



Hog Margin Outlook

Meeting Your Marketing Needs

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

Friday, July 23, 2010

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

US Slaughter	
399,000 – Thursday's	
416,000 – Thursday's (year ago)	
US Iowa/Sthrn MN	\$81.14
Western Corn Belt	\$80.30
Daily National Price	\$77.83
Daily Sig3(M.Leaf)	\$152.72
Daily Sig4(M.Leaf)	\$143.34
4-Month Fwd Avg	\$139.26
#1 Export Sows (+500lbs) \$50.50 cwt	
B of C Ex. Rate (Noon) \$1.0376CAD / \$0.9638US	
Cash Prices: Week Ending July 23rd, 2010	
66.30/146.16 Signature #3	
65.53/144.47 Signature #4	
65.09/143.49 MPMC Cash	
63.00/138.89 Springhill	

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Forward contract prices opened higher this morning. Packers are finishing the week with higher cash bids as they attempt to meet a relatively large Saturday kill that will capitalize on the recent gains in the wholesale pork market. Yesterday, cash prices jumped more than U.S.\$2.50/cwt in most regions. Pork prices gained close to \$4.00/cwt over the week, providing the incentive for packers to increase production. The USDA Cold Storage Report for June was released earlier this week, and continued the streak of lower pork inventories that the U.S. has experienced over the last few months. Pork in cold storage was down 23% from last year's levels, and dropped to its lowest level since 2004. The tight supplies of all meat products have contributed to the rally in lean hog futures.

Canadian delivered soymeal prices opened lower this morning. The soybean complex is trading lower this morning as weather forecasts remain the prominent influence in prices. Threats of heat stress drove prices up earlier in the week, but because they were accompanied by sufficient moisture, trader fears were allayed.

Canadian delivered corn prices opened steady this morning. Corn markets are trading steady this morning as they continue to follow wheat market movement. With supply concerns in both Europe and Russia, corn prices rallied along with wheat throughout the week. However, wheat prices lost ground overnight, thereby removing support from corn.

	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr
Fixed Forward Range (Maple Leaf Sig. #3)		150.74	142.17	138.86	129.79	128.45	130.84	137.52	134.28	137.89
		150.74	146.45	143.45	137.43	134.56	137.04	139.43	138.09	149.84
(Maple Leaf Sig. #4)		148.00	142.65	138.17	128.92	128.27	130.58	135.76	132.80	135.66
		148.00	146.71	141.31	135.95	135.39	134.09	137.61	136.31	143.62
Estimated Hog Margin		23.60	18.89	16.37	11.27	11.84	13.24	17.53	16.71	20.92
Soymeal Delivered	375	375	383	345	345	345	349	348	348	348
Corn Delivered	160	162	164	166	168	170	168			



Rothsay Animal Vegetable Feed Fat
\$603/tonne ↓ (2 – 19 mt)

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

*Price quoted is FOB Southeast Manitoba

