

Hog Prices: ↓↑

Soymeal: ↓

Corn: ↔

Cdn Dollar: ↑

Hog Margin Outlook

Meeting Your Marketing Needs

For details call: (204)235-2237

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Wednesday, December 02, 2009

Manitoba Pork Marketing's forward contract prices opened mixed this morning. US cash markets are trading slightly lower but avoided the big drop that was expected due to producers trying to stay current with their marketings. Wholesale pork prices continue to stay firm despite the normal seasonal pattern of losing value due to abundant supplies. Hams, butts and bellies have all contributed to improving the carcass cut-out values over the last several months where they would normally lose about 30% - 40% of their value. A positive factor contributing to firmer deferred month futures is a weekly sow slaughter that is running near 65,000 head, just enough to suggest market ready supplies will not be larger than year previous for the 3rd Quarter. The Canadian Dollar rallied yesterday from higher commodity prices and global investors seeing more upside opportunity in the Loonie.

Canadian delivered soymeal prices opened lower this morning. Steady farmer selling and a lack of buying interest from funds helped the soy complex close slightly lower yesterday. China's increased buying as of late is providing some resistance to a bearish tone but recent strength in the Canadian Dollar is helping to amplify soy's losses and move the cash price down \$13/MT from yesterday's open.

Canadian delivered corn prices opened steady this morning. Lower crude oil pricing as well as a stronger US Dollar pushed corn futures lower in the overnight session, continuing the negative tone from yesterday's close. This recent bearish action could be short-lived if tomorrow's USDA Export Sales Report shows strong sales as it did last week.

US Slaughter	
431,000—Tuesday's	
431,000—Tuesday's (Year Ago)	
US Iowa/Sthrn MN	\$56.43
Western Corn Belt	\$56.90
Daily National Price	\$59.16
Daily Sig3(M.Leaf)	\$110.77
Daily Sig4(M.Leaf)	\$109.20
4-Month Fwd Avg	\$121.98
#1 Export Sows (+500lbs) \$32.75/cwt	
B of C Ex. Rate (Noon)	
\$1.0432 CAD / \$0.9586 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)		109.25	120.21	120.75	125.54	137.59	139.22	139.22	134.20
		-	-	-	-	-	-	-	-
		118.81	124.04	124.04	132.81	141.42	144.77	140.66	139.09
Estimated Hog Margin	-7.82	-0.75	3.15	3.42	7.73	14.72	16.42	15.09	12.74
Soymeal Delivered	406	395	386	386	382	382	382	382	389
Corn Delivered	171	173	175	177	179	181	183	185	187



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

