

Hog Margin Outlook

Meeting Your Marketing Needs

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

Friday, June 11, 2010

Hog Prices: ↔ Soymeal: ↔

Corn: ↑ Cdn Dollar: ↓

US Slaughter	
407,000 – Thursday's	
408,000 – Thursday's (year ago)	
US Iowa/Sthrn MN	\$75.23
Western Corn Belt	\$74.53
Daily National Price	\$77.84
Daily Sig3(M.Leaf)	\$141.22
Daily Sig4(M.Leaf)	\$142.82
4-Month Fwd Avg	\$141.23
#1 Export Sows (+500lbs) \$53.25 cwt	
B of C Ex. Rate (Noon) \$1.0337CAD / \$.9674US	
Cash Prices: Week Ending June 11th, 2010	
65.43/144.25 Signature #3	
66.18/145.90 Signature #4	
64.60/142.41 MPMC Cash	
62.46/137.70 Springhill	

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Forward contract prices opened steady this morning. U.S. cash markets are finishing the week mixed with some regions seeing marginal gains late in the week as packers attempt to meet their modest kill requirements for Saturday. Declining wholesale pork values have prevented any appreciation in packer bids for the last several weeks, reflecting slower demand than what was experienced earlier this year. U.S. exports of pork in April showed only a 1.7% increase in volume over last year's disappointing numbers, as exporters struggled to make sales with a stronger U.S. Dollar. Lean Hog Futures are finding some support at current levels, but changes in the value of the Canadian Dollar over the last 3 days have negated this support. The loonie has appreciated by about 3 cents, largely due to greater stability in global financial markets, resulting in a \$5.00/ckg drop in Canadian hog prices.

Canadian delivered soymeal prices opened steady this morning. The soybean complex is trading steady this morning as weaker crude oil futures put pressure on previously bullish prices. Traders are optimistic, however, after China purchased yet another 40,000 tons of U.S. soyoil for delivery in 2009-10 marketing year.

Canadian delivered corn prices opened higher this morning. Corn markets continued upwards this morning after the announcement of another purchase of U.S. corn by China. The potential for further acquisitions is also helping to buoy prices, as China is currently dealing with fast-depleting domestic stocks and weather related delays in planting.

	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar
Fixed Forward Range (Maple Leaf Sig. #3)		142.95	146.26	136.82	134.11	125.10	122.67	125.04	131.68	127.54
		146.74	150.57	141.09	137.84	132.68	129.84	131.21	133.58	131.34
(Maple Leaf Sig. #4)		141.27	143.84	137.08	132.93	124.17	122.65	124.94	130.09	128.10
		144.76	147.55	142.78	135.50	130.97	130.60	128.43	131.92	129.76
Estimated Hog Margin		21.58	22.00	15.69	13.33	8.03	8.29	9.48	13.96	13.59
Soymeal Delivered	356	357	359	362	333	327	327	319	321	321
Corn Delivered	148	150	152	154	156					



Rothsay Animal Vegetable Feed Fat

\$613/tonne ↔ (2 – 19 mt)

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

*Price quoted is FOB Southeast Manitoba

