



Hog Margin Outlook

Meeting Your Marketing Needs

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

Wednesday, November 04, 2009

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

Manitoba Pork Marketing's forward contract prices opened lower this morning. US cash markets remain firm this morning with packers competing for the approximate 2.3 million hogs that are available for this week. Packers are attempting to increase their Saturday slaughter as gross margins remain profitable and they attempt to inventory more hams in preparation for the holidays. Lean Hog futures are maintaining the gains of the last week with support coming from both good cash market fundamentals and bullish technical analysis. The market appears to have had no reaction from the discovery of H1N1 in a pig herd in Indiana. The Canadian Dollar is making gains again today as higher gold, oil and stock markets all contribute to greater optimism in Canada's economy.

Canadian delivered soymeal prices opened higher this morning. The soy complex saw modest gains yesterday which continued into the overnight session with help from a lower US Dollar. Truck availability has been tight over the past week and producers are advised to take this into account in regard to cash orders.

Canadian delivered corn prices opened higher this morning. A lower US Dollar and higher crude oil pricing helped corn futures carry over gains into the overnight session. Above normal temperatures and dry weather are forecasted through the weekend for the Corn Belt—though harvesting efforts are still largely focused on soybeans.

US Slaughter	
435,000—Tuesday's	
430,000—Tuesday's (Year Ago)	
US Iowa/Sthrn MN	\$52.99
Western Corn Belt	\$53.29
Daily National Price	\$55.56
Daily Sig3(M.Leaf)	\$104.56
Daily Sig4(M.Leaf)	\$105.55
4-Month Fwd Avg	\$112.88
#1 Export Sows (+500lbs) \$27.05/cwt	
B of C Ex. Rate (Noon)	
\$1.0704 CAD / \$0.9342 US	
Cash Price (\$/cwt/kg)	
Cash prices for week ending October 30th, 2009	
45.83 / 101.03 Signature #3	
47.20 / 104.06 Signature #4	
44.18 / 97.41 MPMC Cash	
41.50 / 91.48 Springhill	

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	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul
Fixed Forward Range (Maple Leaf Sig. #3)		97.94 - 104.95	106.69 - 116.42	114.18 - 120.31	116.83 - 118.79	123.19 - 130.33	134.25 - 141.59	138.63 - 143.54	138.53 - 140.10
Estimated Hog Margin	-17.61	-11.28	-4.18	0.61	0.83	6.44	14.86	16.31	15.33
Soymeal Delivered	420	409	390	387	387	383	383	380	380
Corn Delivered	173	175	177	179	181	183	185	187	189



MPMC's Fall Marketing Meetings



Brandon - Wed Nov 4th (NOON)
Royal Oak Inn & Suites
(Light Lunch)

Starbuck - Thurs Nov 5th (1:30PM)
Starbuck Community Hall
(Pork On A Bun)

Steinbach - Fri Nov 6th (NOON)
Smitty's Restaurant
(Light Lunch)