

From: IMAHEDGER@aol.com [mailto:IMAHEDGER@aol.com]

Sent: Wednesday, December 10, 2003 4:27 PM

To: submissions@cftc.gov

Subject: Re: submission # 03-101 Change of daily limit for live cattle and feeder cattle

I am a retail broker in Greeley, Colorado. I have clients who are small to medium cattle feeders as well as clients who speculate in the cattle contracts. The unanimous opinion of the clients that I have visited with concerning the change of the daily limit for the cattle contracts is that this change should not take place. A less drastic change to 2.00 would more logical and more accepted.

The statement that we are at historic highs in these markets is certainly true. When these markets revert to a more average level are the limits going to be lowered? Rather than have to make another rule change later it seems more sensible to make a smaller change and have in place a system where on a limit close for two days the limit is expanded. The other possibility would be to follow the lead of some of the other contracts and not have a limit on spot month thus avoiding the situation that occurred with the October Live Cattle contract being limit up for seven days with hedgers not being able to get out of hedges.

The permanent increased daily limit would cause some of the smaller hedgers and speculators to make the decision that they could no longer trade the cattle contracts. Making rule changes that decrease liquidity is not in the best interest of these contracts.

Julie Yocam

Klute Investment Services