The August 2019 Feeder Cattle futures contract decreased by $4.93/cwt. during November. Based on this
futures price decrease, August Feeder Cattle revenues decreased by approximately $39.44/head ($4.93/cwt. *
8.0 cwt.) on an 800-pound feeder steer which amounts to $2,465.00/truckload (50,000 lbs.). The August
Feeder Cattle futures contract high, contract low, and price range since September 2018 are $156.93, $146.80,
and $10.13/cwt., respectively. The price range of $10.13/cwt. on an 800-pound feeder steer totals $81.04/head
and $5,065.00/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 2019 Feeder Cattle futures closing price plus an expected