ADM
ADM Investor Services, Inc.

WEDNESDAY JULY 5, 2023 LIVESTOCK REPORT

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CATTLE

JULY 03, 2023	76,000
WEEK AGO	125,000
YEAR AGO	1,000

****REVISED SATURDAY CATTLE SLAUGHTER.. 22,000** PREVIOUS ESTIMATE 19,200**
****NEW WEEK TO DATE.. 647,000** PREVIOUS ESTIMATE 644,000**

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2:00 PM JULY 03, 2023

BOXED BEEF	CHOICE	SELECT
CURRENT CUTOUT VALUES:	328.34	294.30
CHANGE FROM PRIOR DAY:	0.62	0.67
CHOICE/SELECT SPREAD:	34.04	
TOTAL LOAD COUNT (CUTS, TRIMMINGS, GRINDS)	71	
5 DAY SIMPLE AVERAGE:	329.19	297.12

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CME BOXED BEEF INDEX ON 06/30/2023 WAS 319.78 DOWN 10 CENTS FROM PREVIOUS DAY

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2:00 PM JULY 03, 2023

PRIMAL RIB	502.99	427.26
PRIMAL CHUCK	255.09	250.79
PRIMAL ROUND	237.93	237.42
PRIMAL LOIN	483.63	379.26

PRIMAL BRISKET	276.55	256.33
PRIMAL SHORT PLATE	253.64	253.64
PRIMAL FLANK	233.22	208.63

2:00 PM JUNE 30, 2023

PRIMAL RIB	501.11	425.33
PRIMAL CHUCK	252.47	252.01
PRIMAL ROUND	238.86	239.25
PRIMAL LOIN	483.86	375.25
PRIMAL BRISKET	278.02	246.99
PRIMAL SHORT PLATE	254.25	254.25
PRIMAL FLANK	233.33	210.31

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LOAD COUNT AND CUTOUT VALUE SUMMARY

Date	Choice	Select	Trim	Grinds	Total	600-900	600-900
06/30	58	20	10	11	98	327.72	293.63
06/29	57	24	0	16	96	328.05	297.18
06/28	60	20	15	11	105	327.90	296.68
06/27	80	35	14	17	147	329.23	298.43
06/26	40	21	9	12	82	333.04	299.67

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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.

Choice Cuts	39.99 loads	1,599,638 pounds
Select Cuts	16.58 loads	663,016 pounds
Trimmings	0.00 loads	0 pounds
Ground Beef	14.30 loads	571,858 pounds

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A few packers used Monday to replace holidays where they slaughtered such as Martin Luther Kings birthday and Juneteenth. Slaughter was light at 76,000 head and boxed beef sales light with sales only 71 loads.

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Monday futures trading was light. A few traders are beginning to roll out of August to September. Live Cattle spreaders are bear spread and according to the last COF report should remain bear spread.

It's July and a non-spot month which means speculators will dominate trading. August Live Cattle are discount to cash and traders are bear spread. Don't be surprised to see traders keeping the futures discount to cash and possibly widening it during the first 2 plus weks of July.

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Last week the difference in pricing between the Southwest cattle and Midwest Cattle narrowed. Friday saw sales take place in the Southwest from 178.00 to 179.00 with Midwest cattle selling from 182.00 to 184.00 and dressed cattle at 285.00 to 290.00 with the higher price more active on Friday afternoon into Saturday. In Kansas buyers were a bit more picky. Choice steers grading 80% or more Choice sold at $182.00 and steers grading 65% to 80% sold for $179.00.

Packers need cattle to match beef orders and the number of heavy Choice cattle that packers can find are fewer with more Select being sold especially in the Southwest. When temperatures are 95 to 110 and some areas hotter, cattle put on frame and not weight. Over the weekend parts of Texas were the hottest place on earth. Feedlot managers are willing to move cattle at lighter weights. Regardless of grade or weight FOB cash sales for steers and heifers in the Southwest sold from $178.00 to $179.00 weighing from 1170 pounds to 1450 pounds.

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BEEF NET EXPORTS FOR WEEK ENDING JUNE 22, 2023 WERE 12,000 MT , China was the biggest buyer taking 2500 MT Japan with 2500 MT was second buyer and Canada at 1900 MT with Canada taking 1,400 MT.

Week Ending June 15, 2023 13,300 MT
Week Ending June 8, 2023 12,800 MT
Week Ending June 1, 2023 12,800 MT
Week Ending May 25 , 2023 18,100 MT

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NATIONAL WEEKLY FED CATTLE COMPREHENSIVE REPORT JUNE 27, 2023

As of June 27, 2023 dressed steer and heifer carcasses averaged 852.9 pounds down .4 pound from previous week at 853.3 pounds and 1.7 pounds lower than a year ago. The grading percent as of 6/27/23 was 81.1 % compared to previous week at 80.9%. A year ago the grade percent was 81.1%.
https://www.ams.usda.gov/mnreports/ams_2700.pdf
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****WEEKLY FUTURES PRICE CHANGE**

	06/23/2023	06/30/2023
JUNE 2023 LIVE CATTLE	177.50	181.50 settlement*
AUGUST 2023 LIVE CATTLE	170.77	177.17 *
OCTOBER 2023 LIVE CATTLE	174.50	179.55 *
DECEMBER 2023 LIVE CATTLE	178.70	183.52 ***
FEBRUARY 2024 LIVE CATTLE	182.80	186.95 ***
APRIL 2024 LIVE CATTLE	185.22	188.37 ***

*****NATIONAL DAILY DIRECT CATTLE 07/03/23**
5 DAY ACCUMULATED WEIGHTED AVG

	WEIGHT	PRICE	HEAD
LIVE STEER:	1420	$181.44	22,867
LIVE HEIFER:	1298	$180.66	9,217
DRESSED STEER	922	$289.49	6,268
DRESSED HEIFER:	824	$287.85	1,897

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USDA POSTED SUMMARY CATTLE PRICES ON 07/03/2023 STEER AND HEIFERS

IA/MN – CASH FOB – NO REPORTABLE TRADE
LIVE DELIVERED – NO REPORTABLE TRADE
DRESSED DELIVERED – NO REPORTABLE TRADE

NE – CASH FOB – NO REPORTABLE TRADE
DRESSED – NO REPORTABLE TRADE

KS – CASH – NO REPORTABLE TRADE
LIVE DELIVERED: NO REPORTABLE TRADE
DRESSED - NO REPORTABLE TRADE

TX/OK/NM CASH – NO REPORTABLE TRADE
DRESSED – NO REPORTABLE TRADE

CO - **NOT REPORTED DUE TO CONFIDENTIALITY**

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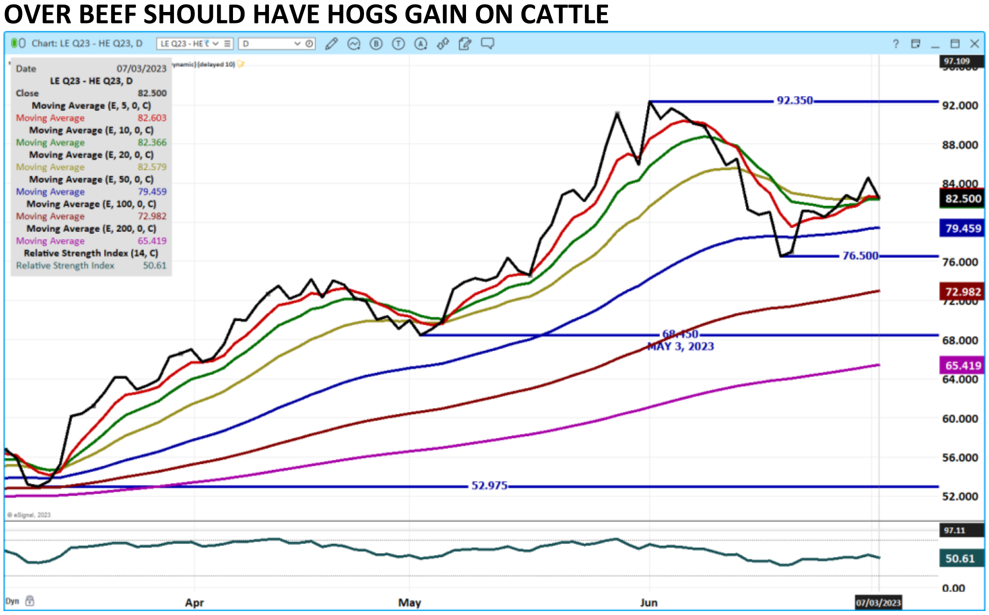
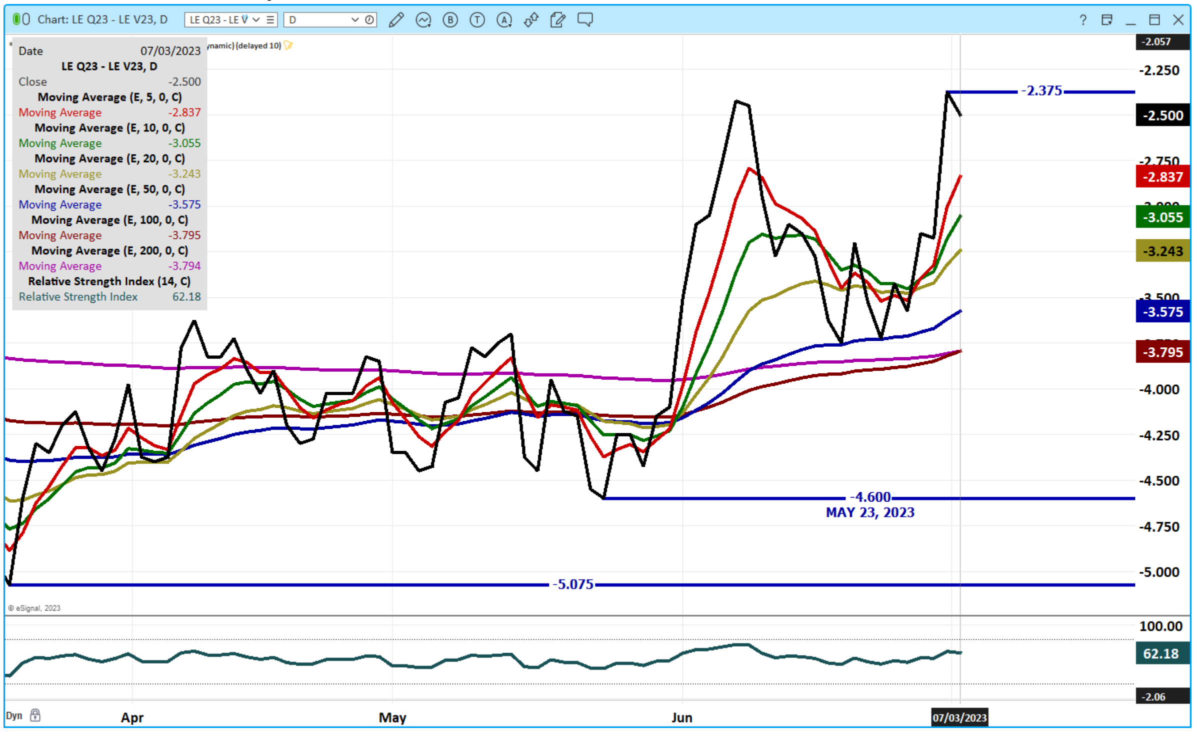
AUGUST LIVE CATTLE/AUGUST LEAN HOG SPREAD – REMAINS WIDE. IMPROVING DEMAND FOR PORK OVER BEEF SHOULD HAVE HOGS GAIN ON CATTLE

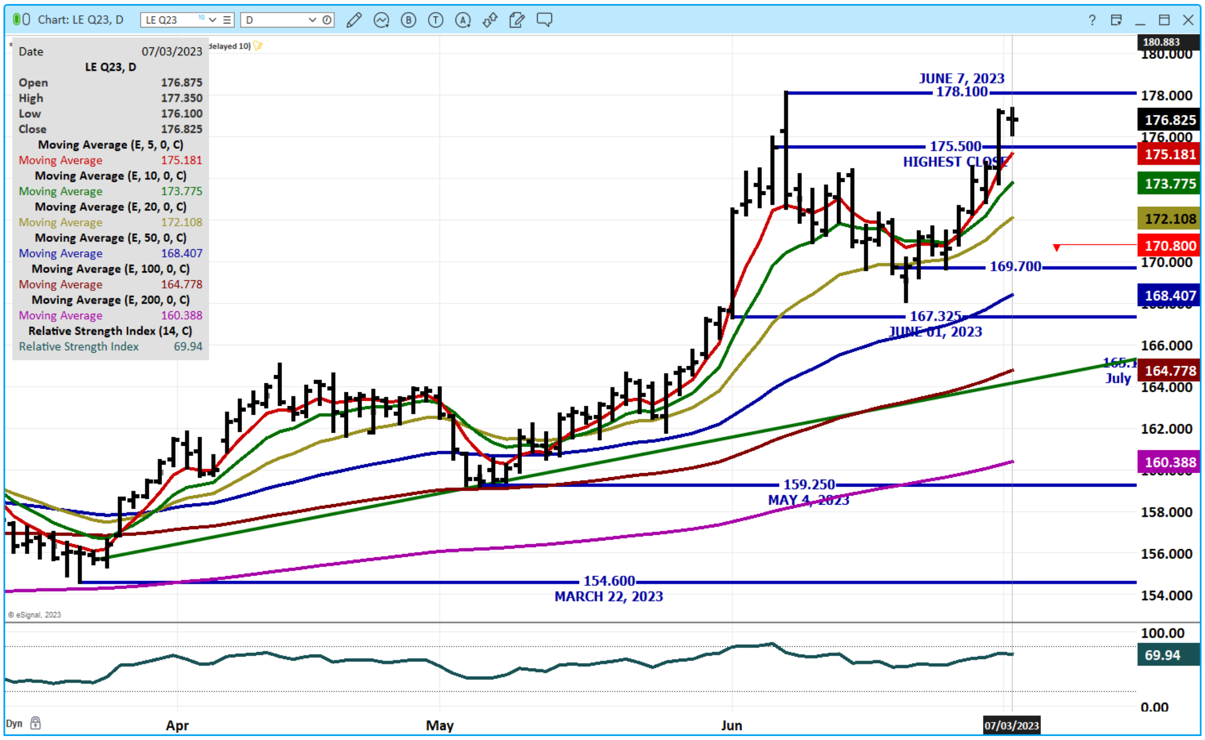


AUGUST LIVE CATTLE/OCTOBER LIVE CATTLE SPREAD – BEAR SPREAD



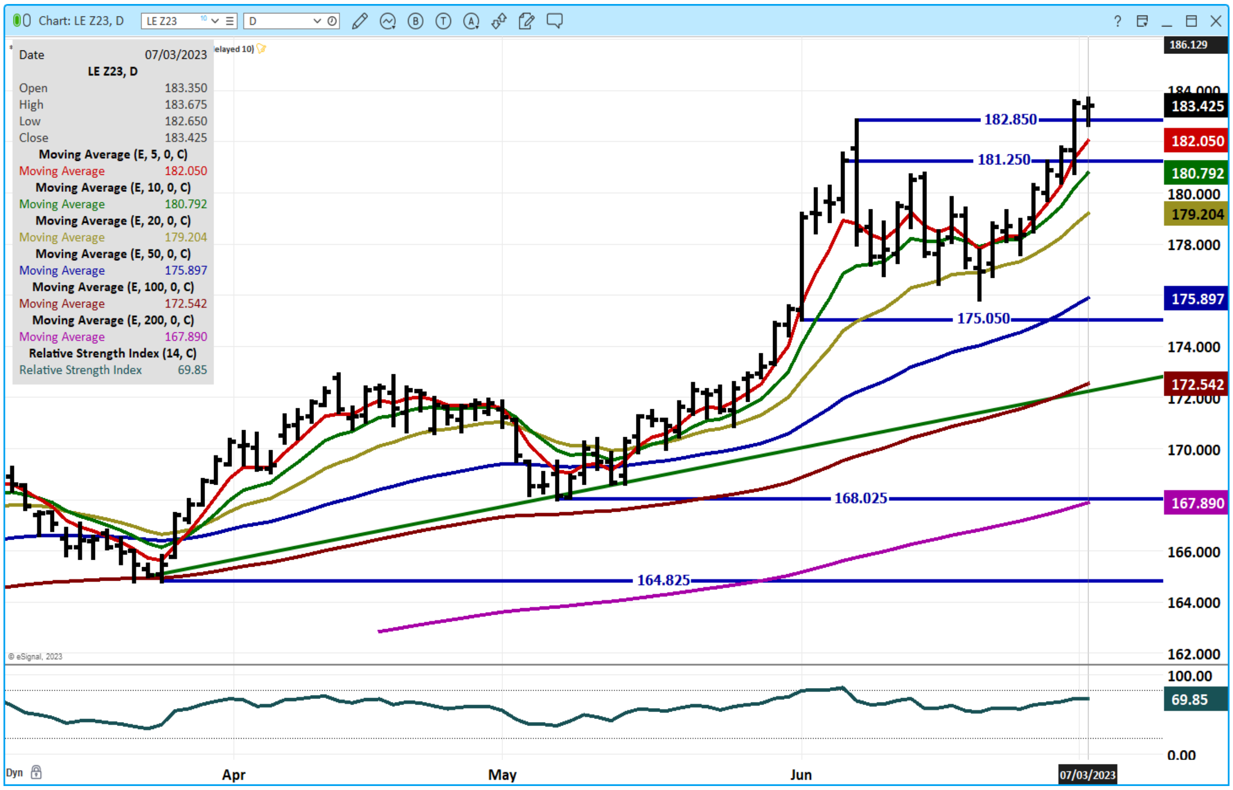
OCTOBER/DECEMBER 2023 LIVE CATTLE SPREAD – SHOULD BE AN INDICATOR FOR DIRECTION NOW BEAR SPREAD

AUGUST 2023 LIVE CATTLE – VOLUME AT 19589 RESISTANCE AT 178.10 TO 181.50 SUPPORT AT 175.15 TO 173.75



OCT 2023 LIVE CATTLE – RESISTANCE AT 180.17 SUPPORT AT 178.00 TO 176.80 VOLUME AT 12,491

DEC 2023 LIVE CATTLE - VOLUME AT 6720 RESISTANCE AT 184.00 SUPPORT AT 182.00 TO 180.75



FEEDER CATTLE

CME FEEDER INDEX ON 06/30/2023 WAS 231.41 DOWN 1.34 FROM PREVIOUS DAY –

AUGUST 2023 FEEDER CATTLE FUTURES SETTLED ON 06/30/2023 AT $247.90
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THERE IS AWIDE SPD BETWEEN CURRENT CME FEEDER INDEX PRICE AND AUGUST FEEDER CATTLE, BUT THERE ARE CLOSE TO TWO MONTHS BEFORE AUGUST EXPIRES, AND CONVERGENCE WILL OCCUR. WITH FUTURES MAKING NEW CONTRACT HIGH CLOSES ON MONDAY, AND FEEDER CATTLE FUTURES BEAR SPREAD IN 2023 CONTRACTS, SPREADS GOING FORWARD WILL INDICATE WHAT TRADERS ANTICIPATE FUTURES WILL DO.

WEEKLY FUTURES PRICE CHANGE

	06/23/2023	06/30/2023
AUGUST 2023 FEEDER CATTLE	233.95	247.57 *
SEPTEMBER 2023 FEEDER CATTLE	237.70	250.82 *
OCTOBER 2023 FEEDER CATTLE	240.15	252.52 *
NOVEMBER 2023 FEEDER CATTLE	241.17	252.65 *
JANUARY 2024 FEEDER CATTLE	240.87	250.75 *

MARCH 2024 FEEDER CATTLE	**241.20**	**250.75 ***
APRIL 2024 FEEDER CATTLE	**243.82**	**253.22 ***
MAY 2024 FEEDER CATTLE	**246.12**	**255.50 ***

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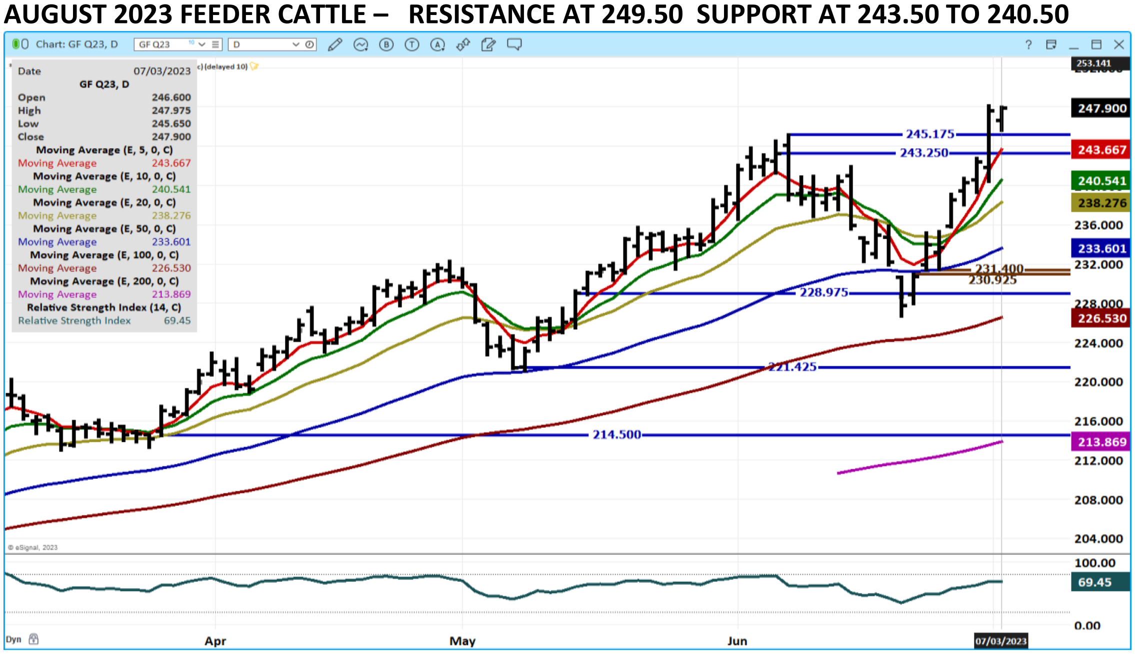
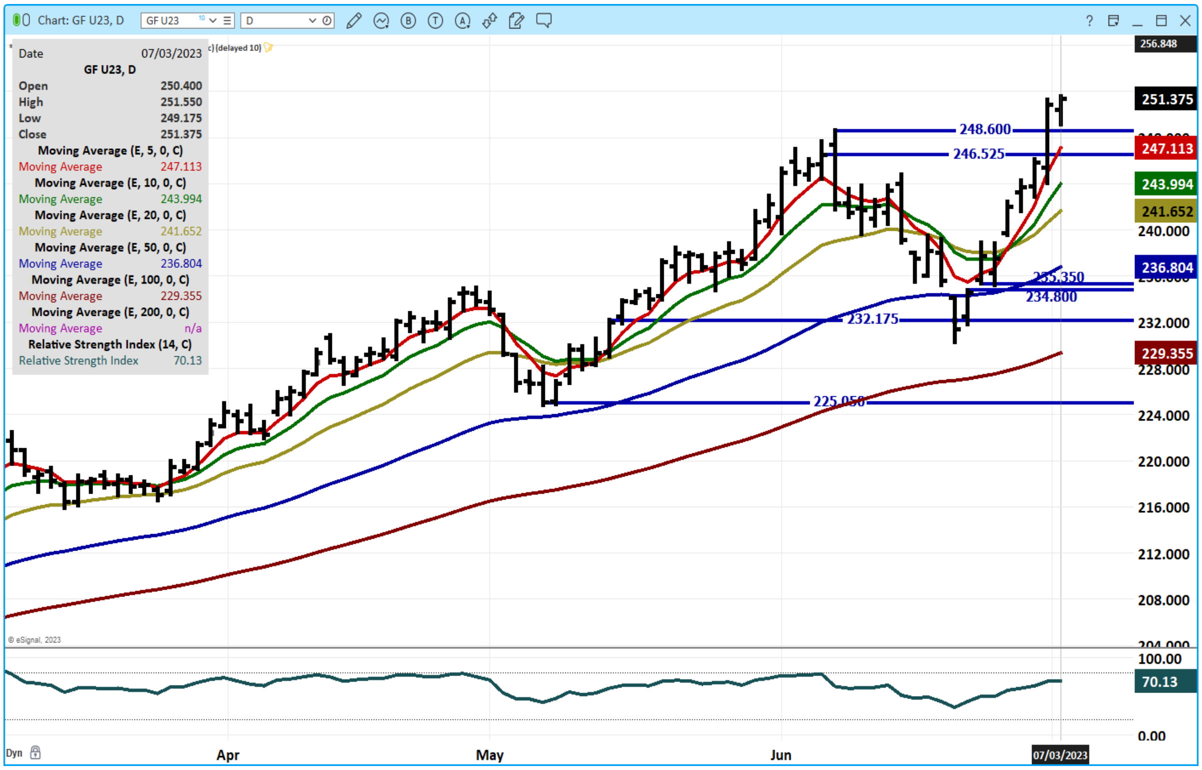
AUGUST 2023 FEEDER CATTLE/SEPTEMBER 2023 FEEDER CATTLE SPREAD – BEAR SPREAD WILL BE AN INDICATOR FOR OVERALL MARKET DIRECTION

AUGUST 2023 FEEDER CATTLE – RESISTANCE AT 249.50 SUPPORT AT 243.50 TO 240.50



SEPTEMBER 2023 FEEDER CATTLE – RESISTANCE AT 253.50 SUPPORT AT 247.10 TO 244.00



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HOGS

USDA ESTIMATED FEDERAL HOG SLAUGHTER

JULY 03, 2023	**394,000**
WEEK AGO	**440,000**
YEAR AGO	**2,000**

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CME LEAN HOG INDEX ON 06/29/2023 WAS 93.92 UP 50CENTS FROM PREVIOUS DAY

CME PORK CUTOUT INDEX 06/30/2023 AT 100.88 UP 89 CENTS FROM PREVIOUS DAY

THE CME LEAN HOG INDEX IS MINUS $6.57 TO THE CME PORK INDEX.

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USDA HOGS AND PIGS REPORT JUNE 29, 2023

	Ranges	Average	Actual	Actual	Estimate
All hogs June 1	98.7-99.9	99.3	72,394	100	71.808
Kept for breeding	98.4-100	99.4	6,146	100	6.131
Kept for market	98.8-99.9	99.3	66,249	100	65.683
Pig crop					
March-May	99.1-99.6	99.3	100		
Weight Groups					
Under 50 lbs	98.1-100.4	99.2	100		
50-119 lbs	98.3-99.9	99.2	100		
120-179 lbs	99.1-100.5	99.7	100		
Over 180 lbs	96.7-100.3	99.1	100		
Farrowings					
March-May	97.7-99.4	98.8	98		
Farrowing intentions					
June-Aug	97-98	97.4	96		
Sept-Nov	96.5-98.3	97.4	96		
Pigs per litter					
March-May	99.6-101.5	100.5	103		

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WEEKLY FUTURES PRICE CHANGE

	06/23/2023	06/30/2023
JULY 2023 LEAN HOGS	91.27	95.65
AUGUST 2023 LEAN HOGS	89.67	92.60
OCTOBER 2023 LEAN HOGS	79.97	78.37
DECEMBER 2023 LEAN HOGS	76.67	75.15
FEBRUARY 2023 LEAN HOGS	81.77	80.77
APRIL 2023 LEAN HOGS	86.97	85.20

JUNE 14, 2023 - JUNE 2023 LEAN HOGS FUTURES SETTLEMENT WAS $87.20

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Don’t put too much stock in price activity on Monday. Kill was light as pork sales were on Monday as a few packers used Monday as a fill in for a floating holidays when they worked such as Martin Luther Kings birthday and Juneteenth,

The recent CME Lean Hog Index is 93.92 and July Lean Hogs settled at 97.82 Monday. Essentially Lean Hog futures are saying cash hogs are going to continue to move higher until expiration or it could say,

Monday was a light volume trade and longs were buying July and spreaders continue to be bull spread July over August as the July August spread widened favoring July.

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Before the Hogs and Pigs report analyst's estimates concentrated on " intended" farrowing intentions. The reality: what a producer might intend to do, can be easily changed. Intentions are not written in stone. However, the Hogs and Pigs report did show that there were slightly more hogs as of June 1st, there were slightly more hogs kept for breeding and slightly more hogs kept for market. It also showed there were more pigs per litter which is likely because there hasn't been disease problems such as PRRS as there was in 2022.

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Pork exports remain good. The strength in sales is all about the amount Mexico buys. If it wasn't for Mexico, U.S. exports would be dismal.

Pork net sale exports were 26,700 MT. staying around the past few weeks sales. Mexico was largest taker with 15,100 MT followed by South Korea at 4100 MT then Japan at 2600 MT. China was absent

WEEK ENDING JUNE 15, 2023 NET EXPORT SALES WERE 28,700 MT
WEEK ENDING JUNE 08, 2023 NET EXPORT SALES WERE 26,700 MT
WEEK ENDING JUNE 01, 2023 NET EXPORT SALES WERE 25, 500 MT
WEEK ENDING MAY 25, 2023 NET EXPORT SALES WERE 22,600 MT
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REPORT FOB PLANT - NEGOTIATED SALES
Based on negotiated prices and volume of pork cuts delivered within 14 days and on average industry cutting yields. Calculations for 215 lb. Pork Carcass. 55-56% lean, 0.55"-0.70" BF Last Rib

Loads PORK CUTS : 159.24
Loads TRIM/PROCESS PORK : 16.32

2:00 PM	LOADS	CARCASS	LOIN	BUTT	PIC	RIB	HAM	BELLY
07/03/2023	175.56	108.00	98.72	161.30	83.70	154.73	98.29	134.30
CHANGE:		5.55	2.10	-1.65	-1.60	4.00	5.43	23.21
FIVE DAY AVERAGE --		102.52	96.91	164.32	83.38	153.02	89.54	115.49

11:00 AM	LOADS	CARCASS	LOIN	BUTT	PIC	RIB	HAM	BELLY
07/03/2023	107.20	108.06	99.66	159.69	83.91	152.56	99.36	133.10
CHANGE:		5.61	3.04	-3.26	-1.39	1.83	6.50	22.01
FIVE DAY AVERAGE --		102.53	97.10	164.00	83.43	152.59	89.75	115.25

2:00 PM	LOADS	CARCASS	LOIN	BUTT	PIC	RIB	HAM	BELLY
06/30/2023	227.01	102.45	96.62	162.95	85.30	150.73	92.86	111.09
CHANGE:		-0.45	1.77	-1.42	3.41	-3.72	4.72	-12.33
FIVE DAY AVERAGE --		100.83	96.29	165.05	83.03	152.31	87.12	109.75

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DAILY DIRECT AFTERNOON HOG REPORT - PLANT DELIVERED PURCHASE
JULY 03, 2023
https://www.ams.usda.gov/sites/default/files/media/LMRSwineReportingHandout.pdf
National Negotiated Carcass Price
Head Count: 4,915
Lowest price: 85.00
Highest price: 98.00
Weighted Average 96.66
Change from Previous Day 5.70 higher

Other Market Formula (Carcass)
Head Count: 21,539
Lowest Base Price: 75.30
Highest Base Price: 103.14
Weighted Average Price: 93.44

Swine/Pork Market Formula (Carcass)
Head Count 131,821
Lowest base price: 84.06
Highest Base Price: 99.19
Weighted Average Price 93.12

Other Purchase Arrangement (Carcass)
HEAD COUNT: 143,297
Lowest base price: 87.80
Highest base price: 111.22
Weighted Average Price: 94.01

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NATIONAL DAILY DIRECT HOG PRIOR DAY REPORT - SLAUGHTERED SWINE
HTTPS://WWW.AMS.USDA.GOV/MNREPORTS/AMS_2511.PDF
SLAUGHTER DATA FOR FRIDAY, JUNE 30, 2023 AND SATURDAY, JULY 1, 2023

****PRODUCER SOLD:**
HEAD COUNT 236,937
AVERAGE LIVE WEIGHT 276.23
AVERAGE CARCASS WEIGHT 207.15

PACKER SOLD:
HEAD COUNT 31,417
AVERAGE LIVE WEIGHT 284.13
AVERAGE CARCASS WEIGHT 211.41

PACKER OWNED:
HEAD COUNT 205,951

AVERAGE LIVE WEIGHT 280.59
AVERAGE CARCASS WEIGHT 211.84

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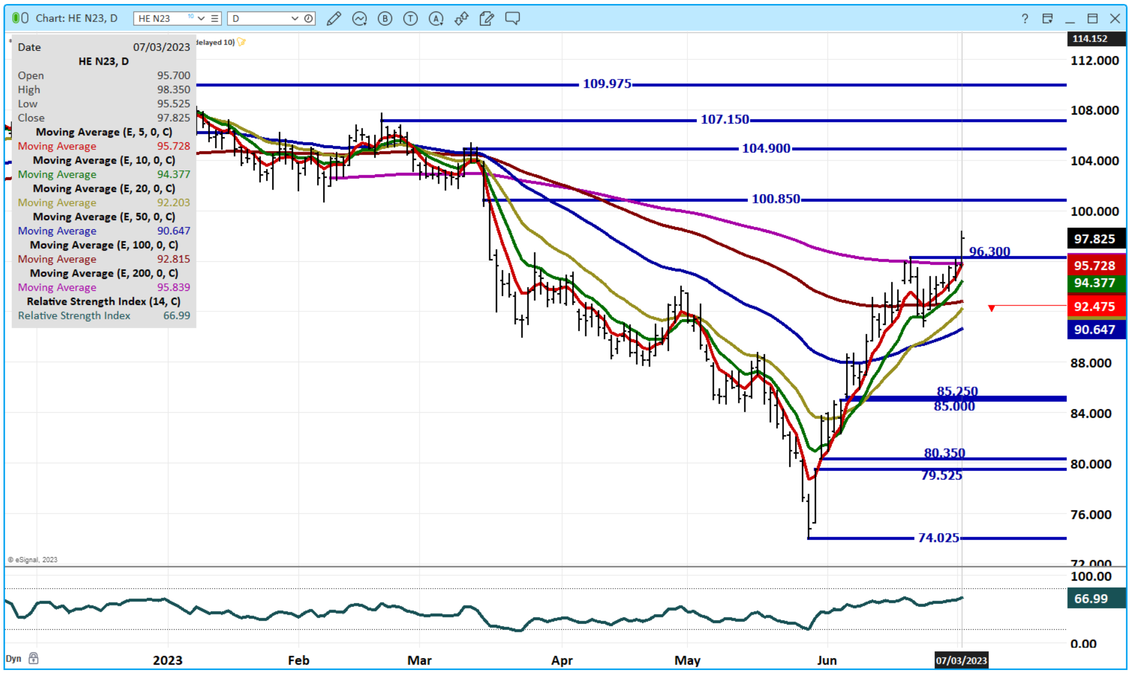
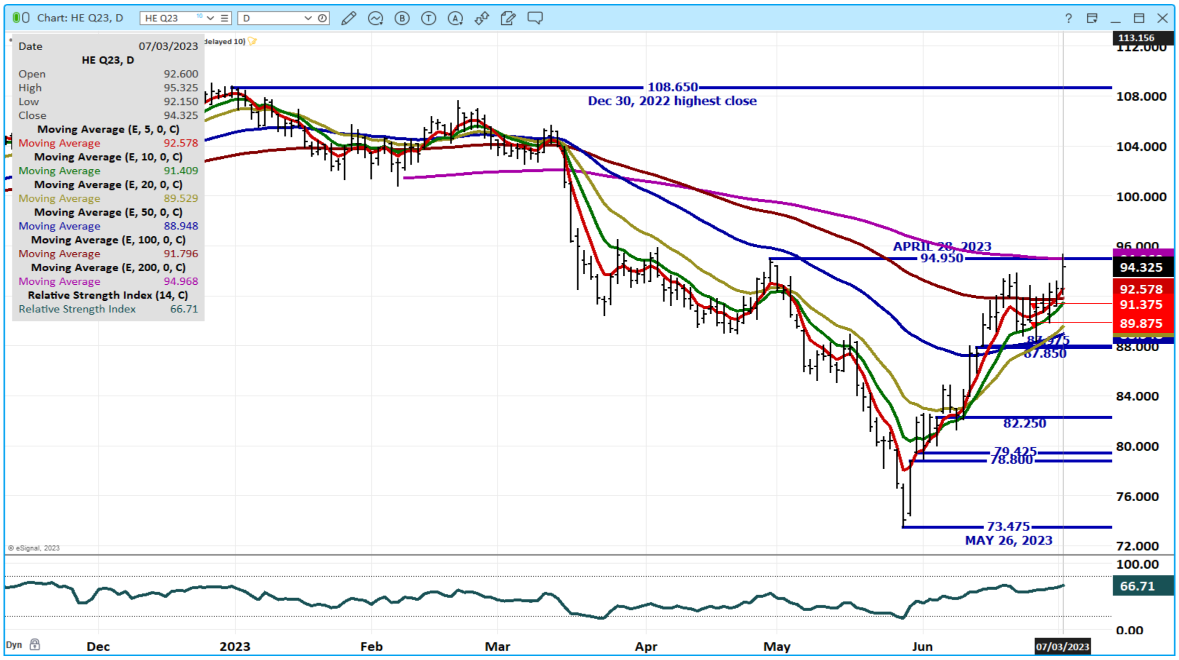
AUGUST/OCTOBER 2023 LEAN HOG SPREAD –   BIG BULL SPREAD

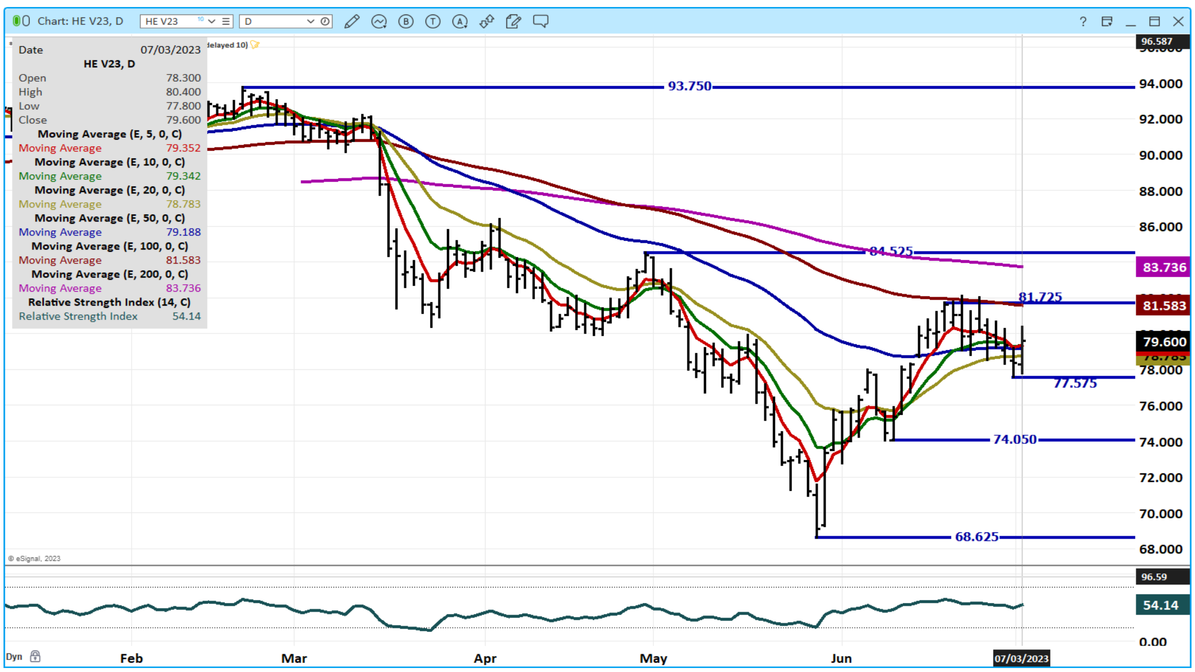
JULY 2023 LEAN HOGS -   CLOSED OVER ALL MOVING AVERAGES NEXT RESISTANCE AT 100.85 SUPPORT AT 95.70 TO 92.50



AUGUST 2023 LEAN HOGS – VOLUME AT 21165 RESISTANCE AT 95.00 SUPPORT AT 91.37 TO 89.87



OCTOBER 2023 LEAN HOGS – TOTALLY DIFFERENT CHART THAN SUMMER MONTH HOGS RESISTANCE AT 81.50 TO 83.75 SUPPORT AT 77.57 TO 74.00



CHARTS FROM ESIGNAL INTERACTIVE, INC.

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