The August 2015 Feeder Cattle futures prices declined $0.55/cwt. during October. Based on this futures price decrease, August feeder cattle revenues decreased by approximately $4.13 per head ($0.55/cwt. * 7.5 cwt.) on a 750-pound feeder steer or $275 per truckload (50,000 Lbs.). The August Feeder Cattle Futures contract low, contract high, and total price change since September 2014 are $208.90, $235.53, and $26.63/cwt., respectively. The total price change of $26.63/cwt on a 750-pound feeder steer amounts to $199.73 per head and $13,315 per truckload.

The breakeven price assumes $691.50 per head or $131.71/cwt. ($691.50 divided by 5.25 cwt.). The breakeven price includes production costs of $675/hd. and death loss of $16.50/hd.

The price objective assumes $841.50 per head or $160.29/cwt. ($841.50 divided by 5.25 cwt.). The price objective includes production costs of $675/hd., death loss ($16.50/hd.), family living withdrawal ($100/hd.), and growth capital/retirement ($50/hd.).

The expected cash price is equal to the daily August 2014 Feeder Cattle Futures closing price plus the expected August 2015 South Florida Feeder Cattle Basis ($-12/cwt.).