Schedule 2

(i) All Market Hogs, to be considered deliverable pursuant to this Agreement, must meet IBP's existing weight specifications for all hogs purchased by IBP plants at time of delivery. Any Load of hogs or any hog sorted out at the time of delivery will be priced according to IBP's existing weight or quality discount schedule.

(ii) All qualifying Market Hogs shall be free of the following defects:

a) Abscesses
b) Scars
c) Ruptures
d) Uncastrated Males
e) Freshly castrated
f) Fresh cut or unhealed would
g) Any defect that would result in a downgrade of the animal's carcass.

All Market Hogs delivered under this Agreement will be purchased subject to passing inspection by the USDA with deductions in compensation for all carcasses or carcass parts that are condemned by USDA inspectors.

(iii) Market Hogs will meet all other quality characteristics defined in the Hog Procurement Agreement.

Schedule 2 may be amended by IBP giving Producer at least thirty (30) days prior written notice.