

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

Hog Margin Outlook

Meeting Your Marketing Needs

For details call: (204)235-2237
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Monday, November 30, 2009

Manitoba Pork Marketing's forward contract prices opened higher this morning. US packers were short of live hog supplies to meet their production schedules for most of last week, but this week may shape up to have the opposite effect. Producers who delayed shipments in last week's reduced week are delivering their animals regardless of the current bids. As a result, packer bids are starting the week lower but firm wholesale pork prices could deliver higher bids by the end of the week. Lean hog futures will react negatively to any significant cash market weakness as last week's gains were largely due to the surge in cash bids. The Canadian Dollar is starting the week above US\$0.94 with the major influences being gold and oil prices. Near term forward contract prices are currently valued similar to cash market prices seen last January.

Canadian delivered soymeal prices opened higher this morning. Strong export sales and the idea that China may once again be entering into a buying pattern for its strategic reserves are helping the soy complex start the week with a bullish tone. Much of Argentina saw rain over the weekend, further supporting analysts' predictions of a record harvest for the upcoming year.

Canadian delivered corn prices opened higher this morning. After closing higher on Friday, corn futures went on to trade marginally lower overnight. The majority of the corn harvest is expected to be shown as concluded in this afternoon's USDA Crop Progress Report—with late planting areas still lagging behind. Favourable harvest weather should facilitate significant harvest progress this week for that final stretch.

US Slaughter	
2.047 Mill—Last Week's	
2.046 Mill—Last Week's (Year Ago)	
US Iowa/Sthrn MN	\$56.40
Western Corn Belt	\$56.86
Daily National Price	\$ N/A
Daily Sig3(M.Leaf)	\$110.73
Daily Sig4(M.Leaf)	\$105.69
4-Month Fwd Avg	\$124.97
#1 Export Sows (+500lbs)	\$34.70/cwt
B of C Ex. Rate (Noon)	
\$1.0624 CAD / \$0.9413 US	
Cash Price (\$/cwt/ckg)	
Cash prices for week ending November 27th, 2009	
48.26 / 106.40 Signature #3	
47.80 / 105.38 Signature #4	
46.72 / 103.00 MPMC Cash	
45.17 / 99.58 Springhill	

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	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug
Fixed Forward Range (Maple Leaf Sig. #3)		111.03	122.27	123.41	128.28	139.58	141.36	141.55	137.37
		-	-	-	-	-	-	-	-
		120.72	126.15	126.15	134.71	143.47	146.78	142.82	141.55
Estimated Hog Margin	-7.82	-0.75	3.15	3.42	7.73	14.72	16.42	15.09	12.74
Soymeal Delivered	426	404	395	395	385	385	386	386	385
Corn Delivered	172	174	176	178	180	182	184	186	188

Rothsay Animal Vegetable Feed Fat

\$558/tonne ↓ (2 – 19 mt)

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

*Price quoted is FOB Southeast Manitoba

