Cow-Calf Production Improved Pastures 40 Cow Herd Central Texas (8)

2006 Projected Costs and Returns per Head

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PRODUCTION Descri	_		_		\$ / Unit						
CULL COWS	BEEF	0.10Hd		cwt.							
HEIFER CALVES STEER CALVES		0.28Hd 0.43Hd	4.800	cwt.	100.0000	126.00 212.59					
SIEER CALVES		0.43HQ	4.000	CWL.	103.0000	212.59					
Total GROSS Incom	383.59										
OPERATING INPUT or CUSTOM OPERATION											
Descrip		Inp	ut Use			Cost					
HAY MISCELLANEOUS	BERMUDA COW-CALF		24.750	cwt. head	3.000 10.000	74.25 10.00					
PASTURE	BERMUDA			acre	37.320	67.18					
SALES COMMISSIO			0.900		1.250	1.13					
SALES COMMISSIO			3.180		2.000	6.36					
SALT & MINERALS			0.490	cwt.	7.930	3.89					
SUPPLEMENT			1.500	cwt.	10.750	16.13					
VET. MEDICINE	COW-CALF		1.000	head	7.000	7.00					
Fuel						10.10					
Lube						1.01					
Repair						5.94					
Total OPERATING I	NPUT and CUST	OM OPERAT	ION Cost	s		202.98					
Residual returns	=	_									
labor, land, ma	_	-				180.61					
CAPITAL INVESTMEN			====== ntity			Cost					
CAFITAL INVESTMEN	i bescription		ested	OHIC	Return	COBC					
Interest - IT B	orrowed		287.670	Dol.	0.073	93.36					
Interest - OC B	orrowed		116.686	Dol.	0.085	9.92					
Interest - OC E	arned		-21.287	Dol.	0.095	-2.02					
						========					
Total CAPITAL INV						101.25					
Residual returns											
	to ownership,	labor,				79.36					
Residual returns	to ownership,	labor,				79.36					
Residual returns land, managemen OWNERSHIP COST De	to ownership, t, and profit escription (De	labor,				79.36 					
Residual returns land, managemen OWNERSHIP COST De Machinery and E	to ownership, t, and profit escription (De	labor,				79.36 Cost 41.75					
Residual returns land, managemen OWNERSHIP COST De	to ownership, t, and profit escription (De	labor,				79.36 Cost 41.75 14.98					
Residual returns land, managemen OWNERSHIP COST De Machinery and E	to ownership, t, and profit ======== scription (De	labor,				79.36 Cost 41.75					
Residual returns land, managemen OWNERSHIP COST De Machinery and E Livestock	to ownership, t, and profit ========= scription (De equipment	labor,	====== n, Taxes	===== s, and	======= Insurance)	79.36 Cost 41.75 14.98					
Residual returns land, managemen OWNERSHIP COST De Machinery and E Livestock	to ownership, t, and profit 	labor,	======	and .	Insurance)	79.36 Cost 41.75 14.98					
Residual returns land, managemen OWNERSHIP COST De Machinery and E Livestock Total OWNERSHIP C	to ownership, t, and profit scription (De quipment costs to labor, lar	labor,	n, Taxes	and	Insurance)	79.36 Cost 41.75 14.98 56.74 22.62					
Residual returns land, managemen	to ownership, t, and profit scription (De quipment costs to labor, lar	labor,	===== n, Taxes ======= ment, ar	and and	Insurance) it Average	79.36 Cost 41.75 14.98 56.74					
Residual returns land, managemen OWNERSHIP COST De Machinery and E Livestock Total OWNERSHIP C	to ownership, t, and profit scription (De quipment losts to labor, lar ption	labor,	n, Taxes n, Taxes ment, ar t Use	a, and	Insurance) it Average Rate	79.36 Cost 41.75 14.98					
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Residual returns land, managemen OWNERSHIP COST De Machinery and E Livestock Total OWNERSHIP C	to ownership, t, and profit scription (De quipment losts to labor, lar ption	labor,	n, Taxes n, Taxes ment, ar t Use	a, and and prof	Insurance) it Average Rate	79.36 Cost 41.75 14.98					
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Residual returns land, managemen	to ownership, t, and profit scription (De quipment costs to labor, lar ption quipment	labor,	ment, ar t Use 3.108 5.400	and prof	Insurance) it Average Rate 5.152 5.000	79.36 Cost 41.75 14.98 56.74 22.62 Cost 16.01 27.00 43.01					
Residual returns land, managemen CWNERSHIP COST De Machinery and E Livestock Total OWNERSHIP C Residual returns LABOR COST Descri Machinery and E Other Total LABOR Costs COST Descri Machinery and E Costs Costs Residual returns	to ownership, t, and profit scription (De quipment costs to labor, lar ption quipment quipment to ladad, mana	labor,	ment, ar ment use 3.108 5.400	and profit Unit	Insurance) it Average Rate 5.152 5.000	79.36 Cost 41.75 14.98 56.74 Cost 16.01 27.00 43.01					
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Residual returns land, managemen """"""""""""""""""""""""""""""""""	to ownership, t, and profit scription (De quipment costs to labor, lar ption quipment to land, mana to l	labor, preciation d, manager Inpu	ment, ar t Use 3.108 5.400 md profi	ad prof ====== Unit Hr. Hr. Unit Acre Acre	Insurance) Average Rate 5.152 5.000 Rate of Return 20.000 8.000	79.36 Cost 41.75 14.98					
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Projections for Planning Purposes Only Not to be Used without Updating after November 1, 2005

Cow-Calf Production Improved Pastures 40 Cow Herd Central Texas (8)

2006 Projected Costs and Returns per Head

GROSS INCOME Description		Qua	Quantity		\$ / Unit	Total		
=======================================		==:	======	====	========	========		
CULL COWS	BEEF	0.10Hd	9.000	cwt.	50.0000	45.00		
HEIFER CALVES		0.28Hd	4.500	cwt.	100.0000	126.00		
STEER CALVES		0.43Hd	4.800	cwt.	103.0000	212.59		
						========		
Total GROSS Incor	me					383.59		
VARIABLE COST Description					Total			
=======================================		===				========		
BARN	HAY					0.26		
FENCING	ONE MILE					2.90		
HAY	BERMUDA					74.25		
Interest - Earr	ned					-2.02		
Interest - OC F						9.92		
LIVESTOCK LABOR						27.00		
MISCELLANEOUS						10.00		
	BERMUDA					67.18		
						0.81		
PENS & EQUIPMEN						29.10		
PICKUP TRUCK								
SALES COMMISSIONCULL COW						1.13		
SALES COMMISSIONSTOCKER						6.36		
SALT & MINERALS	5					3.89		
SUPPLEMENT						16.13		
VET. MEDICINE	COW-CALF					7.00		
						========		
Total VARIABLE COST						253.89		
Break-Even Price, Total Variable Cost \$ 40.16 per cwt. of STEER CALVES								
GROSS INCOME minu	us VARIABLE CO	OST				129.70		
FIXED COST Descri	iption			Unit		Total		
=======================================		===		====		========		
Machinery and H	Equipment			Acre		79.91		
Livestock						70.18		
Land				Acre		52.00		
						========		
Total FIXED Cost						202.09		
10001 111111 0000						202.00		
Break-Even Pric	ce, Total Cost	\$ 138.0	7 per cw	t. of	STEER CALVES			
Total of ALL Cost						455.98		
NET PROJECTED RET	TURNS					-72.39		