ADM Investor Services, Inc.

MONDAY MORNING JULY 10, 2023 LIVESTOCK REPORT

Chris Lehner, Senior Livestock Analyst | 312.242.7942 | chris.lehner@admis.com

CATTLE

JULY 07, 2023	125,000
WEEK AGO	123,000
YEAR AGO	126,000
SATURDAY 07/08/2023	78,000 A WEEK AGO 22,000, YEAR AGO 86,000
WEEK TO DATE (EST)	539,000
SAME PERIOD LAST WEEK (EST)	647,000
SAME PERIOD LAST YEAR (ACT)	588,000
2023 YEAR TO DATE	16,843,000
2022 YEAR TO DATE	17,469,000
YEAR TO DATE PERCENT CHANGE	MINUS 3.6% PREVIOUS WEEK MINUS 3.4%
	MINUS 626,000 YTD

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2:00 PM JULY 07, 2023

BOXED BEEF	CHOICE		SELECT
CURRENT CUTOUT VALUES:	316.90		285.63
JUNE 30, 2023 CUTOUT VALUES:	327.72		293.63
CHANGE FROM PRIOR DAY:	(2.97)		(4.34)
CHOICE/SELECT SPREAD:		31.27	
TOTAL LOAD COUNT (CUTS, TRIMMINGS, GRINDS)		134	
5 DAY SIMPLE AVERAGE:	324.68		292.65
JUNE 30, 2023 5 DAY SIMPLE AVERAGE:	330.45		298.39

CME BOXED BEEF INDEX ON 07/06/2023 WAS 316.10 DOWN 1.81 FROM PREVIOUS DAY
CME BOXED BEEF INDEX ON 06/29/2023 WAS 319.88

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2:00 PM JULY 7, 2023		
PRIMAL RIB	**448.49**	**393.88**
PRIMAL CHUCK	**250.20**	**248.10**
PRIMAL ROUND	**234.89**	**234.32**
PRIMAL LOIN	**470.60**	**367.20**
PRIMAL BRISKET	**265.59**	**239.25**
PRIMAL SHORT PLATE	**256.49**	**256.49**
PRIMAL FLANK	**233.71**	**203.66**

PREVIOUS WEEK		
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
07/06	81	25	5	15	126	319.87	289.97
07/05	55	25	8	13	101	322.78	292.69
07/03	40	17	0	14	71	328.34	294.30
06/30	58	20	10	11	98	327.72	293.63 FRIDAY
06/29	57	24	0	16	96	328.05	297.18

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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	**77.76 loads**	**3,110,539 pounds**
Select Cuts	**20.40 loads**	**816,026 pounds**
Trimmings	**18.12 loads**	**724,683 pounds**
Ground Beef	**17.59 loads**	**703,411 pounds**

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Live Cattle futures were higher Friday catching up to where they settled a week ago. It wasn't bullish, but traders during the week "playing" in a commodity without a spot month. As the table of weekly changes shows, Live Cattle closed pennies lower than last week. However, Live Cattle futures remain bear spread.

Packers increased Saturday's kill to make up from the July 4th break, but just a small amount. There are a few more heavier high grading cattle showing up in the Midwest, but at limited amounts and extreme high prices on cash cattle are paid for these cattle. . They are going to limit slaughter just enough to fill contracted beef orders and whatever is needed to fill daily buyers beef purchases.

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The wide spread between cash and futures will encourage producers to move cattle as soon as a packer will take them. August Live Cattle on Friday settled at $177.00. Friday the 5 day negotiated steer price was $181.39. The price is narrowing.

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Beef net exports for week ending June 29, 2023 were 17,000 MT. Japan was the biggest buyer taking 5,100 MT with South Korea taking 3,700 MT. Exports were 5,000 MT more than previous week but there are no buyers of substantial size.

Week Ending June 22, 2023 12,000 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 JULY 5, 2023

As of July 5, 2023 dressed steer and heifer carcasses averaged 851.3 pounds down 1.6 pound from previous week at 852.9 pounds and 5.7 pounds lower than a year ago. The grading percent as of 7/05/23 was 80.7 % compared to previous week at 81.1%. A year ago the grade percent was 81.1%.
https://www.ams.usda.gov/mnreports/ams_2700.pdf

****WEEKLY FUTURES PRICE CHANGE**

	06/30/2023	07/07/2023
AUGUST 2023 LIVE CATTLE	177.17	177.00
OCTOBER 2023 LIVE CATTLE	179.55	179.37
DECEMBER 2023 LIVE CATTLE	183.52	183.17
FEBRUARY 2024 LIVE CATTLE	186.95	186.75
APRIL 2024 LIVE CATTLE	188.37	188.65

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

	WEIGHT	PRICE	HEAD
LIVE STEER:	1426	$181.39	32,680
LIVE HEIFER:	1292	$180.74	9,249
DRESSED STEER	925	$289.67	7,681
DRESSED HEIFER:	811	$289.80	2,078

PREVIOUS WEEK
*****NATIONAL DAILY DIRECT CATTLE 06/30/23**
5 DAY ACCUMULATED WEIGHTED AVG

	WEIGHT	PRICE	HEAD
LIVE STEER:	1402	$180.82	13,092
LIVE HEIFER:	1293	$180.00	5,861
DRESSED STEER	926	$289.64	2,472
DRESSED HEIFER:	837	$285.57	899

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USDA POSTED SUMMARY CATTLE PRICES ON 07/07/2023 STEERS

IA/MN – CASH FOB – 182.00 - 185.00 STEERS WEIGHING 1,350 - 1,625 POUNDS AVE PRICE 183.28
LIVE DELIVERED – 184.00
DRESSED DELIVERED – 288.00 - 290.00 STEERS WEIGHING 851 – 948 POUNDS AVE PRICE 289.88

NE – CASH FOB – 181.00 - 185.00 WEIGHING 1,300 - 1,560 POUNDS AVE PRICE 183.41
DRESSED – 290.00 - 292.00 WEIGHING 869 - 976 POUNDS AVE PRICE 290.16

KS – CASH – NO FOB SALES FRIDAY
LIVE DELIVERED: 184.00 ON 912 STEERS AND HEIFERS WEIGHING 1,275 - 1,280 POUNDS
DRESSED - 290.00 ON 115 HEAD WEIGHING 816 – 959 POUNDS

TX/OK/NM CASH – 178.00 FOR STEERS AND HEIFERS, ALL GRADES
DRESSED – NO REPORTABLE TRADE

CO - **NOT REPORTED DUE TO CONFIDENTIALITY**
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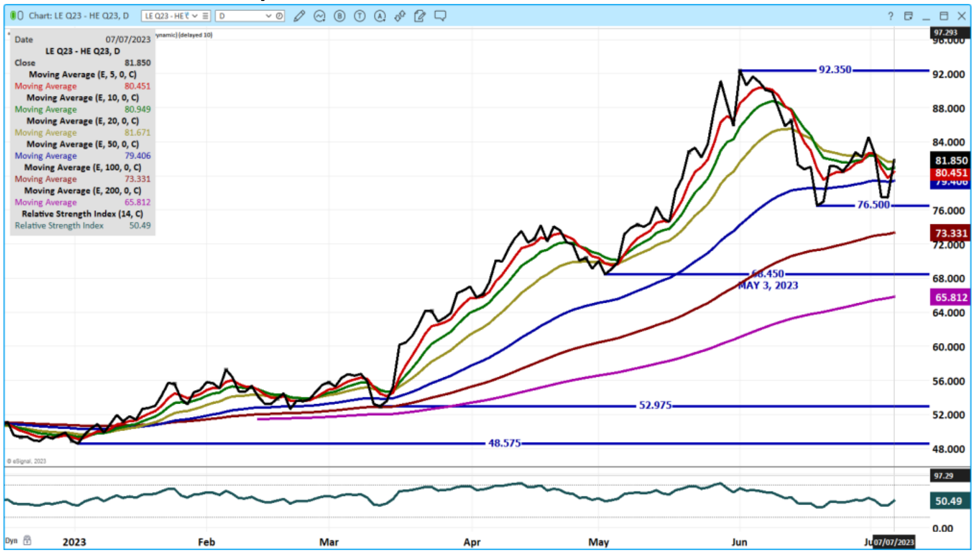
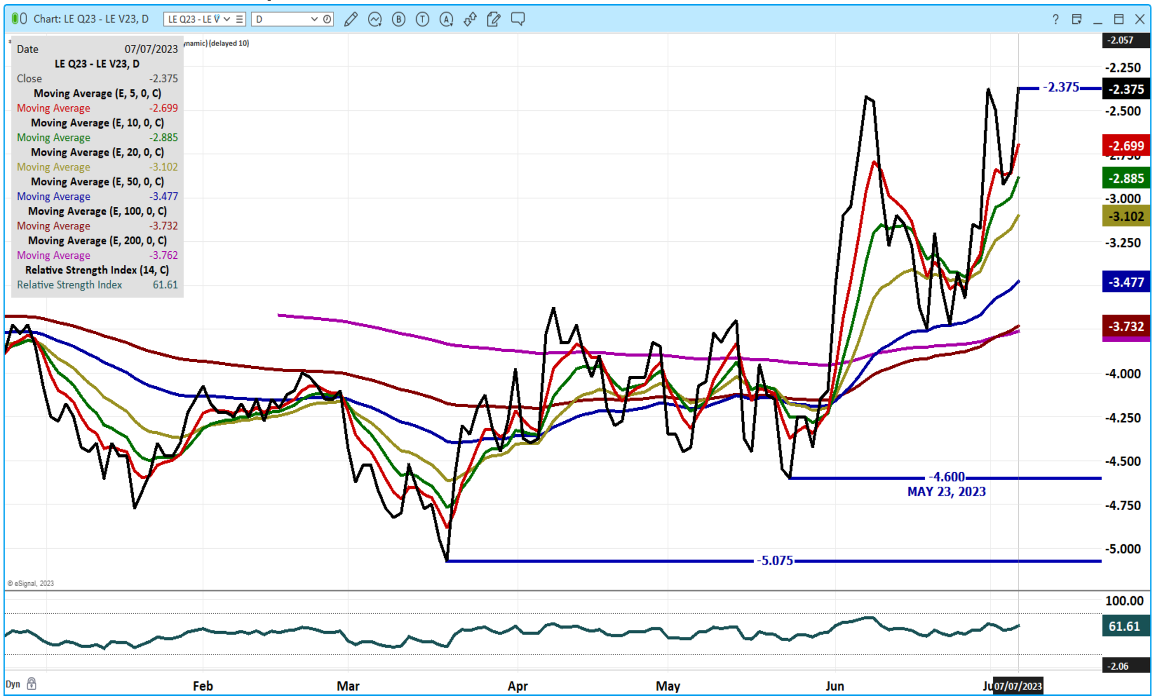
AUGUST LIVE CATTLE/AUGUST LEAN HOG SPREAD – SPREAD REMAINS WIDE

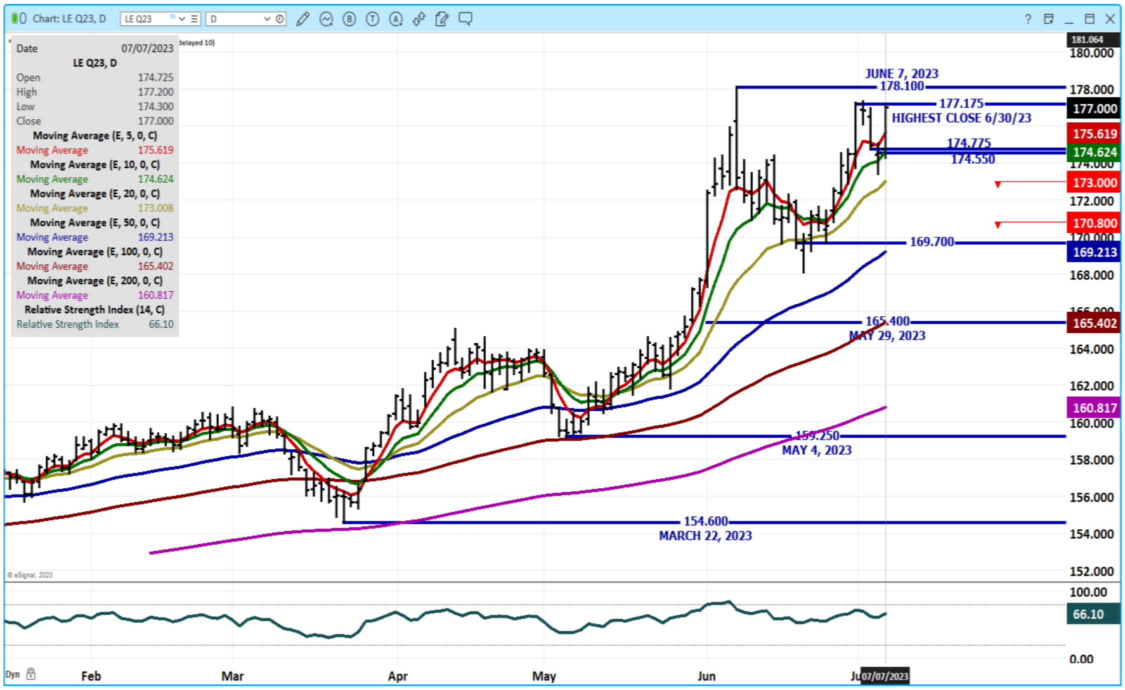


AUGUST LIVE CATTLE/OCTOBER LIVE CATTLE SPREAD – BEAR SPREAD BUT CORRECTING

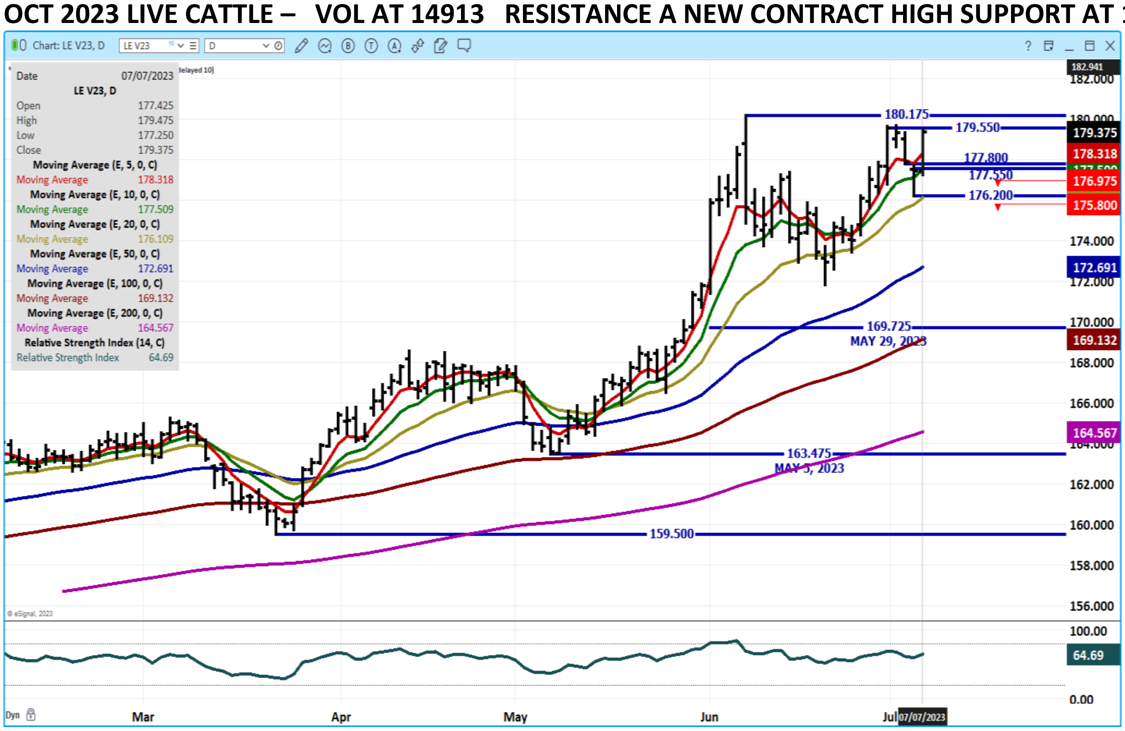


OCTOBER/DECEMBER 2023 LIVE CATTLE SPREAD – BEAR SPREAD –

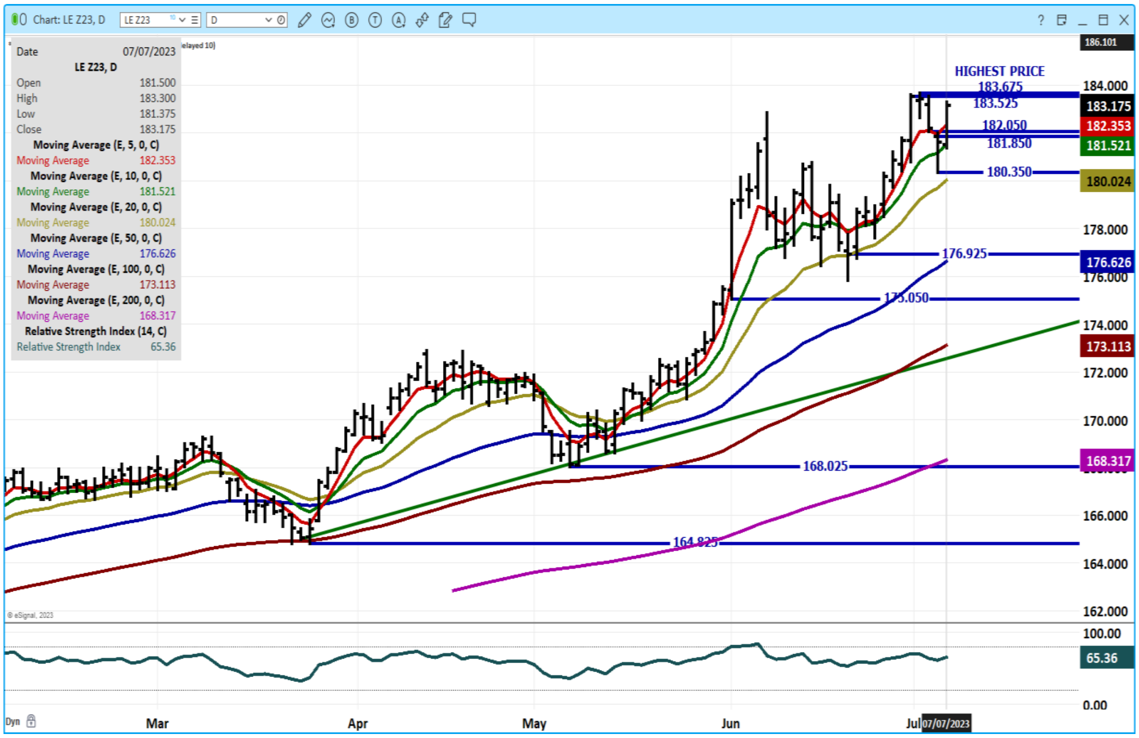
AUG 2023 LIVE CATTLE – RESISTANCE AT 177.17 TO 178.20 SUPPORT AT 174.62 TO 173.00 VOL 29454



OCT 2023 LIVE CATTLE –   VOL AT 14913   RESISTANCE A NEW CONTRACT HIGH SUPPORT AT 176.00



DECEMBER 2023 LIVE CATTLE - VOLUME AT 10427 RESISTANCE AT 183,67 SUPPORT AT 180.00



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FEEDER CATTLE

CME FEEDER INDEX ON 07/06/2023 WAS 231.21 UP 95 CENTS4 FROM PREVIOUS DAY –
CME FEEDER INDEX ON 06/29/2023 WAS 232.75

AUGUST 2023 FEEDER CATTLE FUTURES SETTLED ON 07/07/2023 AT $245.42.
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THERE IS A WIDE SPREAD BETWEEN CURRENT CME FEEDER INDEX PRICE AND AUGUST FEEDER CATTLE, BUT THERE ARE CLOSE TO TWO MONTHS BEFORE AUGUST EXPIRES, WHEN CONVERGENCE WILL OCCUR.
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WEEKLY FUTURES PRICE CHANGE

	06/30/2023	07/07/2023
AUGUST 2023 FEEDER CATTLE	247.57	245.42
SEPTEMBER 2023 FEEDER CATTLE	250.82	248.60
OCTOBER 2023 FEEDER CATTLE	252.52	250.52
NOVEMBER 2023 FEEDER CATTLE	252.65	250.60
JANUARY 2024 FEEDER CATTLE	250.75	248.75
MARCH 2024 FEEDER CATTLE	250.75	249.32

APRIL 2024 FEEDER CATTLE	**253.22**	**251.97**
MAY 2024 FEEDER CATTLE	**255.50**	**253.70**

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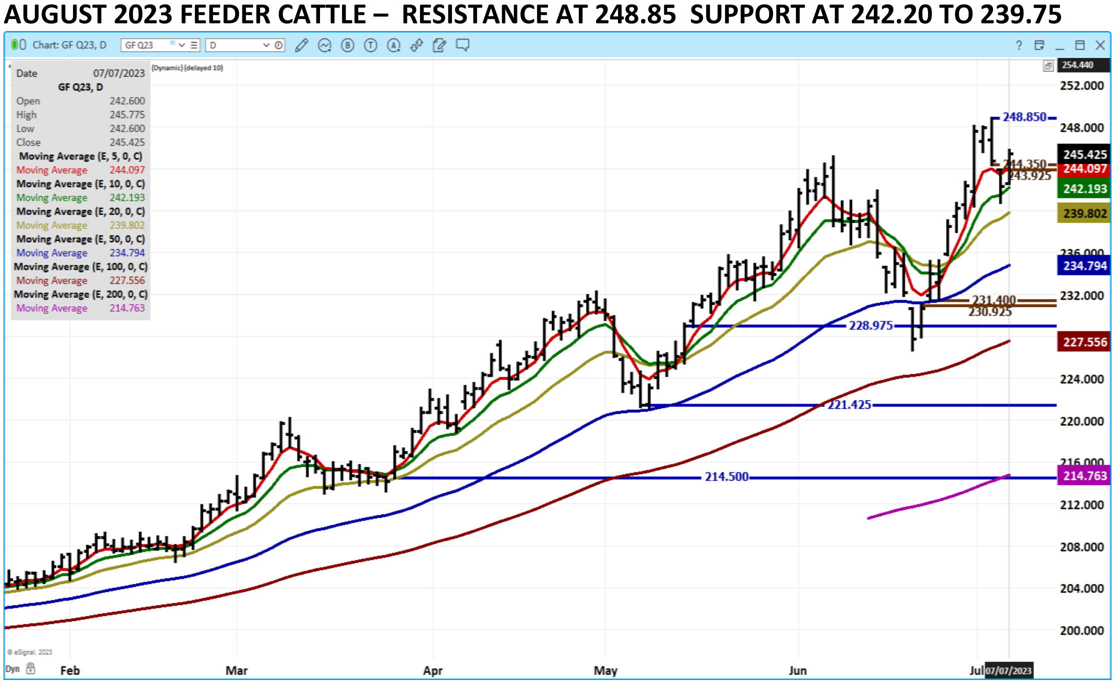
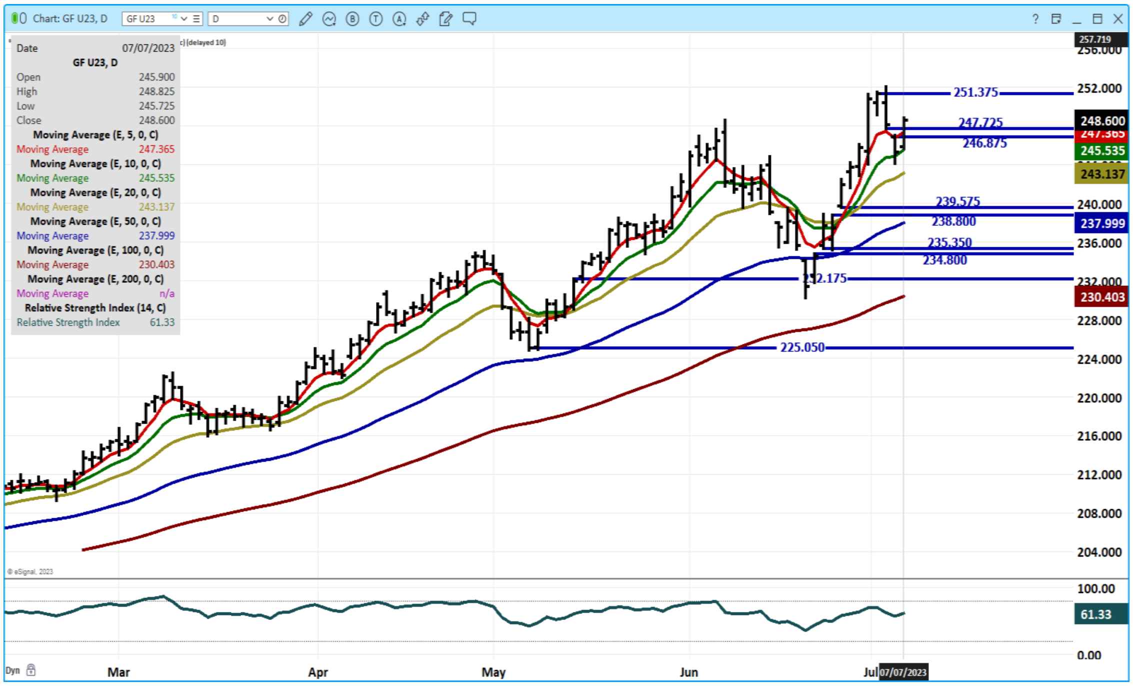
AUGUST 2023 FEEDER CATTLE/SEPTEMBER 2023 FEEDER CATTLE SPREAD – BEAR SPREAD

AUGUST 2023 FEEDER CATTLE – RESISTANCE AT 248.85 SUPPORT AT 242.20 TO 239.75



SEPTEMBER 2023 FEEDER CATTLE – RESISTANCE AT 251.37 SUPPORT AT 245.50 TO 243.10



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HOGS

USDA ESTIMATED FEDERAL HOG SLAUGHTER

JULY 07, 2023	**471,000**
WEEK AGO	**447,000**
YEAR AGO	**459,000**
SATURDAY 07/08/2023	**154,000 - A WEEK AGO 73,000 - YEAR AGO 121,000**
WEEK TO DATE (EST)	**1,954,053**
SAME PERIOD LAST WEEK (EST)	**2,332,000**
SAME PERIOD LAST YEAR (ACT)	**1,972,000**
2023 YEAR TO DATE	**65,083,000**
2022 *YEAR TO DATE	**64,350,000**
YEAR TO DATE PERCENT CHANGE	**PLUS 1.1% PREVIOUS WEEK 1.2%**
	PLUS 733,000 YEAR TO DATE

****Revised Thursday Hog Slaughter.. 457,000 PREVIOUS ESTIMATE 472,000****

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CME LEAN HOG INDEX ON 07/05/2023 WAS 96.07 UP 1.39 FROM PREVIOUS DAY

CME PORK CUTOUT INDEX 07/06/2023 AT 105.30 UP 90 CENTS FROM PREVIOUS DAY

THE CME LEAN HOG INDEX IS MINUS $9.23 TO THE CME PORK INDEX.
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WEEKLY FUTURES PRICE CHANGE

	06/30/2023	07/07/2023
JULY 2023 LEAN HOGS	95.65	99.00
AUGUST 2023 LEAN HOGS	92.60	95.15
OCTOBER 2023 LEAN HOGS	78.37	81.37
DECEMBER 2023 LEAN HOGS	75.15	76.02
FEBRUARY 2023 LEAN HOGS	80.77	80.35
APRIL 2023 LEAN HOGS	85.20	85.15

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Friday, July settled down at $99.00 as July Lean Hogs near to the CME Lean Hog Index at $96.07.

Pork prices continue to move up. Some has to do with a lower slaughter and lighter weights and a lot has to do with pork has been and still is cheap. Loins and hams have climbed off the lows of May but loins at Friday's daily price at 100.50 and hams at $96.02 are price competitive with beef and chicken. Exports are good and have been good since the beginning of the year.

At some point pork will reach a ceiling and if beef prices continue to break down, it will be a damper on pork prices.
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CHINA'S SOW HERD SHRINKS FURTHER IN JUNE - SHANGHAI SECURITIES NEWS – REUTERS

https://www.nasdaq.com/articles/chinas-sow-herd-shrinks-further-in-june-shanghai-securities-news

China was not a buyer on pork exports last week. China is cutting back on sows because they are at upper limits of storage for pork. China is not going to cut back where pork prices in China will rally but to the point where they can better manage supply.

Brazil increased pork and hog numbers because of China. Because of trade agreements China has to import Brazilian pork and if they back out, Brazil will find countries that buy it.
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The CME Pork Index has been gaining on the CME Hog Index. At the current difference, $9.23, packers are working in the black on daily hogs and daily pork sales. Over the past several months the $10 level has been a difference where the spread reverses and begins to favor hogs.

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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 26,000 MT for week ending June 29, 2023. Mexico is the largest buyer taking 15,100 MT. Canada took 4600 MT followed by Japan with 1700 MT. Pork exports are all about Mexico

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 : 206.11
Loads TRIM/PROCESS PORK : 17.02

2:00 PM	LOADS	CARCASS	LOIN	BUTT	PIC	RIB	HAM	BELLY
07/07/2023	223.13	107.94	100.50	153.52	83.39	147.62	96.02	143.39
CHANGE:		2.94	1.62	0.64	-0.53	-3.58	2.52	13.92
FIVE DAY AVERAGE --		106.42	98.57	158.50	83.86	151.95	95.58	131.85

PREVIOUS WEEK

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 06, 2023
https://www.ams.usda.gov/sites/default/files/media/LMRSwineReportingHandout.pdf

National Negotiated Carcass Price
Head Count: 2,273
Lowest price: 87.00
Highest price: 101.00
Weighted Average 97.25
Change from Previous Day -2.95 higher

JUNE 30, 2023 PREVIOUS WEEK
National Negotiated Carcass Price
Head Count: 2,611
Lowest price: 85.00
Highest price: 94.00
Weighted Average 90.96
Change from Previous Day -3.04 lower

Other Market Formula (Carcass)
Head Count: 28,643
Lowest Base Price: 83.76
Highest Base Price: 103.14
Weighted Average Price: 97.07

Swine/Pork Market Formula (Carcass)
Head Count 147,042
Lowest base price: 86.54
Highest Base Price: 104.90
Weighted Average Price 96.61

Other Purchase Arrangement (Carcass)
HEAD COUNT: 59,111
Lowest base price: 87.80
Highest base price: 111.26
Weighted Average Price: 97.86

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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 JULY 6, 2023
****PRODUCER SOLD:**
HEAD COUNT 216,898
AVERAGE LIVE WEIGHT 276.10
AVERAGE CARCASS WEIGHT 206.72

PACKER SOLD:
HEAD COUNT 28,671
AVERAGE LIVE WEIGHT 283.07
AVERAGE CARCASS WEIGHT 212.73

PACKER OWNED:
HEAD COUNT 182,183
VERAGE LIVE WEIGHT 280.85
AVERAGE CARCASS WEIGHT 212.39
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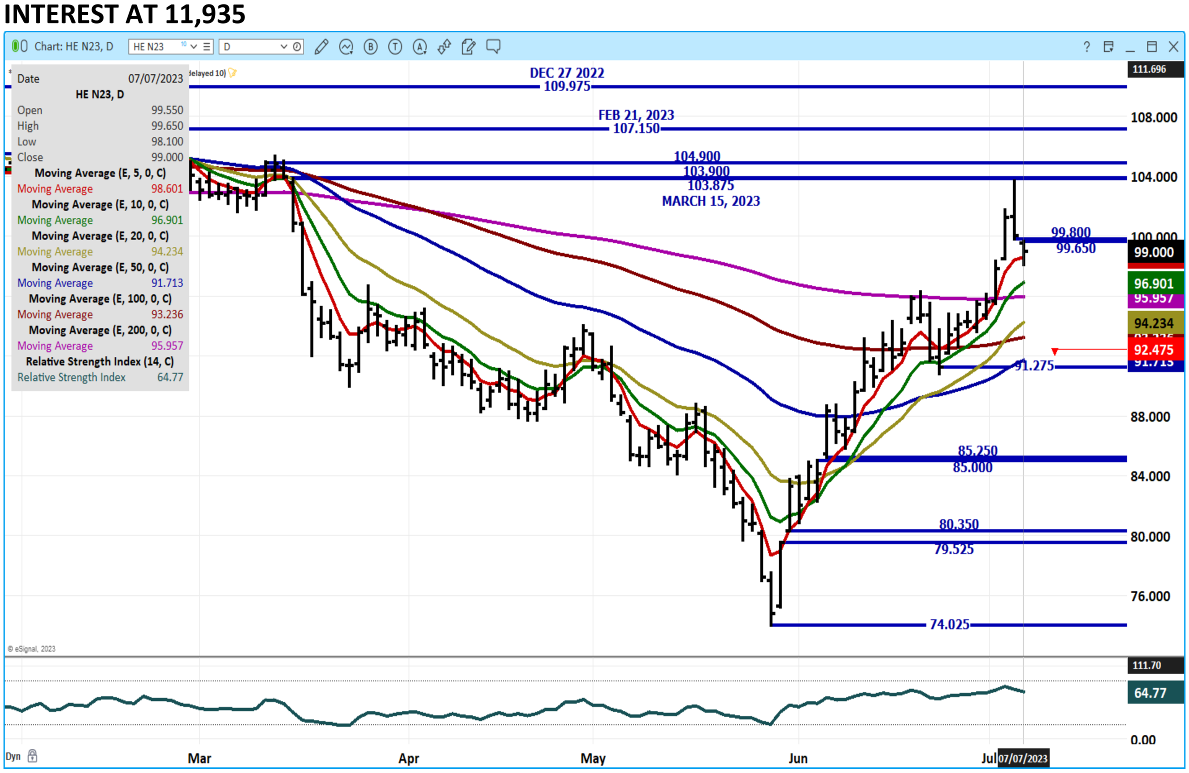
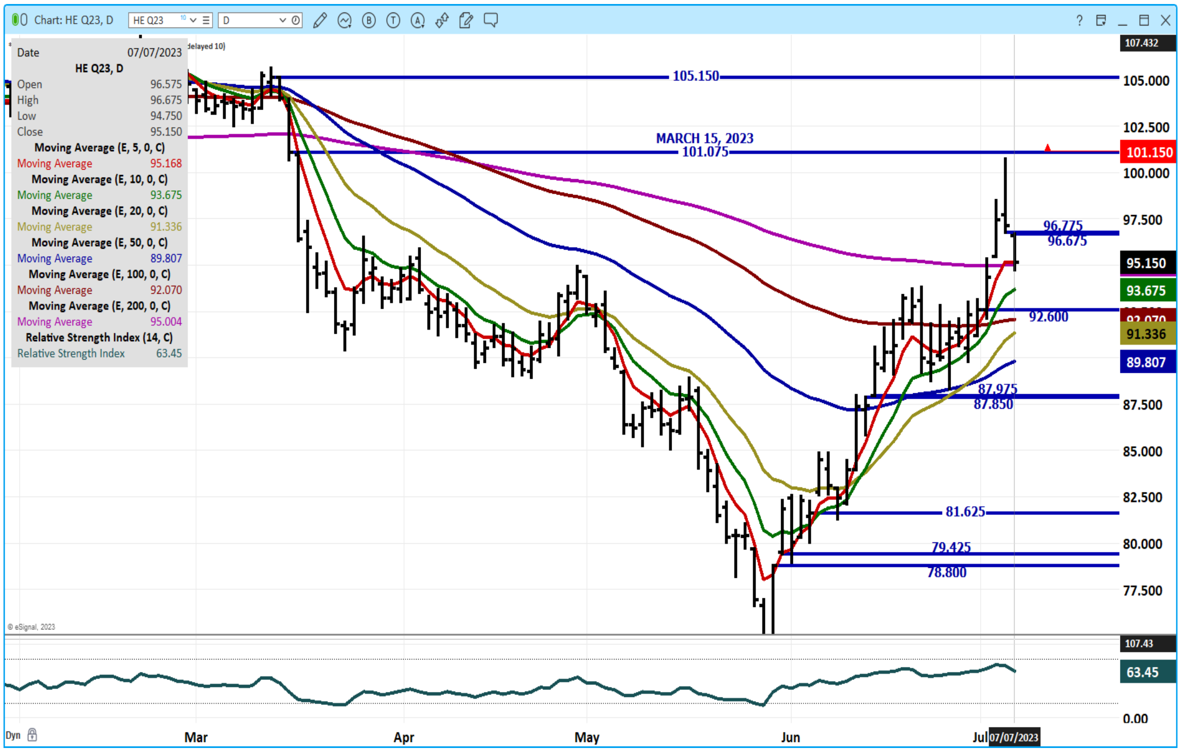
AUGUST/OCTOBER 2023 LEAN HOG SPREAD – WIDE BULL SPREAD

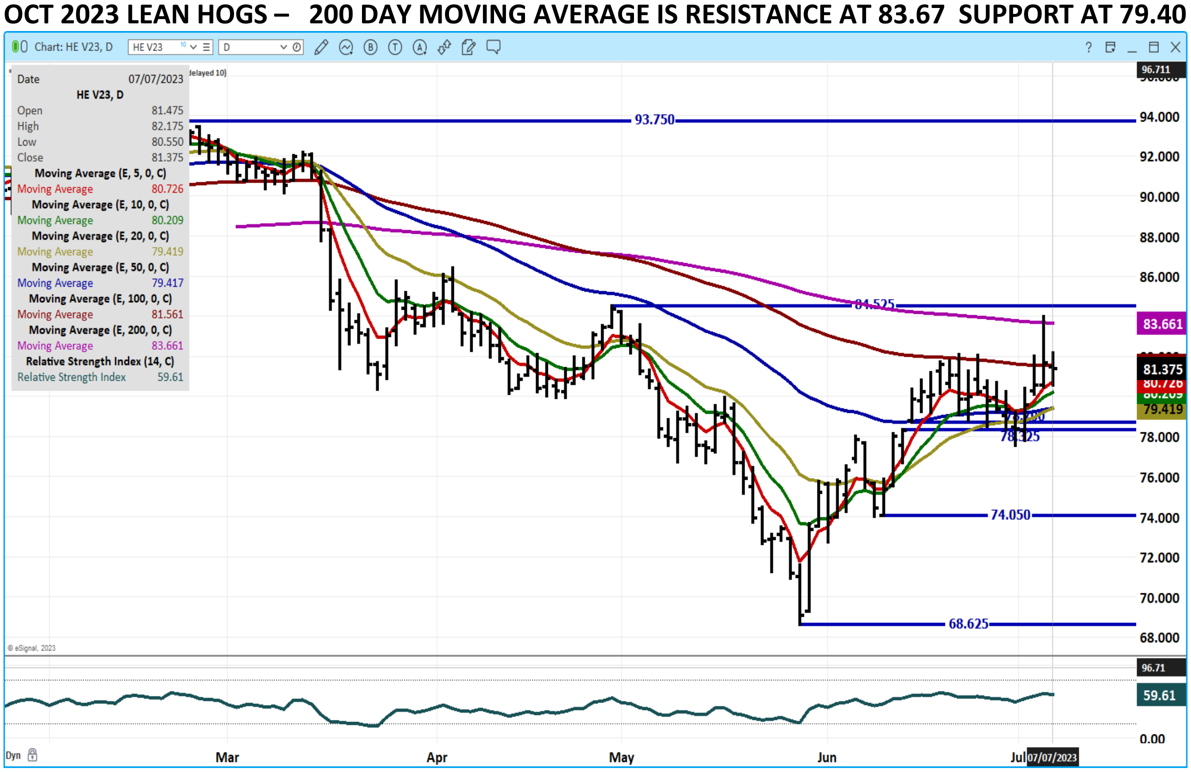
JULY 2023 LEAN HOGS - SUPPORT AT 98.60 TO 95.95 RESISTANCE AT 104.00 VOLUME AT 6527 OPEN INTEREST AT 11,935



AUGUST 2023 LEAN HOGS – VOLUME AT 24636 SUPPORT AT 95.15 TO 93.67 RESISTANCE AT 101.15



OCT 2023 LEAN HOGS – 200 DAY MOVING AVERAGE IS RESISTANCE AT 83.67 SUPPORT AT 79.40



ALL CHARTS FROM ESIGNAL INTERACTIVE, INC.

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Beef: Net sales of 17,000 MT for 2023 were up 41 percent from the previous week and 33 percent from the prior 4-week average. Increases primarily for Japan (5,100 MT, including decreases of 300 MT), South Korea (3,700 MT, including decreases of 300 MT), Taiwan (2,200 MT), Canada (2,100 MT, including decreases of 100 MT), and Mexico (1,500 MT), were offset by reductions for Colombia (100 MT). Exports of 17,700 MT were up 18 percent from the previous week and 11 percent from the prior 4-week average. The destinations were primarily to Japan (4,400 MT), South Korea (4,200 MT), China (3,200 MT), Mexico (1,700 MT), and Taiwan (1,500 MT).

Pork: Net sales of 26,000 MT for 2023 were down 3 percent from the previous week and from the prior 4-week average. Increases were primarily for Mexico (15,100 MT, including decreases of 200 MT), Canada (4,600 MT, including decreases of 500 MT), Japan (1,700 MT, including decreases of 200 MT), Australia (900 MT), and South Korea (700 MT, including decreases of 200 MT). Exports of 35,500 MT were up 21 percent from the previous week and 18 percent from the prior 4-week average. The destinations were primarily to Mexico (17,800 MT), Japan (3,600 MT), China (3,100 MT), South Korea (2,000 MT), and Canada (1,900 MT).

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CHRISTOPHER LEHNER chris.lehner@admis.com **312 242 7942 913.787.6804**