



## Special Executive Report

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S-5600

February 1, 2011

### **CHANGE IN LIVE CATTLE STANDARD FREIGHT RATE TO \$4.00 PER MILE FOR 2011**

The Standard Freight Rate is used in carcass graded deliveries of Live Cattle to compensate the seller when the buyer requests delivery at a packing plant that is farther from the feedyard than the delivery point stockyards. In accordance with Live Cattle Rule 10103.C.8., this rate is set annually by the Exchange. For 2010, the rate was \$3.75 per mile per contract.

Based on results from a survey of livestock trucking firms, the Standard Freight Rate for carcass graded deliveries will increase to \$4.00 per mile per contract for all 2011 Live Cattle futures contracts. This change was approved by the CFTC on January 19, 2011.

If you have any questions regarding this matter, please contact Paul Peterson, Director, Commodity Research and Product Development, at (312) 930-4587.