



Hog Margin Outlook

Meeting Your Marketing Needs

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

Tuesday, July 14, 2009

Hog Prices: ↓

Soymeal: ↓

Corn: ↓

Cdn Dollar: ↑

US Slaughter
360,000—Monday's
423,000—Monday's (Year Ago)
US Iowa/Southern MN \$56.38
Western Corn Belt \$56.27
Daily Sig #3 Est. (M.Leaf) \$119.02
B of C Ex. Rate (Noon) \$1.1539 CAD / \$0.8666 US
Cash Price (\$/cwt/ckg) Cash prices for week ending July 10th, 2009
55.67 / 122.72 Signature #3
53.85 / 118.72 MPMC Cash
51.55 / 113.64 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. Cash bids are trading steady after starting the week about \$1.00/cwt lower compared to last week's trade. Packers are likely to increase bids as we approach the end of the week, as live supplies are very tight compared to last year's levels. The USDA released the May pork export figures and they confirmed the belief of many analysts that sales were down significantly. Pork exports were down about 34% compared to last year, with Chinese purchases making up the most significant share of the weakness, down 83% from last May. Exports to all of the major buyers of US pork were down, which helps explain why cash prices were unable to rally in line with normal seasonal trends. Futures markets traded weaker yesterday on confirmation of the weak exports.

Canadian delivered soymeal prices opened lower this morning. Yesterday's USDA Crop Conditions Report left soybean conditions unchanged—with 66% of the crop still considered to be good/excellent. However, delays in crop development are highlighted by only 24% of the crop currently blooming, compared to the 5-year average of 43%.

Canadian delivered corn prices opened lower this morning. Crop conditions remained stable from last week—though corn is also seeing development delays, with only 16% of the crop at the silking stage (5-year average is 43%). A lower US Dollar in the overnight session helped grains close higher, but with the Canadian Dollar approaching \$0.88 US this morning—purchasing power is seeing a slight boost.

	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar
Fixed Forward Range		125.03	117.73	114.50	104.65	102.45	114.06	123.45	123.41
(Maple Leaf Sig. #3)		-	-	-	-	-	-	-	-
		127.12	122.95	118.12	110.99	112.04	124.61	127.15	127.15
Estimated Hog Margin	-18.03	-13.56	-14.91	-12.43	-11.78	-6.15	3.91	7.92	7.73
Soymeal Delivered	470	485	490	395	384	384	382	383	383
Corn Delivered	160	162	164	160	162	164	166		



Rothsay Animal Vegetable Feed Fat

\$555/tonne ↓ (2 – 19 mt)

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

**Price quoted is FOB Southeast Manitoba*

