



Carcass Merit Pricing Formula Grand Island NE & Greeley CO

Revised as of 4-1/06

Determine Base Price - 2 Options

Option 1 Formula	USDA Previous Weeks "Weekly Weighted Average Nebraska Dressed Beef Price"
Start Price* = USDA Wtd. Avg	
Option 2 Bid = Start Price*	Call GeneNet Office 913-397-9100 to get on our list. We will then call you with a bid when cattle are trading.

* Amount to add to Start Price to determine Choice YG 3 Base Price	100% - Grade % in plant * Ch/Sel Spread + Start Price (Min \$8 Spread) (Avg of past 4 weeks grading in plant)
Choice/Select Spread	USDA Previous Week's 5 Day Average

Premiums & Discounts to Add or Subtract from Base Price

Prime Ch Spread	\$8.00	Premium
CAB/Ch Spread	\$5.00	Premium
**Swift Premium Classic	\$4.00	Premium
Standards	\$20.00	under Select
Commercial/Heiferette	\$20.00	under Select
Dark Cutters, Yellow, etc	Market	
Condemned Cattle	No Value	
Yield Grade 1	\$5.00	Premium
Yield Grade 2	\$3.00	Premium
Yield Grade 3	Base	
Yield Grade 4	\$15.00	under YG 3
Yield Grade 5	\$25.00	under YG 3
535 lb Carcass & down	\$20.00	Discount from Base Price (Ch YG 3)
950 lb Carcass & up	\$15.00	Discount from Base Price (Ch YG 3)

Source Verified Cattle will be paid a premium of **\$6.00 per head**

****Swift Premium Classic=Upper 2/3 Choice Non-Black Hided Cattle (only at Grand Island Plant at this time)**

***Example to figure amount to add to Start Price to determine CH YG 3 Base Price:**

At Grand Island or Greeley (Example: if past 4 week plant grade avg was 60% Choice, the Ch/Sel spread was \$10.00, and the **Start Price** or Bid Price was **\$120.00**) then the **Base Price** (What a Choice Yield Grade 3 carcass is worth) would be:

$$100\% * 60\% = 40\% \times \$10.00 = \$4.00 + \$120.00 = \mathbf{\$124.00 \text{ would be the Base Price}}$$

From the \$124.00 they would add & subtract all premiums and discounts on each carcass.

All carcasses are individually priced, you are paid for every CAB, Prime & YG 1&@'s that you have.

No ratios or plant avg have to be met where you only get paid for the ones above that ratio or plant avg.