

Wednesday, August 03, 2011

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

US Slaughter	
401,000 – Tuesday's	
400,000 – Tuesday's (year ago)	
US Iowa/Sthrn MN	\$103.08
Western Corn Belt	\$102.98
Daily National Price	\$102.64
Daily Sig3(M.Leaf)	\$180.83
Daily Sig4(M.Leaf)	\$174.53
4-Month Fwd Avg	\$149.66
#1 Export Sows (+500lbs)	\$44.00cwt
B of C Ex. Rate (Noon)	
\$0.9580 CAD / \$1.0438US	
Cash Prices: Week Ending July 29th, 2011	
77.98/171.92 Signature #3	
74.91/165.15 Signature #4	
76.31/168.23 H@ms Cash	
74.44/164.10 Hylife	

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

Forward contract prices opened higher this morning. U.S. cash markets are trading higher again this morning as the combination of strong pork prices and tight hog supplies are forcing packers to pay more for live supplies. After three weeks of above average temperatures through much of the Midwest, growth rates have slowed significantly, keeping slaughter levels tight and hog weights down. Lean hog futures have returned to record high levels, largely on the recent strength of the cash market fundamentals. Traders have been more willing to add value to the nearby contracts, assuming any bump in value that Chinese purchases may bring to the market will be less in the winter and more in the fall. The Canadian Dollar has come under some pressure after both houses in the U.S. Congress voted to raise the debt ceiling and agreed to cut close to 2.4 trillion from the budget over the next 10 years.

Canadian delivered soymeal prices opened lower this morning. Being able to raise prices in China has the demand from crushers up. It is believed that the July heat stressed the soybean crops and could lower yield. Since mid-August weather is the critical weather period for soybeans the weather forecast is pointing to potential yield improvements. The USDA had private exporters report export sales of 550,000 tonnes of US soybeans to China for 2011/12 season.

Canadian delivered corn prices opened lower this morning.

Corn prices are moving lower after the USDA left their good to excellent rating unchanged in Monday's government report. This came as a surprise as prices climbed on Monday in anticipation of a decline in ratings.

	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr
Fixed Forward Range (Maple Leaf Sig. #3)		155.87 158.08	150.50 157.57	143.65 149.48	144.62 149.04	144.34 151.40	150.95 154.04	150.16 152.37	150.18 159.38
(Maple Leaf Sig. #4)		155.64 157.17	150.19 154.47	142.87 147.92	145.43 147.49	144.04 147.80	149.85 151.39	148.31 151.39	148.65 155.96
Soymeal Delivered	387	393	393	395	395	400			
Corn Delivered	284	284							



Rothsay Animal Vegetable Feed Fat

\$1,020/tonne ↑ (2 – 19 mt)

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

*Price quoted is FOB Southeast Manitoba

