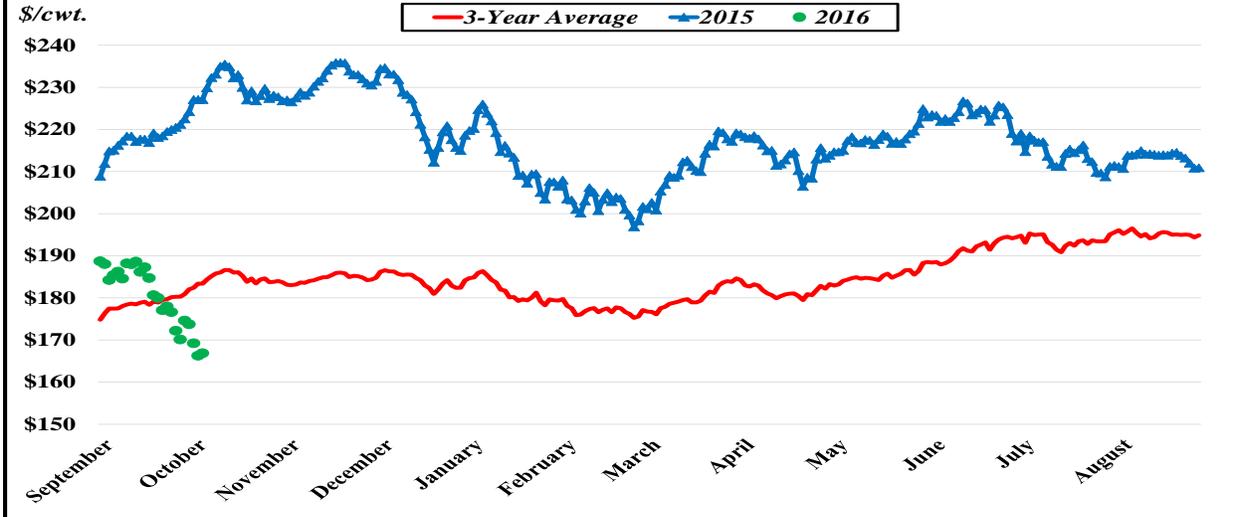




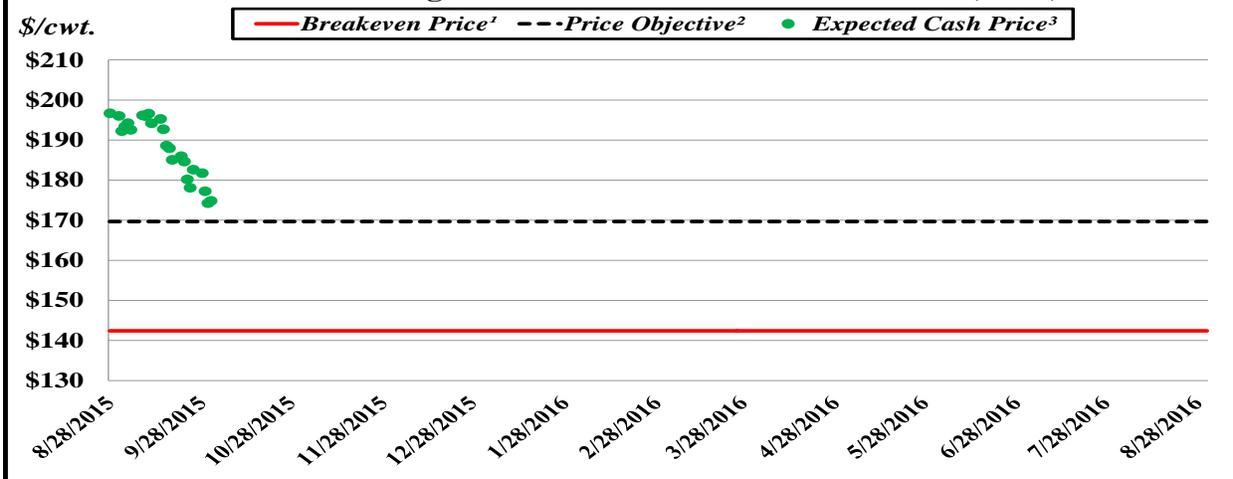
Figure 1. August 2016 Feeder Cattle Futures Prices (CME)



Beginning of September: \$184.25/cwt. End of September: \$166.30/cwt. Price Change: -\$17.95/cwt.
August 2016 Low: \$166.30/cwt. August 2016 High: \$188.70/cwt. Price Range: \$22.40/cwt.

The August 2016 Feeder Cattle futures contract decline by \$17.95/cwt. during September. Based on this futures price decrease, August Feeder Cattle revenues decreased by approximately \$134.63/hd. (\$17.95/cwt. * 7.5 cwt.) on a 750-pound feeder steer which amounts to \$8,975 per truckload (50,000 lbs.). The August Feeder Cattle futures contract low, contract high, and price range since September 2015 are \$166.30, \$188.70, and \$22.40/cwt., respectively. The price range of \$22.40/cwt. on a 750-pound feeder steer totals \$168.00/hd. and \$11,200 per truckload.

Figure 2. Expected Cash Price for August 2016, 550 lb. Feeder Calves, Med. & Lg., #1 & #2, Florida, Based on August 2016 Feeder Cattle Futures Prices (CME)



¹The breakeven price was estimated to be \$783.30/hd. or \$142.42/cwt. (\$783.30/hd. divided by 5.50 cwt.). The breakeven price includes production costs of \$765/hd. and death loss of \$18.30/hd.

²The price objective was estimated to be \$933.30/hd. or \$169.69/cwt. (\$933.30/hd. divided by 5.50 cwt.). The price objective includes production costs of \$765/hd., death loss (\$18.30/hd.), family living withdrawal (\$100/hd.), and growth capital/retirement (\$50/hd.).

³The expected cash price is equal to the daily August 2016 Feeder Cattle futures closing price plus an expected August 2016 South Florida 550 lb. Feeder Calf Basis of \$8/cwt.