



Hog Margin Outlook

Meeting Your Marketing Needs

For details call: (204)235-2237

or visit www.mpmc.mb.ca

Monday, May 11, 2009

Hog Prices: ↓

Soymeal: ↓

Corn: ↓

Cdn Dollar: ↑

US Slaughter
2.010 Mill—Last Week's
2.087 Mill—Last Week's (Year Ago)
US Iowa/Southern MN \$57.59
Western Corn Belt \$57.57
Daily Sig #3 Est. (M.Leaf) \$122.21
B of C Ex. Rate (Noon) \$1.1581 CAD / \$0.8635 US
Cash Price (\$/cwt/ckg) Cash prices for week ending May 8th, 2009
51.60 / 113.76 Signature #3
50.47 / 111.26 MPMC Cash
48.06 / 105.95 Springhill

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Manitoba Pork Marketing's forward contract prices opened lower this morning. US cash markets are starting this week higher, as US packers attempt to meet the jump in fresh pork orders. After demand slowed in response to the H1N1 flu outbreak, wholesalers and processors have been proactive buyers as their business normalizes and they recover their low inventory. However, pork supplies are shrinking to some of their lowest levels of the year, with last week's kill at just over 2 million hogs. Lean Hog futures will likely see limited gains early this week, as the market waits to see more signs of recovery in the cash market before adding more value to the summer month contracts. The Canadian Dollar is holding its gains from last week's positive employment statistics, trading near 87 cents US.

Canadian delivered soymeal prices opened lower this morning. The soy complex saw losses in the overnight session spurred from losses in outside markets. Traders are starting to speculate that if corn plantings don't pick up soon, soybeans could see increased acres this spring. An acre shift could help counter the bullish tone coming from an expected reduction in ending stocks tomorrow.

Canadian delivered corn prices opened lower this morning. A slight dip overnight in crude oil pricing and a slightly stronger US Dollar helped corn futures move lower. Much of the US Cornbelt saw rain over the weekend, but the first half of the week is expected to be dry with below normal temperatures.

	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Jan
Fixed Forward Range		138.29	138.05	142.92	136.36	130.97	123.45	116.29	127.87
(Maple Leaf Sig. #3)		-	-	-	-	-	-	-	-
		139.64	145.04	146.42	142.18	133.61	129.27	130.33	138.39
Estimated Hog Margin	-10.02	-5.30	-4.21	-2.09	-4.63	-4.06	-3.24	0.51	8.81
Soymeal Delivered	469	467	473	481	487	380	380	380	386
Corn Delivered	188	190	192	194	196				



Rothsay Animal Vegetable Feed Fat

\$620/tonne ↓ (2 – 19 mt)

To place your order call 1-866-768-4729

**Price quoted is FOB Southeast Manitoba*

