

# Corn to Cattle Worksheet

Friday, September 03, 2010

This worksheet attempts to illustrate the value of corn being feed to cattle given today's cattle market. I am calculating the corn value based upon deducting an average "acceptable" expense in the cattle enterprise and applying the balance to corn.

All expense minus corn per head: \$870.00  
 Bushels of corn used per head: 70.0  
 1250 lb market weight



	Todays Price Cattle:	Todays Price Corn:	Corn price with today's cattle market
Sept '10	\$98.45	\$4.30	\$5.15
Oct '10	\$98.45	\$4.30	\$5.15
Nov '10	\$100.65	\$4.43	\$5.54
Dec '10	\$100.65	\$4.43	\$5.54
Jan '11	\$101.65	\$4.43	\$5.72
Feb '11	\$101.65	\$4.48	\$5.72
Mar '11	\$103.13	\$4.48	\$5.99
Apr '11	\$103.13	\$4.52	\$5.99
May '11	\$99.30	\$4.52	\$5.30
Jun '11	\$99.30	\$4.52	\$5.30
<b>Average</b>	<b>\$100.97</b>	<b>\$4.42</b>	<b>\$5.60</b>

	Price	
Corn Yield:	190	\$5.60 \$1,064.30
<b>Corn Variable Costs:</b>		
Fert:		\$95
Seed:		\$105
Chem:		\$25
Custom Rate:		\$110
Insurance:		\$22
Intrest		\$14
Drying :		\$17
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		\$388
Net per acre		\$676.30

With \$5.60 per bushel left to apply to corn from the hogs  
 We then calculated breakeven on corn production.  
 The net per acre represents what value can be placed on the land after an "appropriate" return on investment in both the hog and corn enterprise.

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