



Hog Margin Outlook

Meeting Your Marketing Needs

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

Tuesday, September 01, 2009

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

US Slaughter	
430,000—Monday's	
2,000—Monday's (Year Ago)	
US Iowa/Sthrn MN	\$47.70
Western Corn Belt	\$47.62
Daily National Price	\$50.63
Daily Sig #3 Est. (M.Leaf)	\$95.73
Daily Sig #4 Est. (M.Leaf)	\$98.56
B of C Ex. Rate (Noon)	
\$1.0967 CAD / \$0.9118 US	
Cash Price (\$/cwt/kg)	
Cash prices for week ending August 28th, 2009	
41.66 / 91.85 Signature #3	
44.68 / 98.51 Signature #4	
40.30 / 88.85 MPMC Cash	
37.78 / 83.28 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 higher this morning. US cash markets are trading slightly higher this morning as packers have good margins to work with when sourcing this week's production requirements. Packers are looking for a large slaughter week ahead of next week's holiday reduced production schedule. Wholesale pork prices are maintaining the gains of last week, with the exception of ham prices, which have seen a slight pullback from its meteoric rise. Lean Hog futures are making small gains and trading at slightly higher values than the current US cash market. The Canadian Dollar is trading slightly lower this morning, seeing influence from slightly weaker energy prices. *MPMC apologizes for the late distribution of today's HMO due to network difficulties.*

Canadian delivered soymeal prices opened lower this morning. The USDA Crop Conditions Report left the condition of the soybean crop unchanged, with 69% rated as good/excellent. As of Sunday, 3% of the crop was reported to be dropping leaves—5% off the 5-year average, but the positive long range forecast should facilitate this late pace.

Canadian delivered corn prices opened lower this morning. After closing higher yesterday, corn traded lower overnight. Corn saw a 1% drop in crop conditions, with 69% reported as good/excellent. Only 32% of the corn crop is in the dent stage, 28% lower than the 5-year average. Despite the lateness of this year's crop, high yield forecasts and increased buying power are lowering the cash price.

	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May
Fixed Forward Range		89.22	80.08	79.77	88.80	99.83	101.86	108.38	123.14
(Maple Leaf Sig. #3)		-	-	-	-	-	-	-	-
		93.99	86.14	87.19	98.83	103.85	103.87	119.12	130.66
Estimated Hog Margin	-31.31	-28.28	-29.88	-25.40	-14.98	-9.54	-8.09	-1.45	8.10
Soymeal Delivered	564	580/394	394	394	384	388	388	387	387
Corn Delivered	150	153	150	152	154	156	158	160	162

Rothsay Animal Vegetable Feed Fat

\$560/tonne ↓ (2 – 19 mt)

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

*Price quoted is FOB Southeast Manitoba

