



Hog Margin Outlook

Meeting Your Marketing Needs

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

Tuesday, November 30, 2010

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

US Slaughter	
426,000 – Monday's	
428,000 – Monday's (year ago)	
US Iowa/Sthrn MN	\$65.52
Western Corn Belt	\$65.43
Daily National Price	\$66.56
Daily Sig3(M.Leaf)	\$122.66
Daily Sig4(M.Leaf)	\$120.83
4-Month Fwd Avg	\$137.52
#1 Export Sows (+500lbs)	\$39.00 cwt
B of C Ex. Rate (Noon)	
\$1.0227CAD / \$0.9778US	
Cash Prices: Week Ending November 26th, 2010	
52.00/114.64 Signature #3	
53.58/118.12 Signature #4	
51.37/113.26 MPMC Cash	
49.60/109.35 Springhill	

This information is intended to help you make pricing decisions. Opinions given do not guarantee any future events or performance. Any unauthorized distribution of the HMO is prohibited without the consent of the author.

Forward contract prices opened lower this morning. U.S. cash markets are trading higher again this morning after yesterday's firm opening to start the week. Some cash market regions have seen a 10% rally in just over a week as producers are more current with their marketings. This has not been solely at the packers expense as they continue to benefit from excellent operating margins that they have held for months. Traders of lean hog futures are steadfast in their optimism that cash prices will appreciate faster than what is typically experienced at this time of year. The February contract is trading at a premium to the current cash market of \$11.00/cwt where average levels would be closer to half this amount.

Canadian delivered soymeal prices opened lower this morning. The soybean complex is trading lower this morning after a high U.S. Dollar prompted selling. Heavy rains forecasted for central and western Brazil are also working to put pressure on prices. As well, export inspections for U.S. soybeans for this week are at 48.9 million bushels, down from 57.648 million last week.

Canadian delivered corn prices opened lower this morning. Decreases in crude oil futures along with strength in the U.S. Dollar are working to move corn prices lower this morning after yesterday's mid-morning recovery. Losses may be limited, due to dryness in major growing areas in Argentina, combined with concerns regarding corn shortages in China.

	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug
Fixed Forward Range (Maple Leaf Sig. #3)			123.37	134.68	137.59	142.62	157.21	158.16	159.13	155.27
			131.38	138.44	141.36	152.57	160.52	162.89	161.01	159.97
(Maple Leaf Sig. #4)			125.67	134.25	137.98	140.96	151.78	156.00	154.73	154.82
			130.42	136.80	140.17	148.48	155.63	158.20	156.28	156.46
Estimated Hog Margin			6.80	12.74	15.01	19.06	26.60	27.98	27.20	25.41
Soymeal Delivered	397	399	399	403	403	406	406	406	406	408
Corn Delivered	214	214	214	216	218	220	222			



Rothsay Animal Vegetable Feed Fat

\$713/tonne ↑ (2 – 19 mt)

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

*Price quoted is FOB Southeast Manitoba

