

Hog Margin Outlook

Meeting Your Marketing Needs

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

Monday, June 28, 2010

Hog Prices: ↑ **Soymeal:** ↑

Corn: ↓ **Cdn Dollar:** ↑

US Slaughter	
1.956 Mill. — Last Week's	
2.031 Mill. — Last Week's (year ago)	
US Iowa/Sthrn MN	\$77.16
Western Corn Belt	\$77.52
Daily National Price	\$80.77
Daily Sig3(M.Leaf)	\$147.35
Daily Sig4(M.Leaf)	\$148.67
4-Month Fwd Avg	\$141.38
#1 Export Sows (+500lbs) \$50.25 cwt	
B of C Ex. Rate (Noon) \$1.0370CAD / \$.9643US	
Cash Prices: Week Ending June 25th, 2010	
66.41/146.41 Signature #3	
66.26/146.07 Signature #4	
65.35/144.08 MPMC Cash	
63.07/139.04 Springhill	

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Forward contract prices opened higher this morning. U.S. cash markets are starting the week with firm bids from packers due to tighter supplies of market ready hogs. However, packers are expected to drop their bids by mid-week as the U.S. Independence Day holiday starts to impact the normal slaughter schedule in spite of the holiday landing on a Sunday. Lean hog futures are expected to trade higher in the nearby contracts while steady in the deferred months, with the overwhelming influence on the market being the results of Friday's Hogs & Pigs Report. The Canadian Dollar is expected to be supported by the results of the G20 meeting in Toronto, which had participating countries agree to debt reduction over the next several years. Canada's relatively healthy fiscal position could result in our currency continuing to outpace those of other developed nations.

Canadian delivered soymeal prices opened higher this morning. The soybean complex opened higher again this morning as storms in the Midwest slowed the final stages of planting. As well, the heavy rains and localized flooding impacted the crop quality of soybeans already in the ground. Upside potential is expected to be limited, however, by a lack of fresh demand.

Canadian delivered corn prices opened lower this morning. Corn markets are continuing their downward trend this morning as the lack of extreme heat in the U.S., while the corn crop begins pollination, bodes well for yield predictions. While much of the Corn Belt has experienced wet conditions, current forecasts indicate they will have a chance to dry out.

	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar
Fixed Forward Range (Maple Leaf Sig. #3)			151.51 153.79	141.45 145.72	136.03 142.59	127.00 134.60	125.20 131.75	127.58 133.76	134.24 136.14	131.19 135.00
(Maple Leaf Sig. #4)			148.84 150.94	141.57 147.27	135.04 140.10	126.02 132.83	125.11 132.46	127.41 130.92	132.58 134.42	131.65 133.31
Estimated Hog Margin		24.31	24.39	18.09	15.24	9.52	9.65	10.55	14.90	14.22
Soymeal Delivered	363	363	366	369	340	339	339	330	331	331
Corn Delivered	146	148	150	152	154					



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

