



Hog Margin Outlook

Meeting Your Marketing Needs

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

Wednesday, November 03, 2010

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

US Slaughter	
426,000 – Tuesday's	
435,000 – Tuesday's (year ago)	
US Iowa/Sthrn MN	\$55.92
Western Corn Belt	\$55.93
Daily National Price	\$64.15
Daily Sig3(M.Leaf)	\$103.53
Daily Sig4(M.Leaf)	\$114.99
4-Month Fwd Avg	\$125.55
#1 Export Sows (+500lbs)	\$40.00 cwt
B of C Ex. Rate (Noon)	\$1.0099CAD / \$.9902US
Cash Prices: Week Ending October 29th, 2010	
52.55/115.86 Signature #3	
55.14/121.56 Signature #4	
52.18/115.03 MPMC Cash	
49.65/109.45 Springhill	

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Forward contract prices opened higher this morning. U.S. cash markets are weaker again this morning after yesterday's \$2.00/cwt drop to start the week. Packer operating margins continue to grow as the divergence in cash bids and wholesale pork prices continue. Estimated margins are close to \$40/hog, the highest that we have seen this year. Lean hog futures continue seeing influence from the weaker cash bids, but traders generally believe that packers will be forced to pay higher bids in mid-December when the nearby contract expires.

FALL MARKETING MEETINGS

Brandon	Nov. 3 @ 12pm	Royal Oak Inn & Suites	Swift Current	Nov. 9 @ 12pm	Wong's Kitchen
Starbuck	Nov. 4 @ 1:00pm	Starbuck Community Hall	Saskatoon	Nov. 10 @ 12pm	Travelodge Hotel
Steinbach	Nov. 5 @ 12pm	Smitty's Restaurant	*** Lunch will be served at all meetings		

Canadian delivered soymeal prices opened higher this morning. The soybean complex is trading higher this morning as a weak U.S. Dollar continues to provide support along with increases in crude oil futures. Lack of fresh demand information has traders looking to the financial markets for information. Upside movement may be limited; however, as the South American crop potential continues to improve.

Canadian delivered corn prices opened steady this morning. Corn markets are trading steady this morning as market participants wait for new USDA estimates as well as anticipated policy changes from the U.S. Federal Reserve. Increased quantitative easing could further weaken the U.S. Dollar, thereby increasing export demand for corn.

	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug
Fixed Forward Range (Maple Leaf Sig. #3)		114.57 116.05	118.74 126.62	128.01 131.72	131.01 134.72	135.66 145.43	151.40 154.66	152.33 156.98	155.01 156.88	156.50 156.50
(Maple Leaf Sig. #4)		116.47 118.07	120.19 125.22	127.19 129.70	131.53 133.69	134.16 141.55	146.61 150.40	150.76 152.92	151.19 153.00	153.00 153.54
Estimated Hog Margin		1.53	1.92	6.67	8.54	12.44	20.93	22.25	22.43	
Soymeal Delivered	385	388	383	396	396	400	400	401	401	402
Corn Delivered	227	227	227	229	231	234	236			



Rothsay Animal Vegetable Feed Fat
\$703/tonne ↑ (2 – 19 mt)

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

*Price quoted is FOB Southeast Manitoba

CONGRATULATIONS

Canam Genetics Inc.

Winner of the October 2010 Sow and Boar Lottery