

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

Hog Margin Outlook

Meeting Your Marketing Needs

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

Friday, December 11, 2009

Manitoba Pork Marketing's forward contract prices opened lower this morning. Lean Hogs finished the day up after initially opening lower on Thursday.

Nearby months are seeing stronger fundamentals than summer months and have been experiencing greater gains in the past week. A winter storm across the US Midwest gave cash prices a boost this week as packers showed reduced slaughter numbers. If weekend slaughter numbers don't make up for the slow week, high numbers next week to cover the difference could rescind some of the cash market gains made this week. The Canadian Dollar is ending the week on a high note after trading lower earlier in the week, opening around \$0.95US.

Canadian delivered soymeal prices opened lower this morning. The soy complex traded lower yesterday, with a generally positive crop outlook from South America beginning to weigh heavily on US markets. A weaker US Dollar and strong demand helped the soy complex trade sharply higher overnight. Yesterday's losses coupled with a steady Canadian Dollar are moving the cash price lower from Thursday's open.

Canadian delivered corn prices opened higher this morning. Heavy fund buying and a lower US Dollar pushed corn futures higher yesterday and the rally continued overnight. Recent strength in the Canadian Dollar has increased purchasing power, but not enough to offset corn's recent gains. Monday's harvest progress may be less than previously expected due to stormy weather in the US Midwest.

Weekly Comparison

WCB Cash (cwt)	+ \$4.26
ISM Cash (cwt)	+ \$4.46
Forward Prices (ckg)	+ \$0-3
CDN Dollar (Per US\$)	+ 0.0021

US Slaughter	
411,000—Thursday's	
438,000—Thursday's (Year Ago)	
US Iowa/Sthrn MN	\$63.33
Western Corn Belt	\$63.39
Daily National Price	\$63.23
Daily Sig3(M.Leaf)	\$122.22
Daily Sig4(M.Leaf)	\$118.05
4-Month Fwd Avg	\$121.75
#1 Export Sows (+500lbs)	\$29.05/cwt
B of C Ex. Rate (Noon)	
\$1.0509 CAD / \$0.9507 US	
Cash Price (\$/cwt/ckg)	
Cash prices for week ending December 11th, 2009	
53.94 / 118.91 Signature #3	
52.41 / 115.55 Signature #4	
51.96 / 114.55 MPMC Cash	
50.52 / 111.37 Springhill	

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	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug
Fixed Forward Range (Maple Leaf Sig. #3)		116.07	118.96	119.44	124.25	137.73	139.87	139.10	135.16
		-	-	-	-	-	-	-	-
		117.03	122.81	122.81	132.92	141.58	144.95	141.32	139.10
Estimated Hog Margin	-3.49	-1.72	2.58	3.58	8.26	15.89	17.25	15.65	10.88
Soymeal Delivered	398	388	385	385	382	382	381	381	381
Corn Delivered	165	167	169	171	173	175	177	179	181



Rothsay Animal Vegetable Feed Fat

\$513/tonne ↓ (2 – 19 mt)

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

*Price quoted is FOB Southeast Manitoba

