

CENTEX BEEF ALLIANCE

Sale Procedures

- All calves must be certified by a licensed veterinarian to meet the processing criteria established by the Producer Advisory Board.
- Lockhart Auction, Inc. will be responsible for issuing CENTEX BEEF ear tags.
- The cattle should be worked, vaccinated, and the CENTEX BEEF ear tag placed in the left ear. A consignment sheet should then be filled out and returned to Lockhart Auction no later than two (2) weeks prior to the sale.
- Preconditioned calves must be weaned at least 45 days in advance of the sale and should be started on a supplemental feeding program. Purchased cattle must be weaned at least 60 days in advance of the sale and follow the same health and nutritional requirements.
- All calves must be delivered to the Lockhart Auction facility by 2 p.m. on the day they are to be weighed.
- Calves should not be delivered with an excessive amount of fill and will be handled accordingly.
- Calves will be weighed as soon as possible upon delivery.
- Cattle will be sold at the initial weight less a 2% shrink.
- Cattle will be sorted by type and weight, then co-mingled with other producer cattle to be offered in uniform lots at the time of sale.
- All cattle in a particular lot will be sold at the same price to the highest bidder.
- The selling price for each lot will then be multiplied times the initial weight, less a 2% shrink, of each producer's cattle in the lot to determine the gross sale price of each producer's cattle within a particular lot.
- All cattle will be sold subject to the customary commission fees and other related expenses.
- All cattle will be placed on feed from delivery to shipping at the customary expense to the producer.
- All sales are absolute.

Commingling Authorization

I am the Seller, or an authorized agent of the Seller, and understand that Lockhart Auction may utilize a sale protocol to classify, sort, group, and sell my cattle (commingle). I have been provided a copy of the sale protocol, have read, understand, and agree to the terms of the sale protocol.

I understand that my cattle may be grouped and sold with cattle from other producers. Lockhart Auction cannot, and does not, guarantee that any set sale price will be obtained. The cattle will sell to the highest bidder. The terms of the sale protocol are subject to change without prior notification.

By signing below, I authorize Lockhart Auction to sort, commingle, and sell my cattle as described in the sale protocol.

Seller _____

Date _____