



Hog Margin Outlook

Meeting Your Marketing Needs

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

Monday, August 17, 2009

Hog Prices: ↓↑

Soymeal: ↓

Corn: ↓

Cdn Dollar: ↑

Manitoba Pork Marketing's forward contract prices opened mixed this morning. US cash markets are expected to trade firmer this week, as last week's slaughter of 2.24 million hogs helped producers become more current with their hog marketings. US producers had been falling behind in their marketings as carcass weights were running as much as 10 pounds over last year's levels despite prices running below cost of production. Wholesale pork prices are expected to see further weakness this week, as the growing supply combined with increased competition from other meats has allowed wholesalers and processors to hold out for lower prices. The Canadian Dollar is trading just above 90 cents US, but threatens to rebound from last week's declines, as some analysts say the Loonie was oversold against the US dollar.

Canadian delivered soymeal prices opened lower this morning. A higher US Dollar and general weakness in outside markets helped the soy complex close dramatically lower overnight. Cash soymeal is now down roughly \$20/MT from one week ago. The weather outlook remains favourable with normal to slightly below normal temperatures and scattered showers expected over the next week.

Canadian delivered corn prices opened lower this morning. Crude oil continued its sharp losses from Friday in the overnight session, trading as low as \$65.32US. Farmer selling is expected to increase as harvest nears and general concerns about the possibility of a decrease in feed demand are further amplifying the bearish tone.

US Slaughter	
2.240 Mill—Last Week's	
2.144 Mill—Last Week's (Year Ago)	
US Iowa/Sthrn MN	\$46.29
Western Corn Belt	\$48.19
Daily National Price	\$52.03
Daily Sig #3 Est. (M.Leaf)	\$93.51
Daily Sig #4 Est. (M.Leaf)	\$101.32
B of C Ex. Rate (Noon)	
\$1.0971 CAD / \$0.9155 US	
Cash Price (S/cwt/ckg)	
Cash prices for week ending August 14th, 2009	
41.94 / 92.45 Signature #3	
47.11 / 103.85 Signature #4	
40.57 / 89.45 MPMC Cash	
38.00 / 83.77 Springhill	

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	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr
Fixed Forward Range		85.89	82.33	75.42	76.41	87.52	99.63	102.27	108.83
(Maple Leaf Sig. #3)		-	-	-	-	-	-	-	-
		86.91	85.08	81.52	82.97	97.61	104.27	104.28	119.73
Estimated Hog Margin	-28.79	-35.14	-31.18	-31.59	-25.02	-13.65	-8.88	-8.15	-2.12
Soymeal Delivered	474	505	383	383	383	385	382	382	382
Corn Delivered	150	153	156	150	152	154	156	158	160



Rothsay Animal Vegetable Feed Fat

\$625/tonne ↑ (2 – 19 mt)

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

*Price quoted is FOB Southeast Manitoba

