

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

Thursday, October 27, 2011

**Forward contract prices opened lower this morning.** U.S. cash markets are trading lower again this morning as packers attempt to protect their operating margins from being eroded by weaker wholesale pork prices. Hog numbers are still in line with year ago levels, consistent with the USDA's most recent hog supply report. However, hog weights have been increasing at a remarkable rate, up more than 10 pounds compared to levels seen 2 months ago. Lean Hog futures are finding some support this morning after the trade has taken out \$2-\$3/cwt out of most of the 2012 contracts. The Canadian Dollar was up sharply overnight, taking its value over parity with the U.S. Dollar as European leaders and banks worked out a deal on an orderly default of Greece's debt.

<b>US Slaughter</b>	
429,000	—Wednesday's
423,000	—Wednesday's (year ago)
Western Corn Belt	\$87.15
Daily National Price	\$92.82
Daily Sig3(M.Leaf)	\$161.36
Daily Sig4(M.Leaf)	\$166.42
4-Month Fwd Avg	\$153.33
#1 Export Sows (+500lbs)	\$47.00cwt
<b>B of C Ex. Rate (Noon)</b>	
\$1.0101CAD / \$0.9900US	
<b>Cash Prices: Week Ending October 21st, 2011</b>	
77.04/169.84	Signature #3
76.21/168.02	Signature #4
75.76/167.02	h@ms Cash
75.23/165.85	Hylife
ISO Weans	\$31-42US
Feeder Pigs	\$37.50-47.50US

**Fall Marketing Meetings**

Date	Time	Location
Nov. 2	Noon	Brandon - Royal Oak Inn & Suites (3130 Victoria Ave)
Nov. 3	1:00 PM	Starbuck - Starbuck Community Hall (25 Main St.)
Nov. 4	Noon	Steinbach - Smitty's Restaurant (Clearspring Mall Highway 12)
Nov. 7	Noon	Swift Current - Wong's Kitchen Swift Current (320 S Service Road East)
Nov. 8	Noon	Saskatoon - Sandman Hotel Saskatoon (310 Circle Drive West)

**Canadian delivered soymeal prices opened higher this morning.** China has purchased some soybeans from Brazil, at a time of year when Brazil would typically be out of soy. This sale would appear to be a loss to U.S. soybean exporters adding to sluggish U.S. market demand.

**Canadian delivered corn prices opened higher this morning.** Ethanol production averaged 909,000 barrels/day for week ending Oct 21<sup>st</sup>, up 3.3% from last year. 96.8 million bushels of corn was used in last week's production.

	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	June	July
Fixed Forward Range (Maple Leaf Sig. #3)		150.15	149.24	146.94	156.07	156.99	159.12	170.14	169.23	174.05
(Maple Leaf Sig. #4)		150.15	153.81	155.19	159.32	158.36	167.82	173.35	175.18	174.98
		148.15	150.80	149.04	155.48	155.48	157.28	166.27	169.46	171.60
		148.15	152.86	152.86	156.76	157.44	164.02	170.17	171.77	172.32
Soymeal Delivered	363	363	368	376						
Corn Delivered	272	271	277							

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**

\$920 tonne ↓ (2 – 19 mt)

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

