months of fiscal 2000. This resulted from lowered sales of vital wheat gluten for all nine months of fiscal 2001, and reduced sales of wheat starch and food grade alcohol for beverage applications in the second and third quarters. These decreases offset increased fuel alcohol sales in all three quarters of fiscal 2001 and higher sales of food grade alcohol for industrial uses in the first and third quarters.

Cost of Sales

The cost of sales in the third quarter of fiscal 2001 rose by approximately $1.3 million above the cost of sales for the same period the prior year. This principally was due to a significant increase in energy costs resulting from higher natural gas prices, which more than offset a decrease in raw material costs for grain. The decrease in raw material costs was partially the result of lower unit sales combined with the previously discussed incentive program developed by the USDA.

For the first nine months of fiscal 2001, the cost of sales increased by approximately $4.4 million above costs of sales for the first nine months of fiscal 2000. This was largely attributable to higher energy costs that were experienced throughout that entire period. Non-recurring costs related to the final installation of new distillation equipment at the Company's Atchison plant in the first quarter also contributed to the increase. Lower raw material costs for grain partially offset the higher costs resulting from the above.

In connection with the purchase of raw materials, principally corn and wheat, for anticipated operating requirements, the Company enters into commodity contracts to reduce or hedge the risk of future grain price increases. Additionally, the Company uses gasoline futures to hedge fuel alcohol sales contractually sold at prices fluctuating with gasoline futures. For the third quarter of fiscal 2001, raw material costs included a net hedging loss of $25,000 on contracts compared to a net hedging loss of $836,000 on contracts for the third quarter of fiscal 2000. For the first nine months of fiscal 2001, raw material costs included a net hedging loss of $355,000 on contracts compared to a net hedging loss of $1,204,000 for the first nine months of the prior year.

Selling, General and Administrative Expenses

Selling, general and administrative expenses in the third quarter of fiscal 2001 were approximately $465,000 lower than selling, general and administrative expenses in the third quarter of fiscal 2000. The decrease was due largely to a reduction in costs associated with employee-related benefits.

Selling, general and administrative expenses for the first nine months of fiscal 2001 increased by approximately $275,000 above selling, general and administrative costs for the first nine months of the prior year. This was principally due to various factors, including increased marketing-related expenses, industry-related fees and higher technology costs, mainly in the first half of the year.

The consolidated effective income tax rate is consistent for all periods. The general effects of inflation were minimal.

Net Income

As the result of the foregoing factors, the Company incurred a net loss of $218,000 in the third quarter of fiscal 2001 versus net income of $1,607,000 in the third quarter of fiscal 2000. For the first nine months of fiscal 2001, the Company had net income of $1,111,000 compared to a net income of $3,921,000 for the first nine months of fiscal 2000.

LIQUIDITY AND CAPITAL RESOURCES

The following table is presented as a measure of the Company's liquidity and financial condition:

	March 31, 2001	June 30, 2000
Cash and cash equivalents	$ 6,396	$ 7,728
Working capital	38,341	45,089
Amounts available under lines of credit	16,000	23,000
Notes payable and long-term debt	21,181	20,454
Stockholders equity	99,228	102,378

Inventory and receivable levels are lower than the levels at June 30, 2000 due to lower sales. Short-term liquidity has been impacted by additions to property and equipment ($11.6 million), purchases of the Company's common stock ($3.1 million) and dividends ($.9 million). Property and equipment additions included the $6.5 million acquisition of the new facility for the production of Wheatex.

The Company made open market purchases of 345,353 shares of its common stock during the nine-month period. These purchases were made to fund the Company's stock option plans and for other corporate purposes. As of March 31, 2001, the Board has authorized the purchase of an additional 472,872 shares of the Company's common stock.

At March 31, 2001, the Company had $4.7 million committed to improvements and replacements of existing equipment. Included in this amount is the previously discussed $2.1 million distillery improvement project at the Atchison plant.

The Company has been approved by Kansas City, Kansas for the issuance of Industrial Revenue Bonds in the amount of $8.0 million to finance its new Wheatex production facility. The Company anticipates completing its financing by July 31, 2001. A portion of the proceeds will be used to repay borrowings made under the Company's line of credit facility to finance the facility's acquisition.

The Company continues to maintain a strong working capital position and a low debt-to-equity ratio while generating strong earnings before interest, taxes and depreciation. Management believes this strong financial position and available lines-of-credit will allow the Company to effectively expand its production of specialty products as well as supply customer needs for all its other products.

FORWARD-LOOKING INFORMATION

This report contains forward-looking statements as well as historical information. Forward-looking statements are identified by or are associated with such words as "intend," "believe," "estimate," "expect," "anticipate," "hopeful" and similar expressions. They reflect management's current beliefs and estimates of future economic circumstances, industry conditions, Company performance and financial results, and are not guarantees of future performance. The forward-looking statements are based on many assumptions and factors including those relating to grain prices, energy costs, product pricing, competitive environment and related market conditions, operating efficiencies, access to capital and actions of governments. Any changes in the assumptions or factors could produce materially different results than those predicted and could impact stock values.

Item 3. Quantitative and Qualitative Disclosures About Market Risk

The Company produces its products from wheat, corn and milo and, as such, is sensitive to changes in commodity prices. Grain futures and/or options are used as a hedge to protect against fluctuations in the market. The information regarding inventories and futures contracts at June 30, 2000, as presented in the annual report, is not significantly different from March 31, 2001.

MIDWEST GRAIN PRODUCTS, INC.

PART II

OTHER INFORMATION

Item 6. Exhibits and Reports on Form 8-K

(a) Exhibits

15.1 Letter from independent public accountants pursuant to paragraph (d) of Rule 10-01 of Regulation S-X (incorporated by reference to Independent Accountants' Review Report at page 1 hereof).

15.2 Letter from independent public accountants concerning the use of its Review Report in the Company's Registration Statement No. 333-51849.

99 Press Release dated May 7, 2001 (w/o financial statements).

(b) Reports on Form 8-K

The Company has filed no reports on Form 8-K during the quarter ended March 31, 2001.

MIDWEST GRAIN PRODUCTS, INC.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

MIDWEST GRAIN PRODUCTS, INC.

Date: May 9, 2001 By /s/ Ladd M. Seaberg
Ladd M. Seaberg, President
and Chief Executive Officer

Date: May 9, 2001 By /s/ Robert G. Booe
Robert G. Booe, Vice President
and Chief Financial Officer

EXHIBIT INDEX

Exhibit No.	Description
15.1	Letter from independent public accountants pursuant to paragraph (d) of Rule 10-01 of Regulation S-X (incorporated by reference to Independent Accountants' Review Report at page 1 hereof).
15.2	Letter from independent public accountants concerning the use of its Review Report in the Company's Registration Statement No. 333-51849.
99	Press Release dated May 7, 2001 (w/o financial statements).