

**Stockering Steers On Hybrid Bermuda Pasture and Supplement - Summer 2008  
(Variable Cost Budget)**

NUMBER OF ACRES	50.00	In Date	06/15/08
STOCKING RATE (HEAD/ACRE)	2.00	Out Date	09/23/08
NUMBER OF CALVES PLACED	100	Expected Buy-Sell Margin	(\$4.00)
DEATH LOSS (%)	1.00		
NUMBER OF CALVES SOLD	99		
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	2.13	1.75	1.38	1.00
DAILY GAIN (LBS./DAY)					
NET SELLING WEIGHT (CWT.)	7.50	7.13	6.75	6.38	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	500	\$100.00	\$50,000
PROCUREMENT COST	HEAD	1.00	100	\$0.00	\$0
BERMUDA PASTURE	ACRE	0.50	50	\$202.51	\$10,126
HAY	TON	0.00	0	\$125.00	\$0
RECEIVING RATION	TONS	0.00	0	\$225.00	\$0
SUPPLEMENTAL FEED	TONS	0.29	29	\$225.00	\$6,609
MINERAL + IONOPHORE	LBS.	25.00	2,500	\$0.28	\$700
MEDICATION,WORM,VAC.	HEAD	2.00	200	\$4.00	\$800
GROWTH STIMULANT	IMPLANT	2.00	200	\$1.00	\$200
REPAIRS	HEAD	1.00	100	\$0.80	\$80
LAND RENTAL	ACRE	0.50	50	\$0.00	\$0
LABOR	HRS.	1.00	100	\$9.02	\$902
DEATH LOSS	PERCENT	1.00%	50,000		\$500
INTEREST ON OP. CAP.	PERCENT	8.00%	350	\$7.66	\$734
AUCTION AND HAULING	HEAD	1.00	100	\$20.44	\$2,044

**TOTAL VARIABLE COST** **\$72,695**

**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.)	\$103.62
FEEDING COST OF GAIN (\$/CWT.)	\$134.89
TOTAL COST OF GAIN (\$/CWT.)	\$134.89
MAX. BREAKEVEN PURCHASE PRICE OF CALF	\$82.47

**EXPECTED BREAKEVEN TABLE**

ITEM	TOTAL AMOUNT	\$ / CWT.	\$/HD.
VARIABLE COST	\$72,695	\$107.70	\$734.29
	\$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>\$72,695</b>	<b>\$107.70</b>	<b>\$734.29</b>

**EXPECTED RETURN TABLE**

99 head sold

EXP. WEIGHT (cwt./hd.)	TOTAL WEIGHT (cwt.)	EXP. PRICE (\$/cwt.)	TOTAL RETURN
6.75	668.25	\$95.67	\$63,931

**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	-\$843	-\$3,268	-\$5,693	-\$8,118	-\$10,620	-\$13,122	-\$15,624
Chances	7%	16%	31%	50%	70%	84%	93%
Chances	93%	84%	69%	50%	30%	16%	7%

**CHANCE FOR PROFIT**                      **5%**                      **BASE BUDGETED NET REVENUE**                      **(\$7,894.96)**  
**Profit (Loss) Per Head Placed**                      **(\$78.95)**

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**