

Hog Prices: ↓↑

Soymeal: ↓

Corn: ↓

Cdn Dollar: ↑

Hog Margin Outlook

Meeting Your Marketing Needs

For details call: (204)235-2237

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Thursday, October 15, 2009

Manitoba Pork Marketing's forward contract prices opened mixed this morning. US packers started to pull back from their bids of earlier this week as they have secured the required supplies to meet their Saturday kill requirements. The carcass cut-out gained value by another \$1.00/cwt, almost erasing last week's losses. US pork export sales were down about 18% from last year in the month of August according to the latest USDA numbers. Most of the major destinations for US pork were down sharply compared to year ago levels, however, Mexico posted a 36% gain in pork imports. Value conscious consumers in Mexico are reportedly trading higher priced meat cuts for pork, benefitting the North American hog industry. The Canadian Dollar saw its fifth day of gains as commodity and stock prices push it to the highest level since September 2008.

Canadian delivered soymeal prices opened lower this morning. After trading higher for the first half of the week, the soy complex saw sharp losses in the overnight session. Despite a still low US Dollar, traders are concerned that the market may have pushed above the level of support offered from weather and the late harvest.

Canadian delivered corn prices opened lower this morning. Farmer selling increased yesterday as corn futures crept closer to the \$4 mark. A new yearly low for the US Dollar wasn't enough to avoid a correction for corn as traders saw grains as overbought leading to losses overnight. The cash price is down roughly \$5/MT from yesterday's open.

US Slaughter	
434,000—Wednesday's	
432,000—Wednesday's (Year Ago)	
US Iowa/Sthrn MN	\$49.80
Western Corn Belt	\$50.04
Daily National Price	\$53.15
Daily Sig3(M.Leaf)	\$94.40
Daily Sig4(M.Leaf)	\$97.10
4-Month Fwd Avg	\$100.53
#1 Export Sows (+500lbs)	\$22.65/cwt
B of C Ex. Rate (Noon)	
\$1.0292 CAD / \$0.9716 US	
Cash Price (\$/cwt/pkg)	
Cash prices for week ending October 9th, 2009	
43.25 / 95.35 Signature #3	
45.18 / 99.61 Signature #4	
42.52 / 93.74 MPMC Cash	
40.03 / 88.26 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.

	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun
Fixed Forward Range (Maple Leaf Sig. #3)		90.85	87.92	96.41	106.42	108.12	114.25	125.84	130.33
		-	-	-	-	-	-	-	-
		92.74	94.62	105.86	110.20	110.20	122.07	132.91	134.80
Estimated Hog Margin	-20.60	-17.70	-13.37	-5.90	-0.51	0.74	5.99	14.24	15.60
Soymeal Delivered	388	373	373	370	367	367	372	372	369
Corn Delivered	157	157	159	161	163	165	167	169	171



Rothsay Animal Vegetable Feed Fat

\$538/tonne ↑ (2 – 19 mt)

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

*Price quoted is FOB Southeast Manitoba

