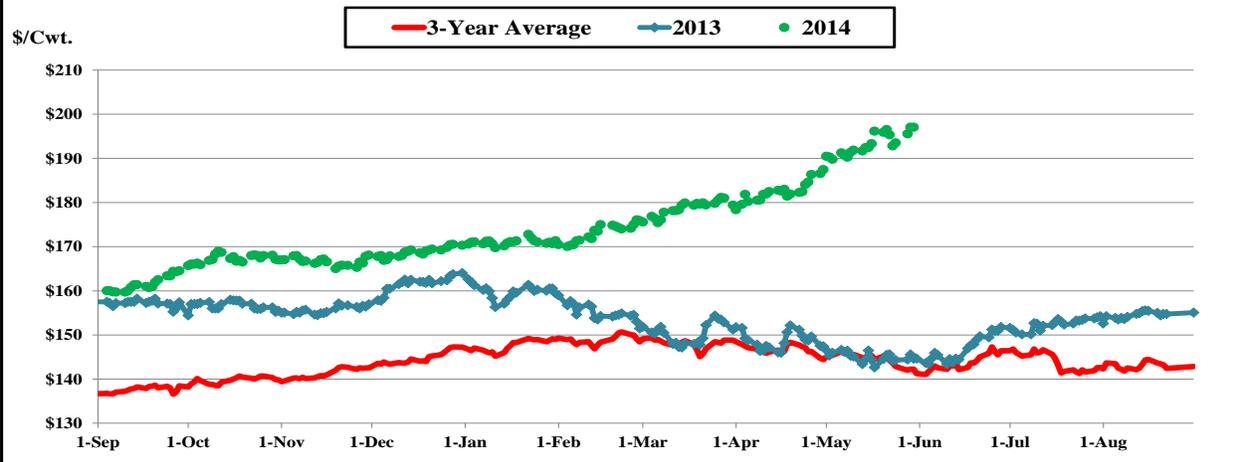




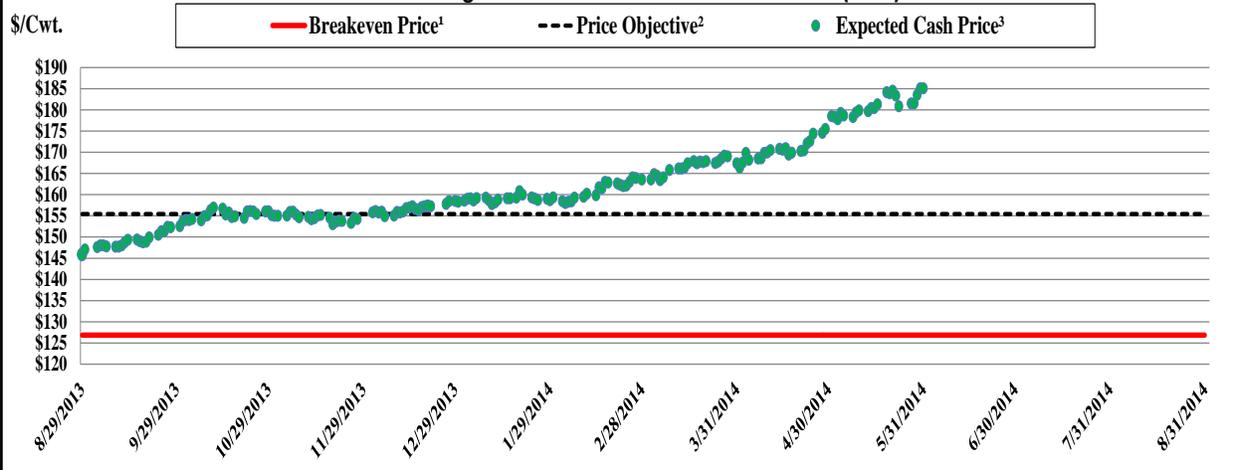
Figure 1. August 2014 Feeder Cattle Futures Prices (CME)



Beginning of May: \$190.48 End of May: \$197.05 Price Change: + \$6.57
August 2014 Low: \$157.90 August 2014 High: \$197.05 Price Change: + \$39.15

The August 2014 Feeder Cattle futures prices made a \$6.57/cwt. improvement during April. Based on this futures price increase, August feeder cattle revenues increased by approximately \$49.28 per head (\$6.57/cwt. * 7.5 cwt.) on a 750-pound feeder steer or \$3,285 per truckload (50,000 Lbs.). The August Feeder Cattle Futures contract low, contract high, and total price change since September 2013 are \$157.90, \$197.05, and \$39.15/cwt., respectively. The total price change of \$39.15/cwt. on a 750-pound feeder steer amounts to \$293.63 per head and \$19,575 per truckload.

Figure 2. Expected Cash Price for August 2014, 525# Feeder Calves, Med. & Lg., #1 & #2, Florida, Based on August 2014 Feeder Cattle Futures Prices (CME)



¹The breakeven price assumes \$666 per head or \$126.86/cwt. (\$666 divided by 5.25 cwt.). The breakeven price includes production costs of \$650/hd. and death loss of \$16/hd.

²The price objective assumes \$816 per head or \$155.43/cwt. (\$816 divided by 5.25 cwt.). The price objective includes production costs of \$650/hd., death loss (\$16/hd.), family living withdrawal (\$100/hd.), and growth capital/retirement (\$50/hd.).

³The expected cash price is equal to the daily August 2014 Feeder Cattle Futures closing price plus the expected August 2014 South Florida Feeder Cattle Basis (-\$12/cwt.).