

Dear Member:

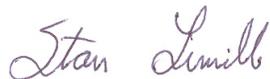
U.S. Premium Beef has closed its books for the first quarter of fiscal year 2019 and has filed the results with the Securities and Exchange Commission. For the quarter, which ended March 30, 2019, USPB recorded net income of \$10.5 million compared to net income of \$9.2 million in the same period in the prior year, an improvement of \$1.3 million. The year-over-year improvement was the result of higher net income at National Beef Packing Company.

For the first quarter of 2019, National Beef realized net income of \$78.0 million compared to net income of \$68.6 million a year ago, an improvement of \$9.4 million. National Beef's revenues in the thirteen week period ended March 30, 2019 increased approximately 3% in comparison to the same period in 2018, primarily due to increased volume in its consumer-ready facilities and the acquisition of the Ohio beef patty manufacturing facility. Cost of sales increased by approximately 2% for the thirteen week period ended March 30, 2019, as compared to the same period in 2018, due to an increase in the number of cattle processed, which was partially offset by a lower average cost per head, and the acquisition of the Ohio beef patty manufacturing facility. The combined effects of increased margin and increased volume led to higher profitability in the 2019 period, as compared to the 2018 period.

During the first quarter of 2019, USPB producers delivered 202,167 head of cattle through USPB to National Beef. Average gross premiums for all of the cattle delivered was \$31.59 per head, with the top 25% and 50% receiving premiums of \$69.02 and \$55.42, respectively.

USPB's unique advantage continues to be the superior quality cattle delivered by our producers, which enables National Beef to generate more value from the cattle we deliver and provides more opportunities in the consumer marketplace. Please call our office if you have questions about USPB's financial and operational results. Thank you.

Sincerely,



Stanley D. Linville  
Chief Executive Officer

*This letter contains discussion of some of our expectations regarding U.S. Premium Beef, LLC's future performance. These forward-looking statements are based on our current views and assumptions. Actual results could differ materially from these current expectations and projections, and from historical performance. For example, our future results could be affected by such factors as: the competitive dynamics in the U.S. and international beef markets, the rate of our unit volume growth and our product mix, and fluctuations in the cost and availability of supply-chain resources. Further discussions of these matters can be found in the securities filings of U.S. Premium Beef through the Securities and Exchange Commission's Electronic Data Gathering and Retrieval (EDGAR) system at [www.SEC.gov](http://www.SEC.gov).*