

**CUSTOM CATTLE FINISHING
(Variable Cost Budget)**

Placement Date	04/20/03
NUMBER HEAD PLACED	200
DEATH LOSS (%)	1.00%
NUMBER HEAD FINISHED	198
LB. OF FEED FED PER LB. NET GAIN (AS FED BASIS)	9.20
MARKETING SHRINK(%)	4.00
GROSS FINISHED WEIGHT (CWT.)	11.75
NET SELLING WEIGHT (CWT.)	11.28
FEEDING PERIOD (DAYS)	168
Projected Out Date	10/04/03
Current Live Cattle Futures for: Oct-03	\$70.00
Expected Basis	(\$2.00)
Expected Cash Price	\$68.00

PAYWEIGHT TO PAYWEIGHT- DAILY GAIN (LBS./DAY)	BEST	OPT.	MEDIAN	PESS.	WORST
	3.25	3.05	2.85	2.65	2.45
SELLING PRICE (\$/CWT.)	\$78.00	\$73.00	\$68.00	\$63.00	\$58.00

ITEM	UNIT	UNITS PER COW	TOTAL QUANTITY	UNIT PRICE	TOTAL AMOUNT
VARIABLE COSTS:			(units)	(\$/unit)	
CALF	CWT.	6.50	1300.00	\$75.00	\$97,500
PROCUREMENT COST	HEAD	0.00	0.00	\$0.00	\$0
TRANSPORTATION	CWT.	6.50	1300.00	\$6.00	\$7,800
PROCESSING CHARGE	HD.	1.00	200.00	\$0.00	\$0
CALF INTEREST	\$	526.50	105,300	\$0.06	\$2,903
FEED	TONS	2.20	439.76	\$80.00	\$35,181
FEED MARKUP	TONS	2.20	439.76	\$0.00	\$0
YARDAGE	DAYS	168	33,544	\$0.27	\$9,057
VET.,MED. & SUPPLIES	HEAD	1.00	200	\$15.00	\$3,000
OTHER	HEAD	1.00	200	\$0.00	\$0
DEATH LOSS	\$	526.50	105,300	1.00%	\$1,053
INTEREST ON FEED ETC.	\$	241.45	48,291	\$0.08	\$888
MARKETING	HEAD	1.00	200	\$6.60	\$1,320
TOTAL VARIABLE COST					\$158,701

COST SUMMARY:	\$/CWT
FEED ONLY COST OF GAIN (\$/CWT)	\$37.69
FEEDING COST OF GAIN (\$/CWT)	\$52.68
TOTAL COST OF GAIN (\$/CWT)	\$65.57

MAX BREAKEVEN PURCHASE PRICE OF CALF (\$/CWT)	\$69.75
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BREAKEVEN TABLE

ITEM	BASE BUDGETED TOTAL	EXPECTED TOTAL	EXP. \$/CWT.	EXP. \$/HD.
VARIABLE COST	\$158,701	\$158,892	70.43	794.46
DIRECT FIXED COST	\$0	\$0	0.00	0.00
OVERHEAD	\$0	\$0	0.00	0.00
MANAGEMENT	\$0	\$0	0.00	0.00
TOTAL COST	\$158,701	\$158,892	70.43	794.46

EXPECTED RETURN TABLE

200 head sold (death loss in cost)

EXP. WEIGHT (cwt./hd.)	TOTAL WEIGHT Cwt.	EXP.PRICE (\$/cwt.)	TOTAL RETURN (\$)
11.28	2233.44	68.00	151,874

RISK RATED RETURNS OVER VARIABLE COSTS

Net return levels (TOP ROW);
The chances of obtaining this level or more (MIDDLE ROW); and
The chances of obtaining this level or less (BOTTOM ROW).

	<u>Optimistic</u>			<u>Pessimistic</u>			
Returns	12,076	6,222	369	-5,484	-11,376	-17,267	-23,159
Chances	100%	16%	31%	50%	69%	84%	93%
Chances	93%	84%	69%	50%	31%	16%	7%
CHANCE FOR PROFIT		32%		BASE BUDGETED NET REVENUE			-6,827

*PROFIT IS RETURN TO RISK AND ALL "ZERO" ITEMS IN THE BUDGET.
MAY ENTER YOUR OWN VALUES.*