

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

<b>US Slaughter</b>	
2.257 Mill. — Last Week's	
2.233 Mill. — Last Week's (year ago)	
US Iowa/Sthrn MN	\$68.10
Western Corn Belt	\$67.89
Daily National Price	\$69.58
Daily Sig3(M.Leaf)	\$125.60
Daily Sig4(M.Leaf)	\$124.65
4-Month Fwd Avg	\$139.23
#1 Export Sows (+500lbs)	\$39.60 cwt
<b>B of C Ex. Rate (Noon)</b>	
\$1.0093CAD / \$.9908US	
<b>Cash Prices: Week Ending December 10th, 2010</b>	
55.25/121.81 Signature #3	
56.25/124.00 Signature #4	
54.48/120.11 MPMC Cash	
52.25/115.18 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.*

# Hog Margin Outlook

Meeting Your Marketing Needs

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

Monday, December 13, 2010

**Forward contract prices opened higher this morning.** Disappointing news in the cash market, along with the idea that ham prices may have peaked for the holiday season sparked some selling and early weakness late on Friday. As well, Friday's announcement in the USDA Supply and Demand Report that pork production is forecasted to increase 1.1% in 2011 set a negative tone for hog prices. Spillover weakness in cattle is also contributing to the bearish movement. Downside movement may be limited due to an increase in hog slaughter of 1.1% compared to the same week last year. This is the 8<sup>th</sup> consecutive week where hog slaughter has been above year ago levels.

**Canadian delivered soymeal prices opened lower this morning.** The soybean complex is trading lower this morning after news that key growing areas of Brazil and north and north eastern areas of Argentina received some much needed rain over the weekend. The USDA Supply and Demand Report was considered neutral as ending stocks were pegged at 165 million bushels, 5 billion bushels above trader expectations.

**Canadian delivered corn prices opened higher this morning.** The corn market opened higher this morning, despite the USDA pegging corn ending stocks at 832 million bushels, which was 5 million bushels above last month's estimate, and 25 million bushels above trader anticipation. As well, the stocks/usage ratio was reported to be 6.2%, which is the second lowest in history, compared with 5% in 1995.

	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug
Fixed Forward Range (Maple Leaf Sig. #3)			127.15 130.38	133.61 137.30	134.57 138.26	139.20 148.92	155.55 158.79	156.48 161.11	158.17 160.03	154.46 159.10
(Maple Leaf Sig. #4)			126.88 129.38	133.14 135.64	134.96 137.10	137.58 144.93	150.18 153.95	154.31 156.46	153.80 155.33	153.98 155.60
Estimated Hog Margin			6.80	12.74	15.01	19.06	26.60	27.98	27.20	25.41
Soymeal Delivered		401	401	406	406	412	412	407	407	410
Corn Delivered		229	229	231	233	235	237			



## 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

