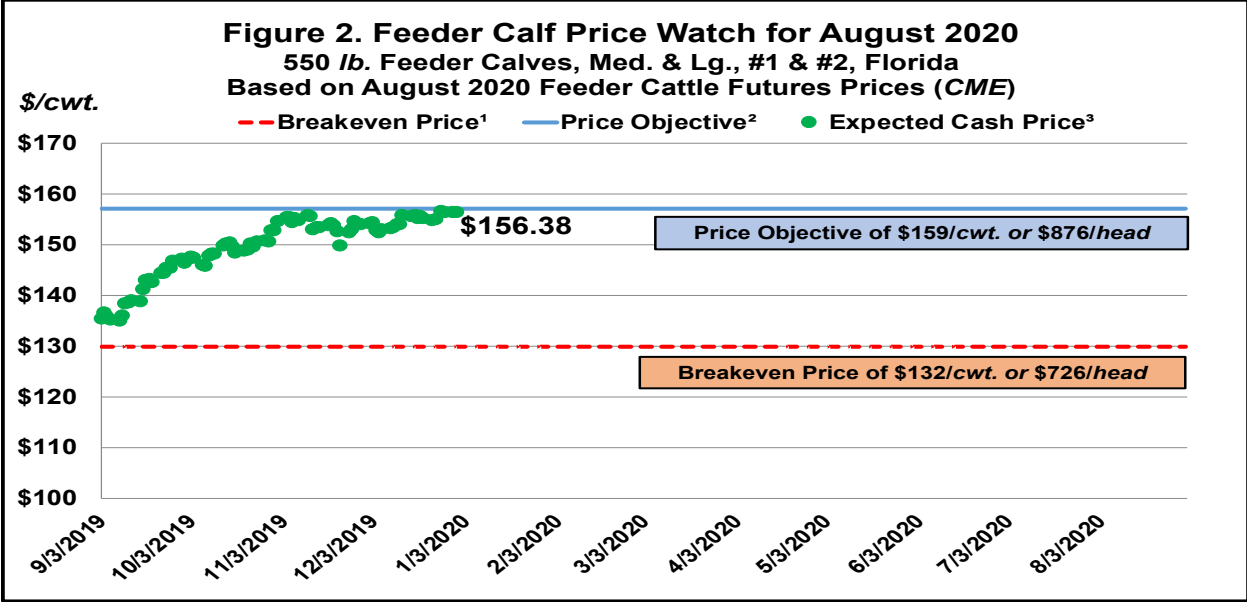


Beginning of December: \$151.27/cwt. End of December: \$153.38/cwt. Price Change: \$2.10/cwt. ↑  
 August 2020 High: \$153.52/cwt. August 2020 Low: \$132.00/cwt. Price Range: \$21.52/cwt.

The August 2020 Feeder Cattle futures contract increased by \$2.10/cwt. during December. Based on this futures price increase, August Feeder Cattle revenues increased by approximately \$16.80/head (\$2.10/cwt. \* 8.0 cwt.) on an 800-pound feeder steer which amounts to \$1,050.00/truckload (50,000 lbs.). The August Feeder Cattle futures contract high, contract low, and price range since September 2019 are \$153.52, \$132.00, and \$21.52/cwt., respectively. The price range of \$21.52/cwt. on an 800-pound feeder steer totals \$172.20/head and \$10,762.50/truckload.



<sup>1</sup>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.  
<sup>2</sup>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).  
<sup>3</sup>The expected cash price is equal to the daily August 2020 Feeder Cattle futures closing price plus an expected August 2020 South Florida 550 lb. Feeder Calf Basis of \$3/cwt.