Value of Known Genetics

Robert S. Wells, Ph.D., PAS Livestock Consultant THE SAMUEL ROBERTS **NOBLE** FOUNDATION

Develop a Plan

The <u>cow</u> should <u>fit</u> her <u>environment</u>



Easy fleshing

The **Bull** should fit the Market



Make 'em all one color



Breed Complementarity Heterosis

309

Use Registered Bulls



Things are not always what it appears to be

HERD BULL PROSPECTS



Magnum 1628 / Lot 113



Magnum 1565

Birth Date: 9-7-2011 B/R Magnum 399 Magnum 8563 16060112 B/R Lantz Blackcap 6203

#B/R Destination 727 B/R Blackcap Empress 127 13879676 #B/R Blackcap Empress 8183

Bull +16987172

#Basin Max 602C #B/R Blackcap Empress 8183 #B/R Destination 727-928 B/R Lantz Blackcap 3209

#GAR Traveler 1489 B/R Ruby of Tiffany 5113 #B/R New Design 323 B/R Blackcap Empress 558

Tattoo: 1565

B/R Magnum 399 Magnum 8563 16060112 B/R Lantz Blackcap 6203

#B/R Destination 727 B/R Blackcap Empress 127 13879676 #B/R Blackcap Empress 8183

Magnum 1628 Birth Date: 9-12-2011

Bull +16992135

Tattoo: 1628

#Basin Max 602C #B/R Blackcap Empress 8183 #B/R Destination 727-928 B/R Lantz Blackcap 3209

#GAR Traveler 1489 B/R Ruby of Tiffany 5113 #B/R New Design 323 R/P Blackcan Emprose EEQ

and the second second	- Carlon - Mar						DIR	Did	KCdp E	impress 55	8
E 51	CED I+5	BW +3.4	ww +61	YW +112	and the second data	000	MIL		CWT	MRB	RE
SC)7	ACT BW 85	205 WT 746	365 W	T AI	1+ DJ IMF 3.39	19 IMF F	+2 RATIO	AD	+52	+.92 REA RATIO 97	+.47 ADJ SC 41.23
	\$W +25.32 • Top 1% \$B • Top 1% CW • Top 2% \$F		\$F	0100			88 10.5			\$B +86.27	
				• T • T	n-Par op 29 op 39	6 YW	/ rb	1	• 1	op 20%	\$G

BW WW YW MILK CWT MRB 1+5 +3.1 +58 +104 1+19 +22 +47 +1.07 ACT BW +.5 205 WT 365 WT ADJ IMF IMF RATIO ADJ REA REA RATIO 83 ADJ S 701 973 4.79 124 10.3 95 35.0 SW +26.29 \$F +42.46 \$G +39.10 \$B +87.33 Non-Parent Males • Top 1% \$B • Top 10% \$F • Top 10% YW · Top 1% Marb • Top 10% \$G • Top 2% CW • Top 10% WW

• NUMBER 3 MB EPD NUMBER 5 ADJ IMF Fall Yearling

Required EPD's

Top 20%
 –Weaning weight
 –Yearling weight

AND TO DE THE READ TO THE

Suggested EPD's

- Birth --Top 50%
- Carcass:
 - -Top 50% -Rib Eye Area -Marbling



Suggested EPD's

- Birth --Top 50%
- Carcass:
 - -**Top 50%**
 - Rib Eye Area
 - Marbling

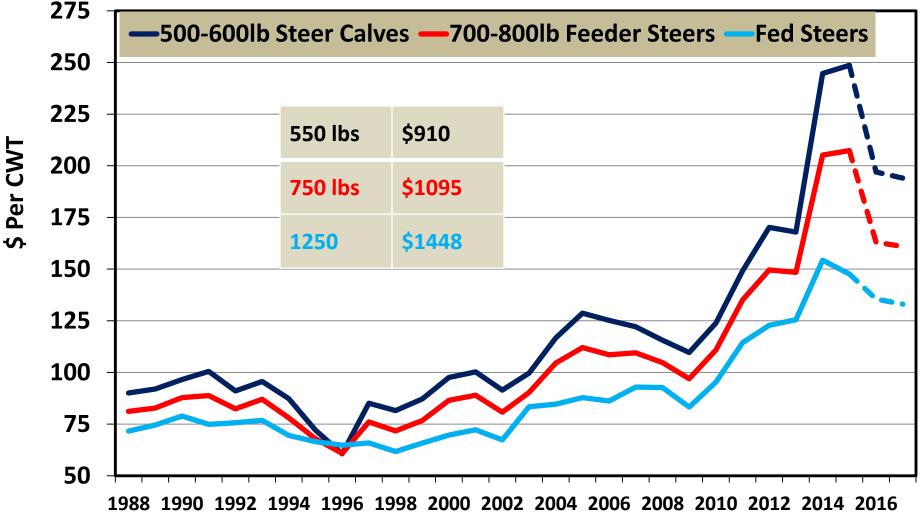


Value of Known Bull Genetics

Prepared by: Steve Swigert Economics Consultant Noble Foundation

Average Annual Cattle Prices

Southern Plains



Data Source: USDA-AMS, Compiled and Forecasts by LMIC

Livestock Marketing Information Center



Neighbor or Friend Individual Performance Information No EPD's No known or reliable ancestral history

Purchase price \$3500 Salvage weight of Bull 1850 lbs \$1.00 / lb Salvage price of bull \$1836 Salvage value of bull (-1% death loss) **Cost of bull** \$333 (5 yr life span in herd)

Cost of bull (5 yr life span in herd)\$333Cash maintenance cost, /yr\$ 80Total cash cost of bull, /yr\$413Cows/yr bred25Cash cost, /cow/yr\$ 16.52



Reputable Breeder Individual Performance Information & EPD's

Purchase price Salvage weight of Bull Salvage price of bull Salvage value of bull (-1% death loss) Cost of bull (5 yr life span in herd)

\$6000 2000 lbs 1.00 / lb \$1984 \$ 803.20

Cost of bull (5 yr life span in herd)\$803.20Cash maintenance cost, /yr\$100Total cash cost of bull, /yr\$903.20Cows/yr bred25Cash cost, /cow/yr\$ 36.13

Yearly Per Cow Bull Cash Costs

	Bull # 1	Bull #2
Bull Purchase Price	\$3500	\$6000
Total Annual Bull Cash Costs/cow	\$16.52	\$36.13
Bull #1/Cow Advantage	XX	(19.61)

Increased Value at Weaning

(October 2016, projected)

	Bull #1 520 lbs @ Weaning	Bull #2 585 lbs @ weaning
Selling price, \$/cwt	\$ 166.34	\$ 163.22
Value of calf	\$ 864.97	\$ 954.84
Bull #1/Cow Advantage	XX	(\$19.61)
Adjusted Calf Value	\$ 864.97	\$ 935.23
Difference	XX	\$ 70.26
Increased Revenue \$/25 cows/yr	XX	\$1756.50
Net increase revenue \$/bull (5 yr) (-\$490.30)	XX	\$8,782.00

Increased Value after Backgrounding (Dec. 2016, projected)

	Bull #1 640 lbs @ Backgrounding	Bull #2 741 lbs @ Backgrounding
Selling price, \$/cwt	\$ 144.37	\$ 139.61
Value of calf	\$ 923.97	\$1,034.51
Bull #1/Cow Advantage	XX	(\$19.61)
Adjusted Calf Value	\$ 923.97	\$1,014.90
Difference	XX	\$ 90.93
Increased Revenue \$/25 cows/yr	XX	\$2,273.25
Net increase revenue \$/bull (5 yr)	XX	\$11,366.26

Now add the price you were willing to pay for the Neighbor's bull (\$3,500) to the increased revenue the better bull provides (\$11,366) = *\$14,866* entucky Farm P



eau

Take Home Message

The more expensive bull that has high quality performance traits will typically make you more money in the long run.

Additional Value Considerations

•Uniformity of Calf Crop •Uniformity of Color •Potential Performance (Feedlot)

THE SAMUEL ROBERTS **INDESTIGATION**

Robert S. Wells, Ph.D. PAS rswells@noble.org 580-224-6434