

The August 2020 Feeder Cattle futures contract decreased by $6.40/cwt. during February. Based on this futures price decrease, August Feeder Cattle revenues decreased by approximately $51.20/head ($6.40/cwt. * 8.0 cwt.) on an 800-pound feeder steer which amounts to $3,200.00/truckload (50,000 lbs.). The August Feeder Cattle futures contract high, contract low, and price range since September 2019 are $156.30, $132.00, and $24.30/cwt., respectively. The price range of $24.30/cwt. on an 800-pound feeder steer totals $194.40/head and $12,150.00/truckload.

†The breakeven price was estimated to be $726.57/head or $132.10/cwt. ($726.57/head divided by 5.50 cwt.). The breakeven price includes variable and fixed production costs of $421/head and $305/head, respectively.

‡The price objective was estimated to be $876.41/head or $159.35/cwt. ($876.41/head divided by 5.50 cwt.). The price objective includes production costs of $726/head, family living withdrawal ($100/head), and growth capital/retirement ($50/head).

§The expected cash price is equal to the daily August 2020 Feeder Cattle futures closing price plus an expected