

Monday, September 12, 2011

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

US Slaughter	
2.00 Mill –Last Week’s	
1.92 Mill –Last Week’s (year ago)	
Western Corn Belt	\$83.27
Daily National Price	\$87.62
Daily Sig3(M.Leaf)	\$152.19
Daily Sig4(M.Leaf)	\$155.08
4-Month Fwd Avg	\$147.40
#1 Export Sows (+500lbs)	\$53.00 cwt
B of C Ex. Rate (Noon)	
\$0.9971 CAD / \$1.0029 US	
Cash Prices: Week Ending September 9th, 2011	
67.99/149.88 Signature #3	
71.55/157.73 Signature #4	
67.97/149.85 h@ms Cash	
69.48/153.18 Hylife	
ISO Weans \$15-44US	
Feeder Pigs \$29-40US	

Forward contract prices opened lower this morning. U.S. cash markets are expected to start the week near steady, as packer demand is well matched with the increasing supply of live hogs available for slaughter. Last week’s holiday reduced slaughter schedule resulted in only a negligible drop in the week’s slaughter to just under 2 million hogs due to a huge Saturday kill of over 300,000. Lean Hog futures are expected to trade firm, as the results from July’s export sales will remind traders of that market’s potential. July pork exports were up 18% over the same month last year, with shipments to China close to double that of July 2010. All meat exports are seeing double digit increases with Asian growth and a weak U.S. Dollar contributing to the strength. The Canadian Dollar hit 7 month lows earlier this morning on fears of Greece defaulting on its debt obligations. Traders fear this may lead to a chain reaction of defaults across Southern Europe, and eventually lead to another global recession.

Canadian delivered soymeal prices opened lower this morning. USDA crop production and supply/demand reports came out this morning and are expected to set the tone for today’s market. The report indicated forecasted soybean production is up one percent from August. The increased supply and uncertain financial market should move prices lower.

Canadian delivered corn prices opened lower this morning. Down 7 ¼ cents in the overnight session, December corn reached its lowest level since August 22nd. A stronger U.S. dollar and weakened equity and energy markets corroborate weak outside market forces. USDA indicated corn production is down three percent from the August forecast. Yield per harvested acre is estimated at 152.8 bushels for 2010-11.

	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May
Fixed Forward Range (Maple Leaf Sig. #3)		149.06	140.54	141.55	144.46	154.97	157.72	158.81	171.95
		149.51	146.58	146.13	154.06	158.17	159.09	168.42	176.08
(Maple Leaf Sig. #4)		150.46	141.59	144.25	146.26	154.59	156.27	157.68	168.38
		151.34	146.73	146.38	151.40	157.33	158.57	165.31	175.20
Soymeal Delivered	401	404	410	410	421				
Corn Delivered	307	307							

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.

Rothsay Animal Vegetable Feed Fat

\$945 tonne ↓ (2 – 19 mt)

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

