



**2002 FINISHING 100 PURCHASED FEEDER PIGS  
PRODUCTION BUDGET <sup>1</sup>  
Low Investment Facilities**

ITEM	QUANTITY/UNIT	PRICE PER UNIT	AMOUNT	YOUR BUDGET
<b>RECEIPTS</b>				
Market Hogs <sup>2</sup>	18,280			
	23,280 lb	\$0.40 /lb	\$9,312	_____
<b>VARIABLE COSTS</b>				
Corn <sup>3</sup>	888 bu	2.30 /bu	2042	_____
Supplement	8,774 lb	0.12 /lb	1053	_____
Other Feed Item(s)				
<b>TOTAL FEED COSTS</b>			3095	_____
Purchased Feeders <sup>4</sup>	5,000 lb	0.50 /lb	2500	_____
Vet and Med.			167	_____
Marketing <sup>5</sup>			228	_____
Electricity and Fuel			206	_____
Miscellaneous			146	_____
Interest on Feeders <sup>6</sup>	4 mo	9%	75	_____
Int. on Operating Cap. <sup>7</sup>	\$1,807 4 mo	9%	54	_____
<b>TOTAL VARIABLE COSTS</b>			6471	_____
<b>FIXED COSTS</b>				
Labor Charge	60 hours	8.00 /hr	480	_____
Equipment Charge <sup>8</sup>	\$600	17.6 %	106	_____
Buildings Charge <sup>8</sup>	\$3,800	14.7 %	559	_____
Management Charge <sup>9</sup>	5% of gross revenue		466	_____
<b>TOTAL FIXED COSTS</b>			1610	_____
<b>TOTAL COSTS</b>			8081	_____
	Market Hogs @	\$35	\$40	\$45
<b>RETURN ABOVE VARIABLE COSTS <sup>10</sup></b>		1,677	2,841	4,005
<b>RETURN ABOVE TOTAL COSTS <sup>10</sup></b>		125	1,231	2,337

1. Budget for 100 purchased pigs fed in low technology facilities assuming 3 groups are fed each year.
2. With a 3% mortality rate, 97 hogs sold weighing 240 lbs. each
3. Feed conversion is 3.2 pounds of feed per pound of gain.
4. 100 pigs bought at 50 pounds each.
5. Per hog costs equal \$2.35.
6. Hogs sold each 2 months, feeder investment used only 4 months at 9%.
7. 50% of all variable costs, except feeders, marketing, and interest for 4 months at 9% interest.
8. Estimated new cost for equipment and buildings per 100 hogs, assuming that three groups are fed per year.
9. Equals percent of gross income minus feeder costs.
10. All costs except management held constant.