



# Hog Margin Outlook

Meeting Your Marketing Needs

For details call: (204)235-2237  
or visit [www.mpmc.mb.ca](http://www.mpmc.mb.ca)

Wednesday, June 24, 2009

Hog Prices: ↓  
Soymeal: ↑  
Corn: ↔  
Cdn Dollar: ↓

<b>US Slaughter</b>
412,000—Tuesday's
425,000—Tuesday's (Year Ago)
US Iowa/Southern MN \$57.57
Western Corn Belt \$57.71
Daily Sig #3 Est. (M.Leaf) \$122.28
<b>B of C Ex. Rate (Noon)</b> \$1.1560 CAD / \$0.8651 US
<b>Cash Price (\$/cwt/ckg)</b> Cash prices for week ending June 19th, 2009
53.24 / 117.38 Signature #3
51.88 / 114.38 MPMC Cash
49.41 / 108.94 Springhill

*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.*

**Manitoba Pork Marketing's forward contract prices opened lower this morning.** Packers continue to bid the cash market higher, reflecting the tight supplies of live hogs. However, product markets are not reflecting good demand from wholesalers and processors, which is expected to limit any further gains to cash bids. Primal ham values have dropped to the lowest level in close to six months, reflecting poor Mexican and domestic US demand. July and August Lean Hog futures have still factored in a premium of more than \$3.00/cwt over the current cash market, while the deferred month contracts are trading near steady with the cash market. The Canadian Dollar rallied partially in response to a recovery in energy prices, but continues to trade nearly 5 cents lower than the highs seen earlier this month.

**Canadian delivered soymeal prices opened higher this morning.** Soymeal rallied yesterday as concerns over a hot and dry extended forecast pushed funds to buy while farmers remained disciplined sellers. The Canadian Dollar is trading around \$0.8730 at open, which is helping to somewhat neutralize yesterday's gains. Cash soymeal is sitting roughly \$20/MT lower than one week ago.

**Canadian delivered corn prices opened steady this morning.** After trading higher yesterday, corn futures went on to trade flat overnight. Traders are beginning to focus on next week's USDA Planted Acres Report, with the majority anticipating a slight drop in estimated acres.

	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb
Fixed Forward Range		117.99	117.46	111.15	110.70	104.99	104.89	116.48	128.06
(Maple Leaf Sig. #3)		-	-	-	-	-	-	-	-
Estimated Hog Margin	-21.65	-22.35	-22.12	-22.44	-19.82	-17.48	-11.00	-1.37	2.90
Soymeal Delivered	530	538	547	557	421	421	421	425	431
Corn Delivered	179	181	183	183	180				

## Risk Management Workshop for Swine Producers

Registration Fee: \$20/person (includes lunch)

\*\*\*MPMC members are eligible for a \$10 rebate\*\*\*

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**July 13—Grandview** (St. Elias Hall)

**July 14—Portage La Prairie** (Portage Fairboard Centre)

**July 15—Altona** (Millennium Exhibition Centre)

**July 16—Steinbach** (Mennonite Heritage Village)

**July 17—Arborg** (Arborg GO Office)