



Hog Margin Outlook

Meeting Your Marketing Needs

For details call: (204)235-2237

or visit www.mpmc.mb.ca

Wednesday, May 13, 2009

Hog Prices: ↓

Soymeal: ↑

Corn: ↔

Cdn Dollar: ↓

US Slaughter
418,000—Tuesday's
410,000—Tuesday's (Year Ago)
US Iowa/Southern MN \$63.42
Western Corn Belt \$63.53
Daily Sig #3 Est. (M.Leaf) \$135.97
B of C Ex. Rate (Noon) \$1.1676 CAD / \$0.8565 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

Manitoba Pork Marketing's forward contract prices opened lower this morning. US packers are chasing live hog supplies by bidding the cash market up to secure supplies for an expanded production schedule compared to the last two weeks. Packers are attempting to increase output while producers are content to get back to their normal delivery schedule, which increased the average carcass weight by more than 5 pounds from last week. Lean Hog futures are also trading with more optimism for the summer months, with yesterday's gains taking summer month prices to within \$3.00/cwt of pre-H1N1 Flu levels. The Canadian Dollar has cooled slightly from recent gains despite the improvement in the trade surplus and higher oil prices. At current levels, a one cent decrease in our currency improves hog prices by approximately \$1.50/ckg.

Canadian delivered soymeal prices opened higher this morning. The soy complex saw selling increase midday yesterday, but the selling quickly dried up as farmers have become willing to hold—encouraged by a continuous bullish outlook. A strong jump for soymeal futures this morning is pushing the cash price up \$12/MT from yesterday.

Canadian delivered corn prices opened steady this morning. Light farmer selling helped support a rally for corn futures yesterday. The weather forecast for the majority of the US Cornbelt continues to be wet through to the end of the week—which will likely be reflected greatly in next week's Crop Progress Report.

This information is intended to help you make your own pricing decisions. Opinions given do not guarantee any future events or performance. Any unauthorized distribution of the HMO is prohibited without the consent of MPMC.

	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Jan
Fixed Forward Range		139.54	136.83	141.60	137.36	132.17	124.18	117.33	129.01
(Maple Leaf Sig. #3)		-	-	-	-	-	-	-	-
Estimated Hog Margin	-10.02	-5.30	-4.21	-2.09	-4.63	-4.06	-3.24	0.51	8.81
Soymeal Delivered	488	487	489	498	503	389	389	389	391
Corn Delivered	196	198	200	202	204				



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

