

**Stockering Steers On Temporary Summer Grazing, Hay & Supplement - 2008  
(Variable Cost Budget)**

NUMBER OF ACRES	50.00	In Date	06/15/08
STOCKING RATE (HEAD/ACRE)	2.50	Out Date	09/23/08
NUMBER OF CALVES PLACED	125	Expected Buy-Sell Margin	(\$4.00)
DEATH LOSS (%)	1.00		
NUMBER OF CALVES SOLD	124		
FEEDING PERIOD (DAYS)	100.00		
MARKETING SHRINK(%)	3.00		

	<b>BEST</b>	<b>OPT.</b>	<b>MEDIAN</b>	<b>PESS.</b>	<b>WORST</b>
PAYWEIGHT TO PAYWEIGHT	2.50	2.20	1.90	1.45	1.00
DAILY GAIN (LBS./DAY)					
NET SELLING WEIGHT (CWT.)	7.50	7.20	6.90	6.45	6.00
SELLING PRICE (\$/CWT.)	\$105.00	\$100.50	\$96.00	\$90.50	\$85.00

Item	Unit	Units Per Head	Total Quantity (units)	Unit Price (\$/Unit)	Total Amount
<b>VARIABLE COSTS:</b>					
CALF	CWT.	5.00	625	\$100.00	\$62,500
PROCUREMENT COST	HEAD	1.00	125	\$0.00	\$0
SUMMER GRAZING	ACRE	0.40	50	\$158.39	\$7,920
HAY	TON	0.00	0	\$65.00	\$0
RECEIVING RATION	TONS	0.00	0	\$225.00	\$0
SUPPLEMENTAL FEED	TONS	0.30	37	\$225.00	\$8,367
MINERAL + IONOPHORE	LBS.	25.00	3,125	\$0.28	\$875
MEDICATION,WORM,VAC.	HEAD	2.00	250	\$4.00	\$1,000
GROWTH STIMULANT	IMPLANT	2.00	250	\$1.00	\$250
REPAIRS	HEAD	1.00	125	\$0.80	\$100
LAND RENTAL	ACRE	0.40	50	\$0.00	\$0
LABOR	HRS.	2.00	250	\$9.02	\$2,255
DEATH LOSS	PERCENT	1.00%	62,500		\$625
INTEREST ON OP. CAP.	PERCENT	8.00%	336	\$7.35	\$676
AUCTION AND HAULING	HEAD	1.00	125	\$20.87	\$2,609

**TOTAL VARIABLE COST** **\$87,177**

**No Fixed Costs for Variable Cost Budget**

	\$0.00	\$0.00	\$0.00
	\$0.00	\$0.00	\$0.00
	\$0.00	\$0.00	\$0.00
	\$0.00	6.00%	\$0.00
	\$0.00	\$0.00	\$0.00
<b>TOTAL FIXED COST</b>			<b>\$0.00</b>

**COST OF GAIN SUMMARY AND MAX. BREAKEVEN CALF PRICE**

	\$/CWT.
FEED ONLY COST OF GAIN (\$/CWT.)	\$77.05
FEEDING COST OF GAIN (\$/CWT.)	\$110.78
TOTAL COST OF GAIN (\$/CWT.)	\$110.78
MAX. BREAKEVEN PURCHASE PRICE OF CALF	\$90.28

**EXPECTED BREAKEVEN TABLE**

ITEM	TOTAL AMOUNT	\$ / CWT.	\$/HD.
VARIABLE COST	\$87,177	\$101.81	\$704.46
	\$0	\$0.00	\$0.00
	\$0	\$0.00	\$0.00
	\$0	\$0.00	\$0.00
	\$0	\$0.00	\$0.00
	\$0	\$0.00	\$0.00
<b>TOTAL COST</b>	<b>\$87,177</b>	<b>\$101.81</b>	<b>\$704.46</b>

**EXPECTED RETURN TABLE**

124 head sold

EXP. WEIGHT (cwt./hd.)	TOTAL WEIGHT (cwt.)	EXP. PRICE (\$/cwt.)	TOTAL RETURN
6.85	847.75	\$95.67	\$81,104

**RISK RATED RETURNS OVER VARIABLE COST**

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>Expected</u>	<u>Pessimistic</u>	
Returns	\$3,586	\$639	-\$2,307	-\$5,254
Chances	6%	16%	32%	51%
Chances	94%	84%	68%	49%

<b>CHANCE FOR PROFIT</b>	<b>19%</b>	<b>BASE BUDGETED NET REVENUE</b>	<b>(\$4,377.22)</b>
		<b>Profit (Loss) Per Head Placed</b>	<b>(\$35.02)</b>

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

Supplemental feed is a corn gluten/ soy hull 50:50 mix fed at 1% of bodyweight for entire grazing period.  
 Mineral+ Ionophore(Bovatec, Rumensin, or GainPro) figured as 4 ozs/day for stockering period  
 Use of Ionophores & implants significantly increase rate of gain  
  
**Stocking rates will affect forage availability and supplemental feed needs**