

Advisory Notice

Clearing House

20 South Wacker Drive
Chicago, IL 60606-7499
www.cme.com

312/930.3170 *tel*
312/930.3187 *fax*

TO: Clearing Member Firms
Delivery Personnel

FROM: Clearing House Department

ADVISORY #: 07-16

DATE: January 17, 2007

SUBJECT: **Live Cattle Freight Rate Increase**

The Standard Freight Rate for live cattle has increased from \$3.00 a mile to \$3.25, beginning with the February 2007 live cattle contract.

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.

If there are any questions, please contact the Deliveries Unit at (312) 930-3172.