

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

Forward contract prices opened higher this morning. Cash hog markets are trading near steady this morning, with packers content to maintain a slaughter schedule that is slightly smaller than recent weeks. Carcass weights indicate that producers are current with their production, in fact weights are up one pound to 203 lbs despite the sizable increase in feed costs over year ago levels. Total pork production so far this year has exceeded year ago levels by 2.3%, a number that is larger than most analysts' expectations. Lean Hog futures are experiencing a steady trend, with no significant impact from Hurricane Sandy's disruption to normal marketing channels on the nearby contract. The trade seems to have offset the reduction in near term demand on the east coast with the likelihood of increased demand due to "restocking", as a result of the prolonged electricity outages for millions of people. Summer month forward contracts continue to hold a strong premium to the current cash market, offering good value given the uncertainty in supply and export demand.

US Slaughter	
420,000 - Tuesday's	
431,000 - Tuesday's (year ago)	
Western Corn Belt	\$80.61
Daily National Price	\$85.06
Daily Sig3(M.Leaf)	\$147.67
Daily Sig4(M.Leaf)	\$150.89
Thunder Creek	\$147.61
4-Month Fwd Avg	\$143.82
#1 Export Sows (+500lbs)	\$ 41.75 cwt

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) \$0.9994CAD / \$1.0006US
Cash Prices: Week Ending October 26th, 2012
68.45/150.91 Signature #3
68.64/151.32 Signature #4
67.59/149.01 h@ms Cash
66.81/147.29 Hylife
67.09/147.90 Thunder Creek
ISO Weans \$39.07 US Avg
Feeder Pigs \$38.69US Avg

Canadian delivered soymeal prices opened higher this morning. Soy futures are trading slightly higher but there are conflicting fundamentals. As most have expected South American acreage to shift from corn to soy, some are now claiming losses to soy should be factored in as well. A report has stated Argentina could lose up to 10 percent of their soy due to local storms although this 'loss' would still see an estimated 49.5 million tonnes produced, a 20 percent increase over last year's crop of 41 million tonnes.

Canadian delivered corn prices opened higher this morning. Corn futures are trading slightly higher this morning as the focus remains on South American weather. Old crop futures have been seeing strength, while new crop contracts are lower, with traders assuming factoring in near trend yields for next year. There appears to be little doubt that the excessive moisture due to storm activity will negatively impact the Argentine corn crop. Trading opens today in New York after two days of inactivity due to North America's own weather problems.

	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul
Fixed Forward Range (Maple Leaf)			133.29	135.35	145.92	150.28	154.36	171.23	176.69	178.58
(Maple Leaf Sig. #4)			137.42	143.16	150.52	151.66	168.19	179.99	180.91	180.89
			134.59	138.19	145.94	150.25	154.57	167.69	174.39	175.71
			139.74	142.55	149.85	152.38	165.46	175.72	177.51	177.05
Soymeal Delivered	572	572	572	565	551	551				
Corn Delivered	300	300	300							

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.



FOR RENT

4025 square foot space in Headingley.
New building, develop to your own specifications.
For more information please call Perry Mohr
204-235-2234 or 204-771-5066