



## MORNING October 22, 2020 Livestock Report

by Chris Lehner | 312.242.7942 | [chris.lehner@admis.com](mailto:chris.lehner@admis.com)

### CATTLE

#### USDA FEDERAL SLAUGHTER

OCTOBER 21, 2020	121,000
WEEK AGO	119,000
YEAR AGO	119,000
WEEK TO DATE (EST)	360,000
SAME PERIOD LAST WEEK (EST)	356,000
SAME PERIOD LAST YEAR (ACT)	355,000

=====

	<b>CHOICE</b>	<b>SELECT</b>
BOXED BEEF FINAL	208.47	190.91
CHANGE FROM PRIOR DAY	(2.13)	(0.76)
CHOICE/SELECT SPREAD:		17.57
TOTAL LOAD COUNT		207
5 DAY SIMPLE AVERAGE:	210.40	194.56

#### PREVIOUS WEEK 10/16/2020

BOXED BEEF FINAL	<b>CHOICE</b>	<b>SELECT</b>
	210.03	193.52

=====

Based on negotiated prices and volume of boxed beef cuts delivered within 0-21 days and on average industry cutting yields. Values reflect U.S. dollars per 100 pounds

#### FINAL OCTOBER 21, 2020

Primal Rib	386.00	312.09
Primal Chuck	171.77	160.13
Primal Round	164.78	167.65
Primal Loin	268.60	239.38
Primal Brisket	145.66	145.04
Primal Short Plate	129.36	129.36
Primal Flank	98.79	96.18



**FINAL OCTOBER 20, 2020**

Primal Rib	388.91	312.25
Primal Chuck	170.93	159.89
Primal Round	164.88	166.36
Primal Loin	276.51	243.53
Primal Brisket	146.34	141.85
Primal Short Plate	133.22	133.22
Primal Flank	99.91	99.18

**LOAD COUNT AND CUTOFF VALUE SUMMARY FOR PRIOR 5 DAYS**

Date	Choice	Select	Trim	Grinds	Total	CHOICE	SELECT
						600-900	600-900
10/20	125	33	22	9	190	210.60	191.67
10/19	52	30	12	20	114	209.74	191.84
10/16	68	38	11	10	127	210.03	193.52
10/15	139	60	10	27	236	210.48	196.50
10/14	103	43	0	26	173	211.14	199.27

**NATIONAL BOXED BEEF CUTS - NEGOTIATED SALES** FOB Plant basis negotiated sales for delivery within 0-21-day period. Prior days sales after 1:30pm are included.  
**CURRENT VOLUME - (one load equals 40,000 pounds)**

Choice Cuts	104.06 loads	4,162,223 pounds
Select Cuts	33.57 loads	1,342,900 pounds
Trimming	31.02 loads	1,240,801 pounds
Ground Beef	37.89 loads	1,515,639 pounds

**USDA BY-PRODUCT DROP VALUE (STEER) FOB CENTRAL U.S.**  
[HTTPS://WWW.AMS.USDA.GOV/MNREPORTS/NW\\_LS441.TXT](https://www.ams.usda.gov/mnreports/nw_ls441.txt)

**BEEF AND PORK EXPORTS FOR WEEK ENDING OCTOBER 15, 2020 AT BOTTOM OF REPORT**

**USDA LIVESTOCK REPORTS FOR OCTOBER 2020**

**OCTOBER 22, 2020 COLD STORAGE REPORT 2:00PM CENTRAL TIME**  
**OCTOBER 23, 2020 CATTLE ON FEED REPORT 2:00PM CENTRAL TIME**



=====

**DELIVERY NOTICE SERVED – OCTOBER 2020 - LIVE CATTLE**  
**SETTLEMENT: OCTOBER 21, 2020 - \$103.65**  
**OLDEST LONG: 02/28/20 SETTLEMENT AT \$107.52**  
**0 DELIVERIES**

=====

**USDA POSTED CATTLE PRICES ON 10/21/2020**  
**IA/MN – CASH 102.00 - 103.00 - Average weight 1,575 DRESSED 163.00 - 164.00**  
**NE - CASH – 103.00 - 105.00 DRESSED: 162.00 - 165.00**  
**KS – CASH 103.00 – 106.50 DRESSED No Reportable Trade.**  
**TX/OK/NM – 106.00 - 106.50 – FCE CATTLE**  
**CO – Information not available due to confidentiality**

**\*\*\*National Daily Direct Cattle October 21, 2020**  
**(5 day accumulated weighted avg)**

	Weight	Price	Head
Live Steer:	1467	\$106.85	52,561
Live Heifer:	1385	\$106.44	24,485
Dressed Steer:	974	\$167.57	28,505
Dressed Heifer:	859	\$167.30	7,475

=====

**Thursday and Friday look for slowing volume ahead of Cattle on Feed Report.**

**Big cattle continue to plague Midwest cattle. Packers discounting prices at the gate with deeper docks at the plant.**

**Exports decent. China continues to be a weekly buyer**

=====

**The Fed Cattle Exchange sold cattle from 106.25 to 106.50. There were 1,096 for sale and 702 sold with three lots from Texas and one lot from Kansas. Two lots from Nebraska didn't sell.**

=====

**Packers are aggressively trying to forward contract cattle. Packer basis is plus \$1.00 over futures December 2020 through April 2021 and plus \$4.00 over futures from May throughout the summer of 2021.**

=====

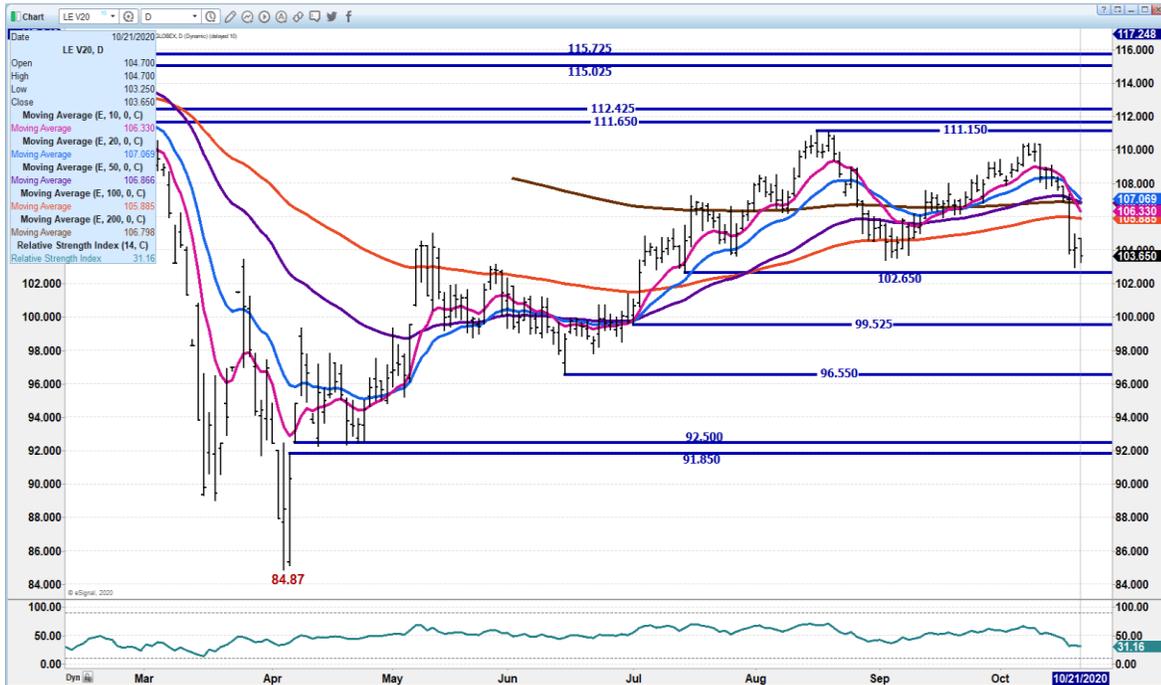


As of October 20th, dressed steer and heifer weights were 901.0 compared to previous week at 893.4 up 7.6 pounds from week ago and 28 pounds over a year ago. Grading percent was 81.7% compared to previous week at 81.7%.

### DECEMBER 2020/FEBRUARY 2021 LIVE CATTLE SPREAD - WIDENING SPREAD



**OCTOBER 2020 LIVE CATTLE – Support 102.65 Resistance at 106.35 Open interest at 2,772**



**DECEMBER 2020 LIVE CATTLE – Volume 24,004 Support at 103.32 Resistance at 107.25 to 108.15**

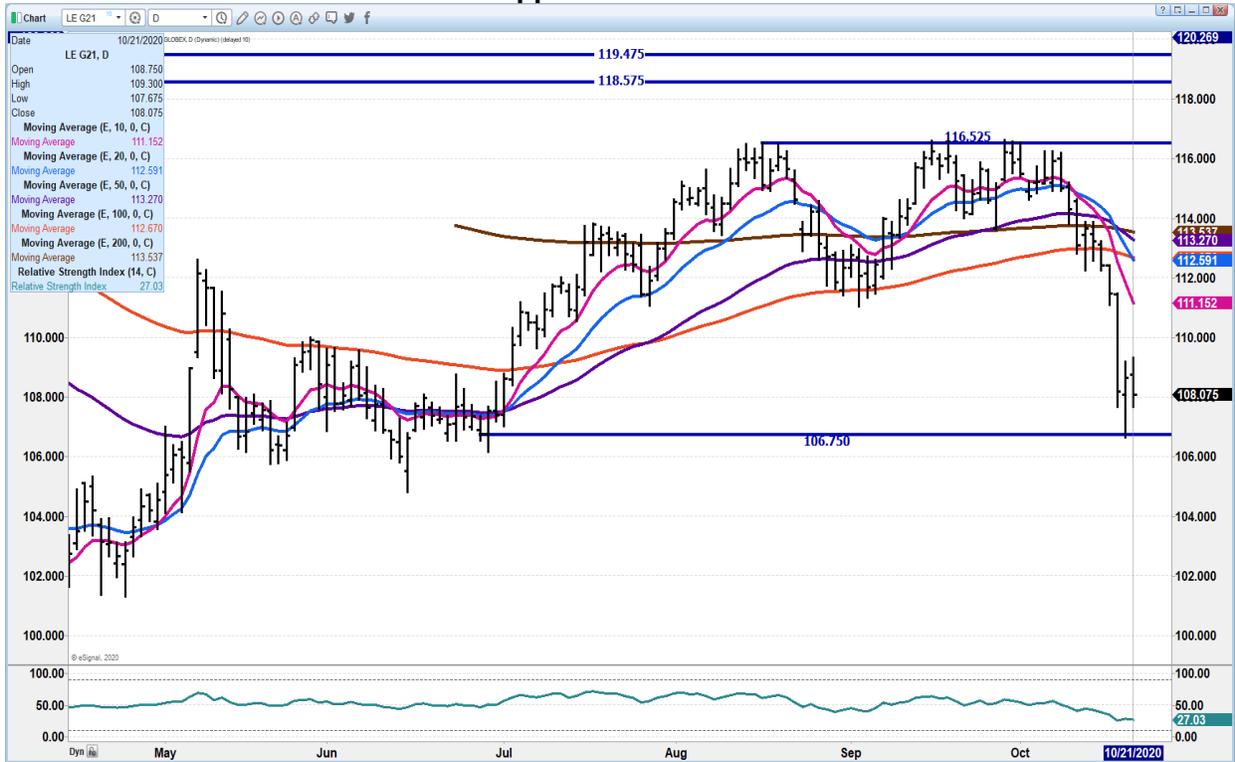


ADMIS.com | 312.242.7000 | Chicago | New York | London | Hong Kong | Singapore | Taipei | Shanghai

The information and comments contained herein is provided by ADM Investor Services, Inc. ("ADMIS") and NOT ADM. Futures and options trading involve significant risk of loss and may not be suitable for everyone. Therefore, carefully consider whether such trading is suitable for you in light of your financial condition. This report includes information from sources believed to be reliable and accurate as of the date of this publication, but no independent verification has been made and we do not guarantee its accuracy or completeness. Research analyst does not currently maintain positions or have financial interest in the commodities specified within this report. Any reproduction or retransmission of this report without the express written consent of ADM Investor Services, Inc. is strictly prohibited. Again, the information and comments contained herein is provided by ADMIS and in no way should be construed to be information provided by ADM. Copyright © ADM Investor Services, Inc.



**FEBRUARY 2021 LIVE CATTLE - Support at 106.75 Resistance at 111.15**



**Feeder Cattle**

**THE CME FEEDER INDEX ON 10/20/2020 WAS 138.36 DOWN \$.30 FROM PREVIOUS DAY  
OCTOBER 2020 FEEDER CATTLE SETTLED ON OCTOBER 21, 2020 AT \$134.40**

**Feeder futures are a spec playground right up to a contract's expiration.**

=====

**Feeders are cheap and with level of slaughter now, feedlots need to replace cattle. With the way packers are forward contracting cash cattle, it is fairly obvious that they need cattle in the feedlots to fill forward contracted beef contracts.**

=====

**JANUARY 2021/MARCH 2021 FEEDER CATTLE SPREAD - SPREAD IS NARROW.  
QUESTION: WILL THERE BE MORE OR FEWER FEEDERS AVAILABLE IN 2021**



**OCTOBER 2020 FEEDER CATTLE – SUPPORT AT 130.87 RESISTANCE AT 136.80**



ADMIS.com | 312.242.7000 | Chicago | New York | London | Hong Kong | Singapore | Taipei | Shanghai

The information and comments contained herein is provided by ADM Investor Services, Inc. ("ADMIS") and NOT ADM. Futures and options trading involve significant risk of loss and may not be suitable for everyone. Therefore, carefully consider whether such trading is suitable for you in light of your financial condition. This report includes information from sources believed to be reliable and accurate as of the date of this publication, but no independent verification has been made and we do not guarantee its accuracy or completeness. Research analyst does not currently maintain positions or have financial interest in the commodities specified within this report. Any reproduction or retransmission of this report without the express written consent of ADM Investor Services, Inc. is strictly prohibited. Again, the information and comments contained herein is provided by ADMIS and in no way should be construed to be information provided by ADM. Copyright © ADM Investor Services, Inc.



**NOVEMBER 2020 FEEDER CATTLE - SUPPORT AT 127.90 NOV 3.25 UNDER OCTOBER RESISTANCE AT 134.15**



**JAN 2021 FEEDER CATTLE – 124.25 to bottom gap at 121.50 support. Resistance at 130.55**



**ADMIS.com | 312.242.7000 | Chicago | New York | London | Hong Kong | Singapore | Taipei | Shanghai**

The information and comments contained herein is provided by ADM Investor Services, Inc. (“ADMIS”) and NOT ADM. Futures and options trading involve significant risk of loss and may not be suitable for everyone. Therefore, carefully consider whether such trading is suitable for you in light of your financial condition. This report includes information from sources believed to be reliable and accurate as of the date of this publication, but no independent verification has been made and we do not guarantee its accuracy or completeness. Research analyst does not currently maintain positions or have financial interest in the commodities specified within this report. Any reproduction or retransmission of this report without the express written consent of ADM Investor Services, Inc. is strictly prohibited. Again, the information and comments contained herein is provided by ADMIS and in no way should be construed to be information provided by ADM. Copyright © ADM Investor Services, Inc.



## **LEAN HOGS**

### **USDA ESTIMATED FEDERAL HOG SLAUGHTER**

<b>OCTOBER 21, 2020</b>	<b>492,000</b>
<b>WEEK AGO</b>	<b>489,000</b>
<b>YEAR AGO</b>	<b>493,000</b>
<b>WEEK TO DATE (EST)</b>	<b>1,457,000</b>
<b>SAME PERIOD LAST WEEK (EST)</b>	<b>1,455,000</b>
<b>SAME PERIOD LAST YEAR (ACT)</b>	<b>1,470,000</b>

=====  
**CME CASH HOG INDEX 10/16/2020 AT 78.62 UP 35 CENTS FROM PREVIOUS DAY**

**CME CASH PORK CUTOUT INDEX 10/20/2020 AT 98.41 UP .24 FROM PREVIOUS DAY.**

**CME CASH FRESH BACON INDEX ON 10/16/2020 WAS 214.50 COMPARED TO 10/09/2020 WAS 200.47**

=====  
**Pork Cutout Futures and Options Fact Card**

<https://www.cmegroup.com/education/articles-and-reports/pork-cutout-futures-and-options-fact-card.html>

**(On any given day, the USDA Pork Cutout shows from 10% to a big day 20% of pork from all the hogs killed for the day and that is for pork sales that mandatorily has to be showed for sales out to 21days. It will be interesting to see how future months or even for pork sold in the lead non spot month past 21 days is going to have a cutout futures price. Packers, exporters and wholesalers certainly aren't going to show formulas on methods of their proprietary pricing. Chris Lehner)**

=====  
**Pork carcass was up Wednesday. Loins, butts, Picnics, Ribs and Bellies were all lower. Hams continuing to trade like a yoyo were up 16.63. Movement was slow with just 309.68 loads moving.**

=====  
**GERMANY TAKES EXTRA SLICE OF EU PORK SALES AFTER ASIAN BAN**  
<https://www.porkbusiness.com/article/germany-takes-extra-slice-eu-pork-sales-after-asian->





**FINAL PREVIOUS WEEK**

Date	Loas	Carcass	Loin	Butt	Pic	Rib	Ham	Belly
10/16/2020	288.80	99.19	91.07	91.41	63.08	148.47	84.47	173.65

**NATIONAL DAILY DIRECT HOG PRIOR DAY REPORT - SLAUGHTERED SWINE  
SLAUGHTER DATA FOR OCTOBER 20, 2020**

Average live weight - 284.09  
Average carcass weight - 212.07

**DAILY DIRECT HOGS PLANT DELIVERED AS OF 1:30 PM October 19, 2020  
NATIONAL NEGOTIATED PURCHASE BASE CARCASS PRICES**

Carcass Base Price: \$56.00 - \$68.00  
Weighted Average: \$63.22  
Change from Prior Day: 1.38 higher  
HOGS SOLD: 10,347

**SWINE OR PORK MARKET FORMULA PURCHASE (Including Packer Sold)**

PRICE RANGE: \$60.57 - \$92.48  
Weighted Average: \$77.14  
Previous Day: \$77.67  
HOGS SOLD: 158,129

[https://www.ams.usda.gov/mnreports/lm\\_hq203.txt](https://www.ams.usda.gov/mnreports/lm_hq203.txt)

**DECEMBER 2020/FEBRUARY 2021 LEAN HOG SPREAD - SPREAD NARROWING BUT WEDNESDAY LIGHT VOLUME**



ADMIS.com | 312.242.7000 | Chicago | New York | London | Hong Kong | Singapore | Taipei | Shanghai



**DECEMBER 2020 LEAN HOGS – Volume at 19, 549 Resistance at 72.90 Support at 68.32 to 66.45**



**FEBRUARY 2021 LEAN HOGS – Volume 10,092 Support at 66.87 Resistance at 72.57**



ADMIS.com | 312.242.7000 | Chicago | New York | London | Hong Kong | Singapore | Taipei | Shanghai

The information and comments contained herein is provided by ADM Investor Services, Inc. (“ADMIS”) and NOT ADM. Futures and options trading involve significant risk of loss and may not be suitable for everyone. Therefore, carefully consider whether such trading is suitable for you in light of your financial condition. This report includes information from sources believed to be reliable and accurate as of the date of this publication, but no independent verification has been made and we do not guarantee its accuracy or completeness. Research analyst does not currently maintain positions or have financial interest in the commodities specified within this report. Any reproduction or retransmission of this report without the express written consent of ADM Investor Services, Inc. is strictly prohibited. Again, the information and comments contained herein is provided by ADMIS and in no way should be construed to be information provided by ADM. Copyright © ADM Investor Services, Inc.



ADM Investor Services, Inc.



### APRIL 2021 LEAN HOGS –



### BEEF AND PORK EXPORTS FOR WEEK ENDING OCTOBER 15, 2020

**Beef:** Net sales of 21,700 MT reported for 2020 were up 62 percent from the previous week and 13 percent from the prior 4-week average. Increases primarily for South Korea (5,400 MT, including decreases of 400 MT), China (3,700 MT), Japan (3,600 MT, including decreases of 600 MT), Mexico (2,800 MT), and Hong Kong (2,600 MT, including decreases of 200 MT), were offset by reductions for Chile (100 MT). For 2021, net sales of 2,600 MT resulting in increases for Japan (1,400 MT) and South Korea (1,300 MT), were offset by reductions for Hong Kong (200 MT). Exports of 17,800 MT were up 10 percent from the previous week and 6 percent from the prior 4-week average. The destinations were primarily to Japan (4,500 MT), South Korea (4,200 MT), China (2,000 MT), Mexico (1,600 MT), and Hong Kong (1,500 MT).

**Pork:** Net sales of 26,800 MT reported for 2020 were unchanged from the previous week, but down 35 percent from the prior 4-week average. Increases primarily for Mexico (13,800 MT, including decreases of 800 MT), Japan (4,900 MT, including decreases of 200

ADMIS.com | 312.242.7000 | Chicago | New York | London | Hong Kong | Singapore | Taipei | Shanghai

The information and comments contained herein is provided by ADM Investor Services, Inc. (“ADMIS”) and NOT ADM. Futures and options trading involve significant risk of loss and may not be suitable for everyone. Therefore, carefully consider whether such trading is suitable for you in light of your financial condition. This report includes information from sources believed to be reliable and accurate as of the date of this publication, but no independent verification has been made and we do not guarantee its accuracy or completeness. Research analyst does not currently maintain positions or have financial interest in the commodities specified within this report. Any reproduction or retransmission of this report without the express written consent of ADM Investor Services, Inc. is strictly prohibited. Again, the information and comments contained herein is provided by ADMIS and in no way should be construed to be information provided by ADM. Copyright © ADM Investor Services, Inc.



ADM Investor  
Services, Inc.



MT), China (1,800 MT, including decreases of 1,500 MT), South Korea (1,500 MT, including decreases of 500 MT), and Colombia (1,000 MT), were offset by reductions for Vietnam (100 MT). For 2021, net sales of 800 MT were primarily for New Zealand (400 MT), Australia (300 MT), and Mexico (100 MT). Exports of 36,600 MT were up 2 percent from the previous week and 4 percent from the prior 4-week average. The destinations were primarily to China (12,500 MT), Mexico (11,100 MT), Japan (4,300 MT), Canada (2,500 MT), and South Korea (1,500 MT).

**CHARTS FROM ESIGNAL INTERACTIVE, INC.**

[Chris.Lehner@admis.com](mailto:Chris.Lehner@admis.com)

312 242 7942

913.787.6804

ADMIS.com | 312.242.7000 | Chicago | New York | London | Hong Kong | Singapore | Taipei | Shanghai

The information and comments contained herein is provided by ADM Investor Services, Inc. ("ADMIS") and NOT ADM. Futures and options trading involve significant risk of loss and may not be suitable for everyone. Therefore, carefully consider whether such trading is suitable for you in light of your financial condition. This report includes information from sources believed to be reliable and accurate as of the date of this publication, but no independent verification has been made and we do not guarantee its accuracy or completeness. Research analyst does not currently maintain positions or have financial interest in the commodities specified within this report. Any reproduction or retransmission of this report without the express written consent of ADM Investor Services, Inc. is strictly prohibited. Again, the information and comments contained herein is provided by ADMIS and in no way should be construed to be information provided by ADM. Copyright © ADM Investor Services, Inc.