



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

Hog Margin Outlook

Meeting Your Marketing Needs

For details call: (204)235-2237 or visit
<http://hamsmarketing.ca>

Wednesday, October 10, 2012

Forward contract prices opened higher this morning. U.S. cash markets continued higher yesterday and are expected to trade near steady again this morning. Packers are contending with tighter supplies than they had anticipated, while one month ago supplies were abundant. Wholesale pork prices continue to make small but steady gains, taking the pork cut-out to the highest level in more than a month. The increase in pork prices from early September to mid-October is a counter-seasonal move that may be an indication that the record large supplies that were on hand, have been cleared from warehouses. The next Cold Storage Report will provide some insight on available supplies, but is not due for two weeks. Nearby Lean Hog futures continue to trade relatively steady, while some of the deferred month contracts are approaching new contract highs.

US Slaughter	
434,000 – Tuesday's	
424,000 – Tuesday's (year ago)	
Western Corn Belt	\$80.61
Daily National Price	\$82.89
Daily Sig3(M.Leaf)	\$144.63
Daily Sig4(M.Leaf)	\$144.01
Thunder Creek	\$144.64
4-Month Fwd Avg	\$138.18
#1 Export Sows (+500lbs)	\$26.75cwt

2012 Annual Fall Marketing Meetings			
Manitoba	Date	Time	Location
Brandon	31-Oct	Noon	Royal Oak Inn & Suites, 3130 Victoria Avenue
Starbuck	01-Nov	1:00 PM	Starbuck Community Hall, 25 Main Street
Steinbach	02-Nov	Noon	The Village Green Restaurant, 350 Park Road East
Saskatchewan	Date	Time	Location
Swift Current	08-Nov	Noon	Wong's Kitchen, 320 S Service Road East
Saskatoon	09-Nov	Noon	Sandman Hotel, 310 Circle Drive West

B of C Ex. Rate (Noon) \$0.9788CAD / \$1.0216US
Cash Prices: Week Ending October 5th, 2012
63.25/139.44 Signature #3
62.68/138.19 Signature #4
62.20/137.13 h@ms Cash
60.48/133.33 Hylife
60.69/133.80 Thunder Creek
ISO Weans \$22.74US Avg
Feeder Pigs \$23.73US Avg

Canadian delivered soymeal prices opened lower this morning. The soybean complex is focused on tomorrow's release of the World Agricultural Supply/Demand Estimates (WASDE) Report. Analysts expect the USDA will peg the U.S. average yield at 37 bushels per acre, up about 5% from September's estimates. Recent reports from the field have yields better than expected, confirming ideas that late August rain helped the crop immensely.

Canadian delivered corn prices opened steady this morning. Corn futures have developed a steady trend, with traders awaiting the latest yield surveys by the USDA. While the trade seems to be comfortable with the USDA's September estimate of 123 bushels per acre for an average yield, the number of acres actually harvested is still being debated.

	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul
Fixed Forward Range (Maple Leaf Sig. #3)			129.09	128.76	140.45	143.19	148.29	166.68	171.64	173.92
(Maple Leaf Sig. #4)			133.13	137.76	144.95	144.99	161.84	175.25	176.16	177.08
			130.39	131.57	140.54	142.75	148.59	162.80	169.80	171.13
			135.44	137.23	144.37	146.23	159.25	171.11	172.86	173.75
Soymeal Delivered	529	534	535	539	539	539				
Corn Delivered	284	290								

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.

WINNIPEG LIVESTOCK
HWY #6 AND RD 236

LIGHT HOG PROGRAM!

CALL CRYSTAL FOR MORE INFO 204-235-2225

ACCEPTING:
SOWS
BOARS
LIGHTS
MARKET HOGS