ADM Investor Services, Inc.

WEDNESDAY MORNING JULY 19, 2023 LIVESTOCK REPORT

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CATTLE

JULY 18, 2023	**127,000**
WEEK AGO	**128,000**
YEAR AGO	**123,000**
WEEK TO DATE	**247,000**
SAME PERIOD LAST WEEK	**250,000**
SAME PERIOD LAST YEAR (ACT)	**247,000**

****REVISED MONDAY CATTLE SLAUGHTER.. 120,000** PREVIOUS ESTIMATE 126,000**
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2:00 PM JULY 18, 2023		
BOXED BEEF	**CHOICE**	**SELECT**
CURRENT CUTOUT VALUES:	**304.68**	**276.61**
CHANGE FROM PRIOR DAY:	**(2.10)**	**0.87**
CHOICE/SELECT SPREAD:	**28.07**	
TOTAL LOAD COUNT (CUTS, TRIMMINGS, GRINDS)	**123**	
5 DAY SIMPLE AVERAGE:	**308.55**	**278.78**

CME BOXED BEEF INDEX ON 07/17/2023 WAS 299.21 DOWN 98 CENTS FROM PREVIOUS DAY
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2:00 PM JULY 18, 2023		
PRIMAL RIB	**454.73**	**370.49**
PRIMAL CHUCK	**245.93**	**243.25**
PRIMAL ROUND	**231.98**	**232.59**

PRIMAL LOIN	429.48	352.83
PRIMAL BRISKET	245.73	239.15
PRIMAL SHORT PLATE	241.09	241.09
PRIMAL FLANK	227.65	192.39

2:00 PM JULY 17, 2023

PRIMAL RIB	457.95	368.90
PRIMAL CHUCK	247.01	243.23
PRIMAL ROUND	231.87	229.40
PRIMAL LOIN	431.67	354.38
PRIMAL BRISKET	264.82	231.74
PRIMAL SHORT PLATE	241.58	241.58
PRIMAL FLANK	227.44	193.30

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LOAD COUNT AND CUTOUT VALUE SUMMARY

Date	Choice	Select	Trim	Grinds	Total	600-900	600-900
07/17	45	26	23	12	105	306.78	275.74
07/14	65	30	20	21	136 FRIDAY	305.94	276.61 FRIDAY
07/13	83	35	0	31	149	306.91	280.18
07/12	105	34	11	15	165	310.98	281.10
07/11	71	52	22	15	161	312.12	280.24

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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	77.07 loads	3,082,685 pounds
Select Cuts	25.94 loads	1,037,485 pounds
Trimmings	6.33 loads	253,255 pounds
Ground Beef	13.42 loads	536,770 pounds

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USDA REPORTS FOR JULY 2023

CATTLE ON FEED REPORT FRIDAY JULY 21, 2023

COLD STORAGE REPORT TUEDAY JULY 25, 2023

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POLL-US JUNE CATTLE MARKETINGS SEEN DOWN 4.9% FROM LAST YEAR -ANALYSTS - REUTERS NEWS

	Range	Average	Million head
On feed July 1	97-98.9	97.7	11.079
Placements in June	96.2-102.7	98.4	1.603
Marketings in June	94-96	95.1	1.960

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Record highs in the Southwest are not just slowing cattle, they are retarding growth. For many cattle, they will be finished with bigger frames but unless kept on feed for several months after it cools, many will have a hard time grading low Select. Fortunately, the temperatures in the Midwest haven't been hard on cattle. Weights have been increasing over the past two weeks.

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Choice boxed beef prices Tuesday were down $2.10. The CME Boxed Beef Index broke $300 at $299.21 a formula of both Choice and Select.

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Live Cattle trade volume slowed down Monday and was slower Tuesday. August Live Cattle delivery is about 2.5 weeks away and speculators have a lot of time to move August up or down before delivery. August Live Cattle on Tuesday settled at $181.27. The 5 day negotiated steer price is $184.21.

Live Cattle made new contract high closes Tuesday, but none made new contract highs. December did rally up to the high made on July 12th but couldn't push through.

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Beef net exports for week ending July 6, 2023 were only 9900 MT. Japan was the biggest buyer taking 3,200 MT with Taiwan taking 1,600 MT.

Week Ending June 29 , 2023 17,000 MT
Week Ending June 22, 2023 12,000 MT
Week Ending June 15, 2023 13,300 MT
Week Ending June 8, 2023 12,800 MT

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NATIONAL WEEKLY FED CATTLE COMPREHENSIVE REPORT JULY 18, 2023

As of July 18, 2023 dressed steer and heifer carcasses averaged 858.2 pounds up 2.4 pound from previous week at 855.8 pounds and 4.9 pounds lower than a year ago. The grading percent as of 7/18/23 was 81.1% compared to previous week at 81.7%. A year ago the grade percent was 80.7%.
https://www.ams.usda.gov/mnreports/ams_2700.pdf

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**WEEKLY FUTURES PRICE CHANGE

	07/14/2023	07/21/2023
AUGUST 2023 LIVE CATTLE	180.17	
OCTOBER 2023 LIVE CATTLE	182.62	
DECEMBER 2023 LIVE CATTLE	185.77	
FEBRUARY 2024 LIVE CATTLE	188.50	
APRIL 2024 LIVE CATTLE	190.10	

Live Cattle are bear spread.

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***NATIONAL DAILY DIRECT CATTLE 07/18/2023
5 DAY ACCUMULATED WEIGHTED AVG

	WEIGHT	PRICE	HEAD
LIVE STEER:	1450	$184.21	24,009
LIVE HEIFER:	1300	$184.89	7,696
DRESSED STEER	945	$291.63	10,645
DRESSED HEIFER:	836	$291.79	2,335

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USDA POSTED SUMMARY CATTLE PRICES ON 07/18/2023

IA/MN – CASH FOB – 184.00 ON 82 HEIFERS WEIGHING 1350 POUNDS.
DRESSED - NO REPORTABLE TRADE.
LIVE DELIVERED – 186.00 STEERS/HEIFERS MIXED ON 35 HEAD

NE – CASH FOB – NO REPORTABLE TRADE.
DRESSED DELIVERED –295.00 ON 40 HEAD WEIGHING 960.8 POUNDS

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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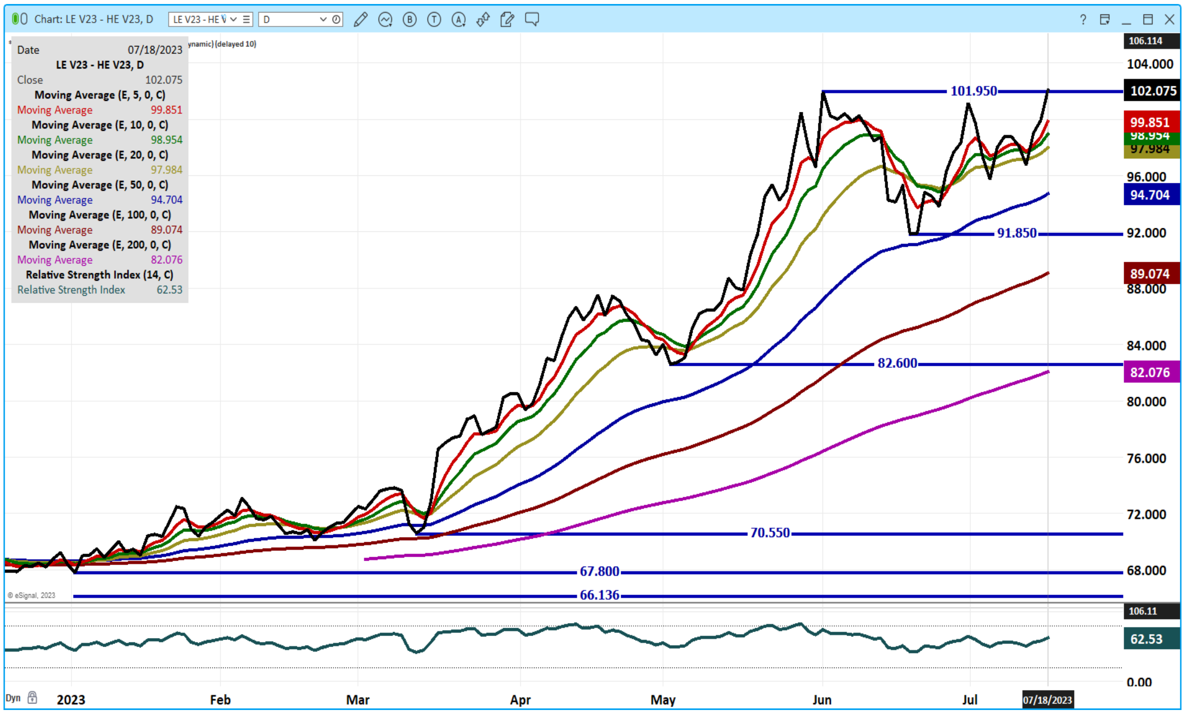
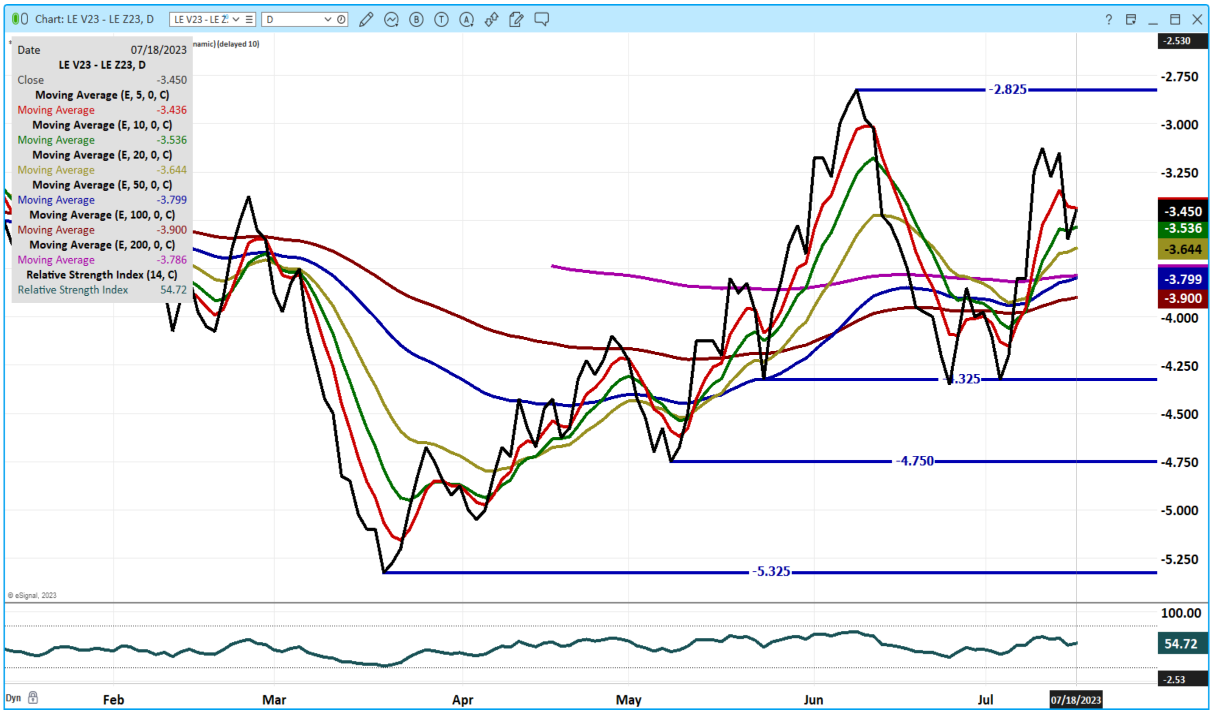
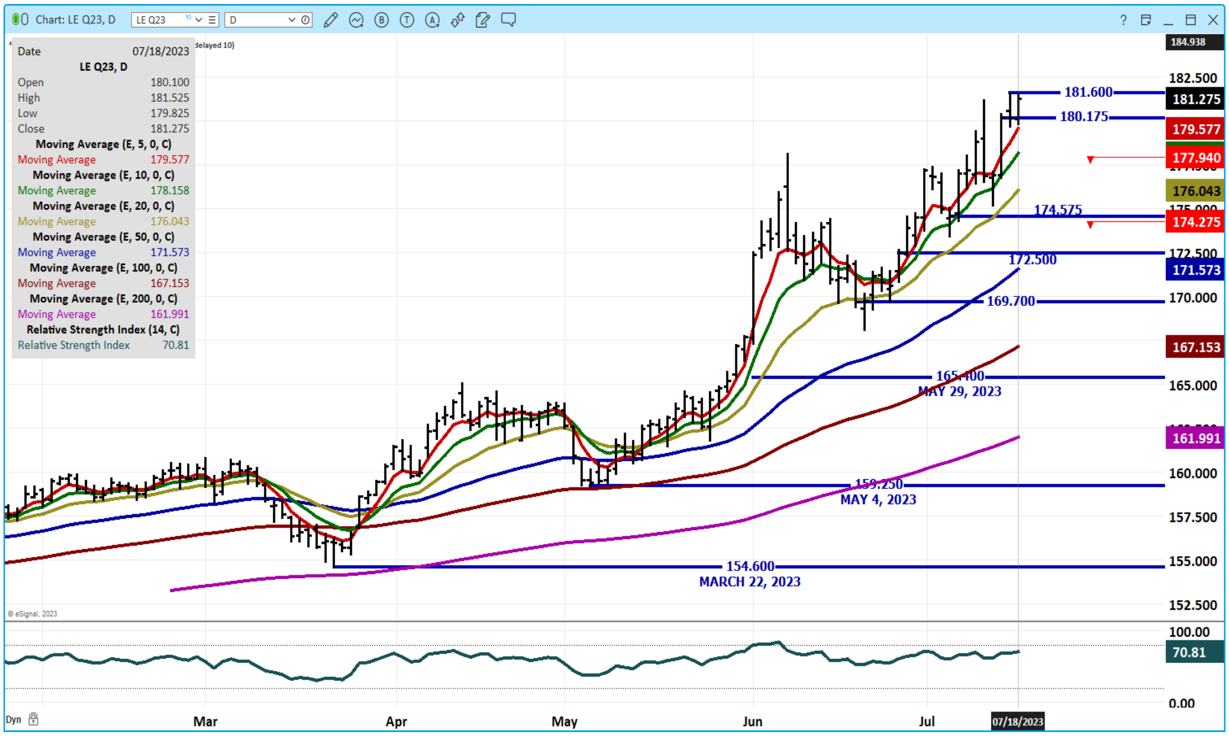
OCTOBER 2023 LIVE CATTLE/OCTOBER 2023 LEAN HOGS – NEW HIGH . VOLUME IS LIGHT ON CATTLE AND HOGS IN OCTOBER.



OCTOBER/DECEMBER 2023 LIVE CATTLE SPREAD – BEAR SPREAD BUT SPREAD NORMAL AT THIS TIME BUT IT IS BEAR SPREAD

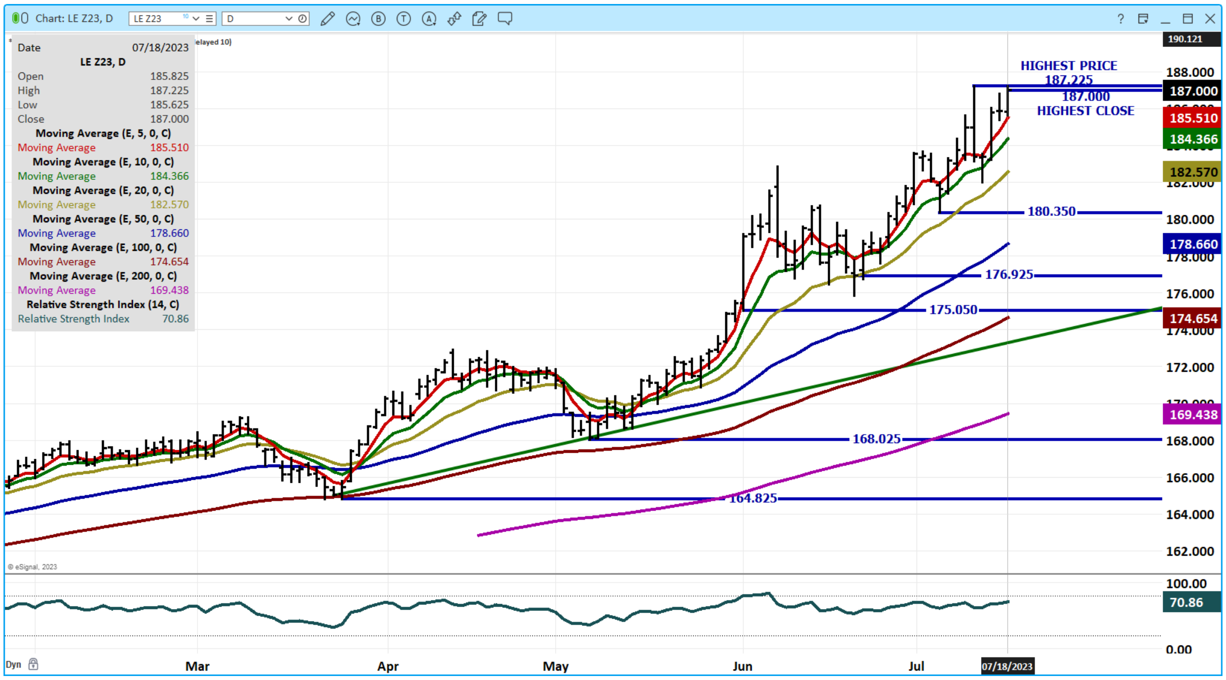


AUG 2023 LIVE CATTLE – RESISTANCE AT 181.60 SUPPORT AT 179.55 TO 177.90 VOLUME AT 17416



OCT 2023 LIVE CATTLE – RESISTANCE AT 184.35 SUPPORT AT 182.05 TO 180.80 VOLUME AT 25957

DECEMBER 2023 LIVE CATTLE - VOLUME AT 9832 RESISTANCE AT 187.22, A DOUBLE TOP SUPPORT AT 185.50 TO 184.35



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FEEDER CATTLE

CME FEEDER INDEX ON 07/14/2023 WAS 237.73 DOWN 1.632 FROM PREVIOUS DAY – AUGUST 2023 FEEDER CATTLE FUTURES SETTLED ON 07/18/2023 AT $248.00

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NATIONAL FEEDER & STOCKER CATTLE SUMMARY - WEEK ENDING 07/15/2023

RECEIPTS:	AUCTIONS	DIRECT	VIDEO/INTERNET	TOTAL
THIS WEEK:	177,600	90,300	422,700	690,600
07/01/2023:	136,200	38,500	27,000	201,700
YEAR AGO:	188,500	95,400	342,800	626,700

COMPARED TO TWO WEEKS AGO, STEERS AND HEIFERS SOLD 5.00 TO 8.00 HIGHER. MODERATE TO GOOD DEMAND REMAINS FOR ALL WEIGHTS OF STEERS AND HEIFERS AS THE CASH FED CATTLE MARKET CONTINUES TO GREATLY OUTPERFORM THE FUTURES CONTRACT, CASH FED CATTLE TOPPED AT 186.00 THIS WEEK. CATTLE FEEDERS ARE FEELING VERY BULLISH AS THIS IS THE DOG DAYS OF SUMMER WHEN THE FAT MARKET USUALLY STRUGGLES THE GREATEST, BUT PACKERS SEEMED TO STRUGGLE GETTING ENOUGH CATTLE PROCURED TO KEEP RUNNING AT FULL SPEED. SLOWING THE CHAIN SPEED DOWN TO HELP WITH MARGINS IS NOT UNCOMMON THIS TIME OF YEAR. GRASS CONDITIONS ARE GOOD IN SOME AREAS OF THE NORTHERN PLAINS TO KEEP YEARLINGS TURNED

OUT; HOWEVER THE COW-CALF STATES ARE STILL RIDDLED WITH DROUGHT DESIGNATIONS OF D3 (EXTREME DROUGHT)

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WEEKLY FUTURES PRICE CHANGE

	07/14/2023	07/21/2023
AUGUST 2023 FEEDER CATTLE	246.65	
SEPTEMBER 2023 FEEDER CATTLE	249.22	
OCTOBER 2023 FEEDER CATTLE	250.47	
NOVEMBER 2023 FEEDER CATTLE	250.40	
JANUARY 2024 FEEDER CATTLE	248.47	
MARCH 2024 FEEDER CATTLE	248.77	
APRIL 2024 FEEDER CATTLE	251.37	
MAY 2024 FEEDER CATTLE	253.50	

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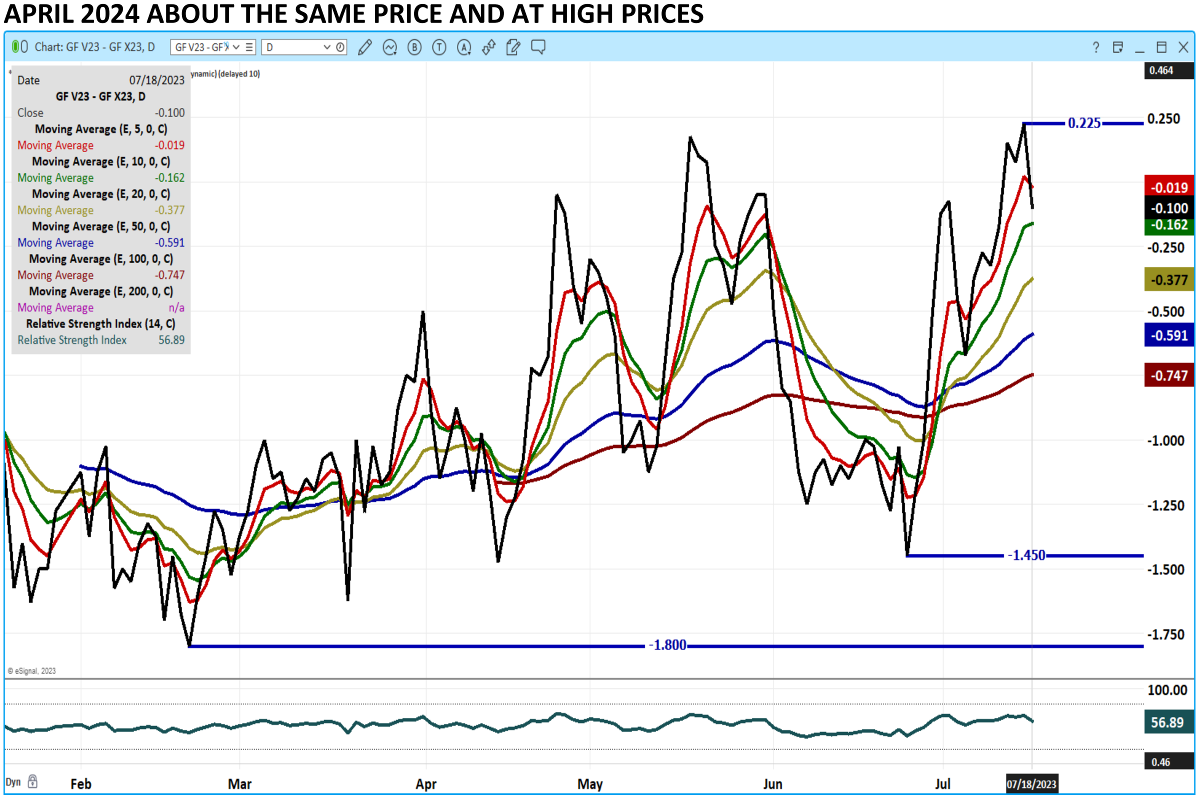
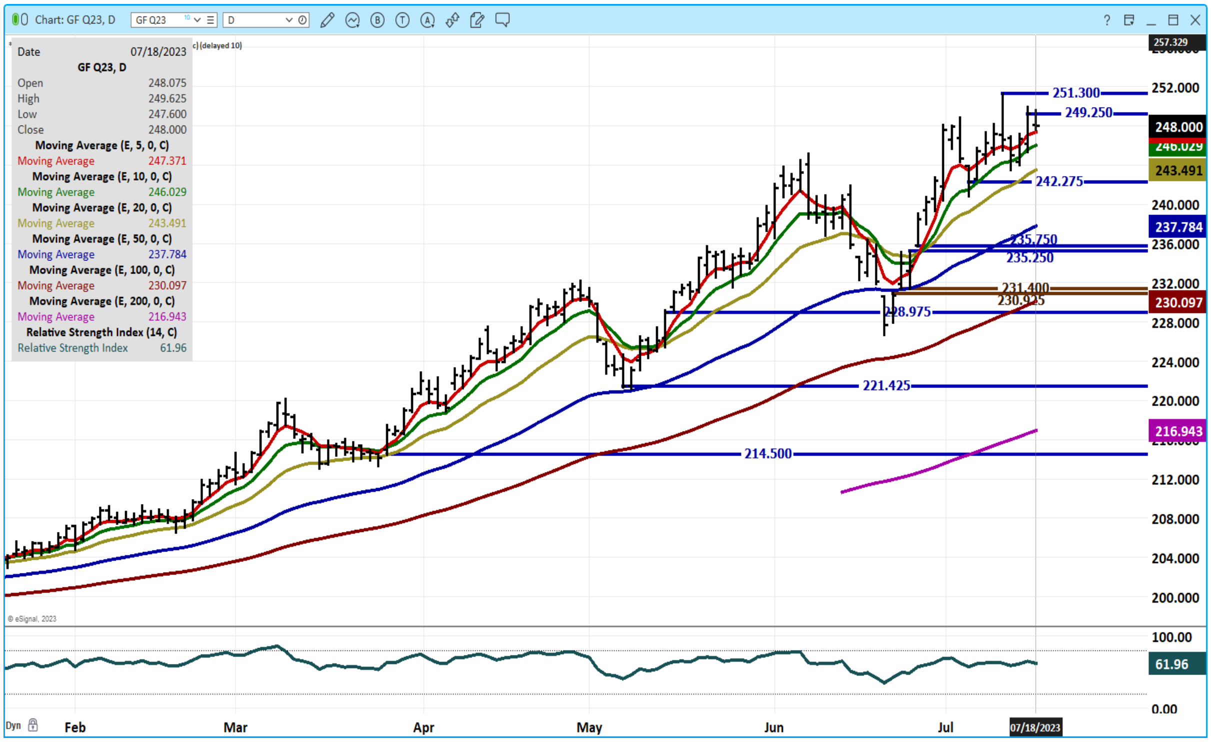
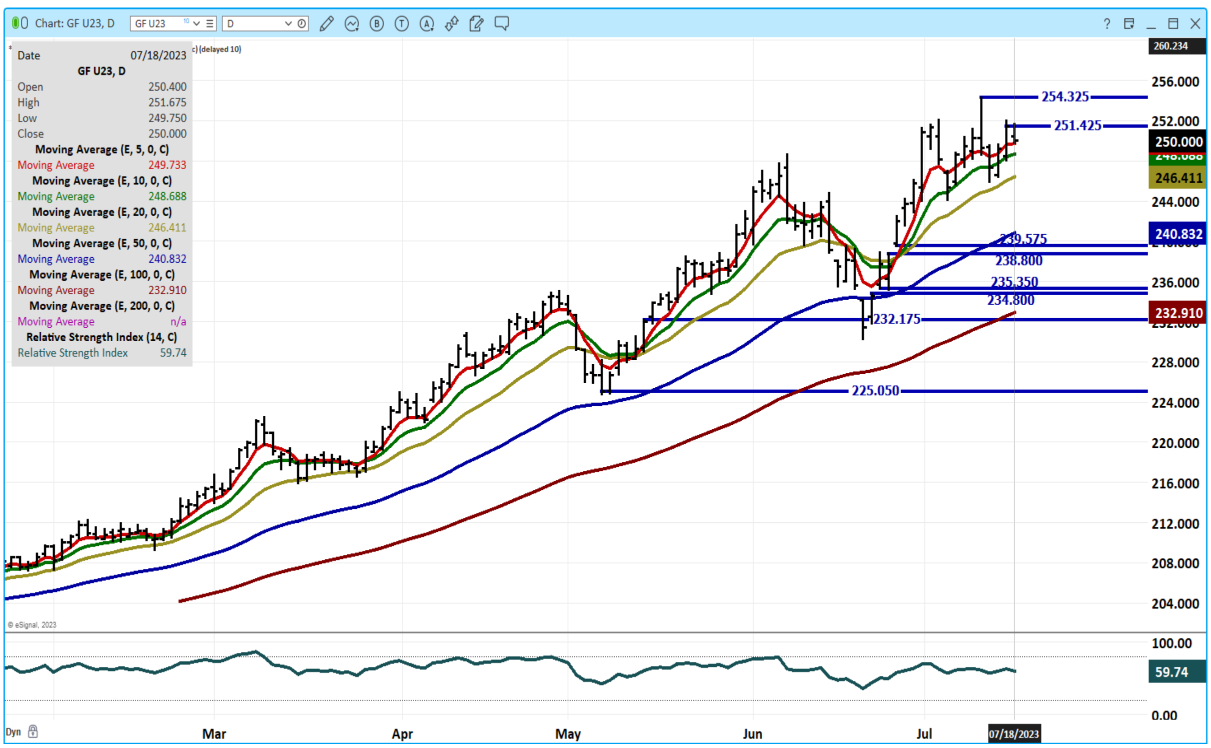
OCTOBER 2023 FEEDER CATTLE/NOVEMBER 2023 FEEDER CATTLE SPREAD – NEUTRAL, SAYING BUYERS ARE WILLING TO PAY FOR 4TH QUARTER THE SAME PRICE FOR FEEDERS BECAUSE FEB AND APRIL 2024 ABOUT THE SAME PRICE AND AT HIGH PRICES



AUGUST 2023 FEEDER CATTLE – RESISTANCE 251.30 SUPPORT AT 242.27



SEPTEMBER 2023 FEEDER CATTLE – RESISTANCE AT 251.50 TO 254.32 SUPPORT AT 248.65 TO 246.37



HOGS

USDA ESTIMATED FEDERAL HOG SLAUGHTER

JULY 18, 2023	**472,000**
WEEK AGO	**470,000**
YEAR AGO	**462,000**
WEEK TO DATE	**921,000**
SAME PERIOD LAST WEEK	**930,000**
SAME PERIOD LAST YEAR (ACT)	**912,000**

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CME LEAN HOG INDEX ON 07/14/2023 WAS 101.60 UP 57 CENTS FROM PREVIOUS DAY

CME PORK CUTOUT INDEX 07/17/2023 AT 112.32 UP 86 CENTS FROM PREVIOUS DAY

THE CME LEAN HOG INDEX IS MINUS $10.72 TO THE CME PORK INDEX.
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WEEKLY FUTURES PRICE CHANGE

	0714/2023	07/21/2023
JULY 2023 LEAN HOGS	**101.97**	
AUGUST 2023 LEAN HOGS	**96.20**	
OCTOBER 2023 LEAN HOGS	**83.60**	
DECEMBER 2023 LEAN HOGS	**76.35**	
FEBRUARY 2023 LEAN HOGS	**80.22**	
APRIL 2023 LEAN HOGS	**84.75**	

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CME Lean Hog prices going up slower than the CME Pork Index is positive for the packer. If needed, packers will pay more for hogs.
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Hogs and Pork have moved higher in big part to high beef prices and because pork was dirt cheap especially hams and loins. However, prices have changed since June 1st and pork has moved higher with increasing loin and hams prices. Pork also has been helped because exports have been good. The big question, how much more can pork prices go up if beef prices move down?

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Lean Hog futures have been trading in a choppy sideways pattern since the July 4th break. After traders took profits at the end of May, getting out of shorts and liquidating the short legs of cattle and hog spreads, as the market rallied in June, volume has not been what it was.
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Monday, July Lean Hogs went off the board at $102.35.
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The cheap US Dollar falling should be positive for pork especially with the strength the Mexican Peso has.
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Pork net sale exports were 24,500 MT for week ending July 6, 2023. China was the largest buyer with 13,700 MT followed by Japan taking 3,800MT and then Mexico with a paltry 3,600 MT

WEEK ENDING JUNE 29, 2023 NET EXPORT SALES WERE 26,000 MT
WEEK ENDING JUNE 22, 2023 NET EXPORT SALES WERE 26,700 MT
WEEK ENDING JUNE 15, 2023 NET EXPORT SALES WERE 28,700 MT
WEEK ENDING JUNE 08, 2023 NET EXPORT SALES WERE 26,700 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 : 298.45
Loads TRIM/PROCESS PORK : 32.94

2:00 PM	LOADS	CARCASS	LOIN	BUTT	PIC	RIB	HAM	BELLY
07/17/2023	331.38	112.68	99.63	115.10	86.33	131.06	106.72	182.69
CHANGE:		-0.03	-2.04	-2.76	-1.11	2.06	4.16	-1.38
FIVE DAY AVERAGE --		112.50	100.79	124.00	86.04	133.69	104.76	176.12

2:00 PM	LOADS	CARCASS	LOIN	BUTT	PIC	RIB	HAM	BELLY
07/17/2023	286.97	112.71	101.67	117.86	87.44	129.00	102.56	184.07
CHANGE:		-2.84	-1.27	-7.32	1.90	-7.11	-8.66	2.98
FIVE DAY AVERAGE --		112.36	100.76	130.20	86.27	136.42	103.07	173.07

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DAILY DIRECT AFTERNOON HOG REPORT - PLANT DELIVERED PURCHASE
JULY 17, 2023
https://www.ams.usda.gov/sites/default/files/media/LMRSwineReportingHandout.pdf

National Negotiated Carcass Price
Head Count: 2,327
Lowest price: 95.00
Highest price: 104.00
Weighted Average 102.00
Change from Previous Day -2.09 higher

Other Market Formula (Carcass)
Head Count: 28,788
Lowest Base Price: 72.91

Highest Base Price: 104.98
Weighted Average Price: 97.65

Swine/Pork Market Formula (Carcass)
Head Count 162,277
Lowest base price: 91.74
Highest Base Price: 107.46
Weighted Average Price 101.29

Other Purchase Arrangement (Carcass)
HEAD COUNT: 140,293
Lowest base price: 87.31
Highest base price: 111.55
Weighted Average Price: 97.23

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NATIONAL DAILY DIRECT HOG PRIOR DAY REPORT - SLAUGHTERED SWINE
HTTPS://WWW.AMS.USDA.GOV/MNREPORTS/AMS_2511.PDF
SLAUGHTER DATA - JULY 17, 2023

****PRODUCER SOLD:**
HEAD COUNT 200,999
AVERAGE LIVE WEIGHT 276.47
AVERAGE CARCASS WEIGHT 207.11

PACKER SOLD:
HEAD COUNT 28,079
AVERAGE LIVE WEIGHT 283.25
AVERAGE CARCASS WEIGHT 210.71

PACKER OWNED:
HEAD COUNT 168,284
VERAGE LIVE WEIGHT 277.02
AVERAGE CARCASS WEIGHT 209.50

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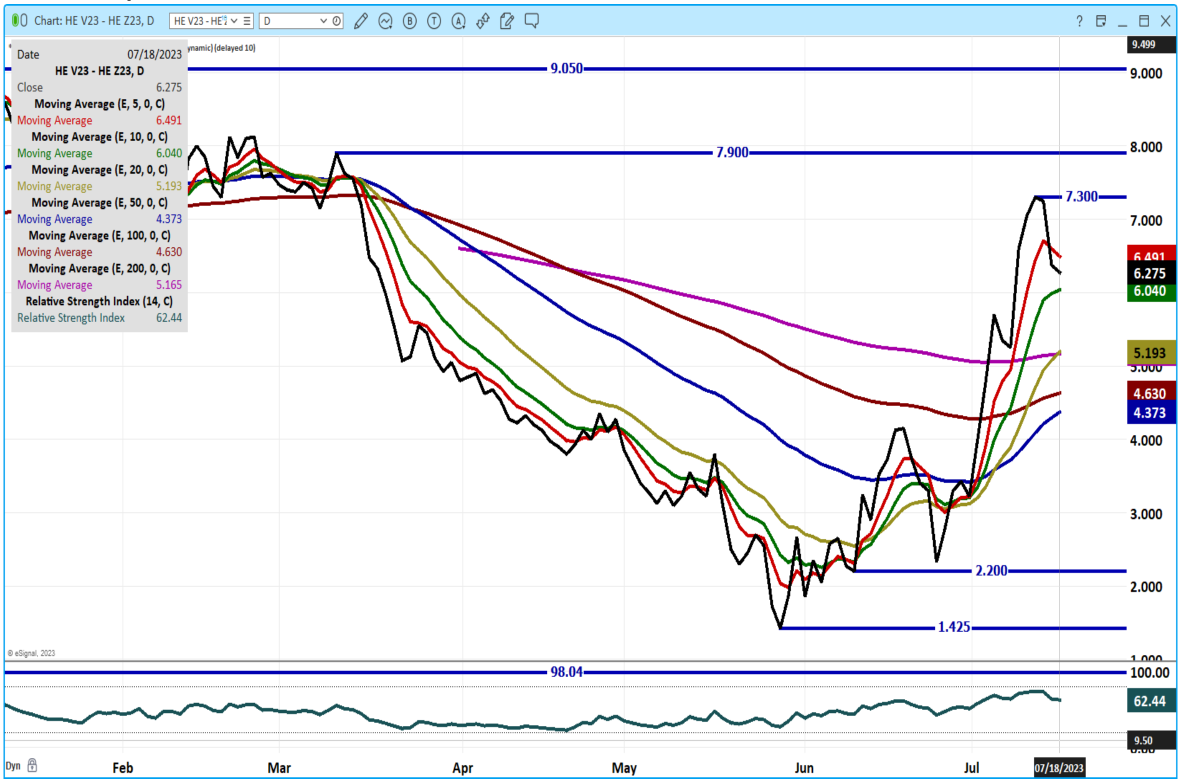
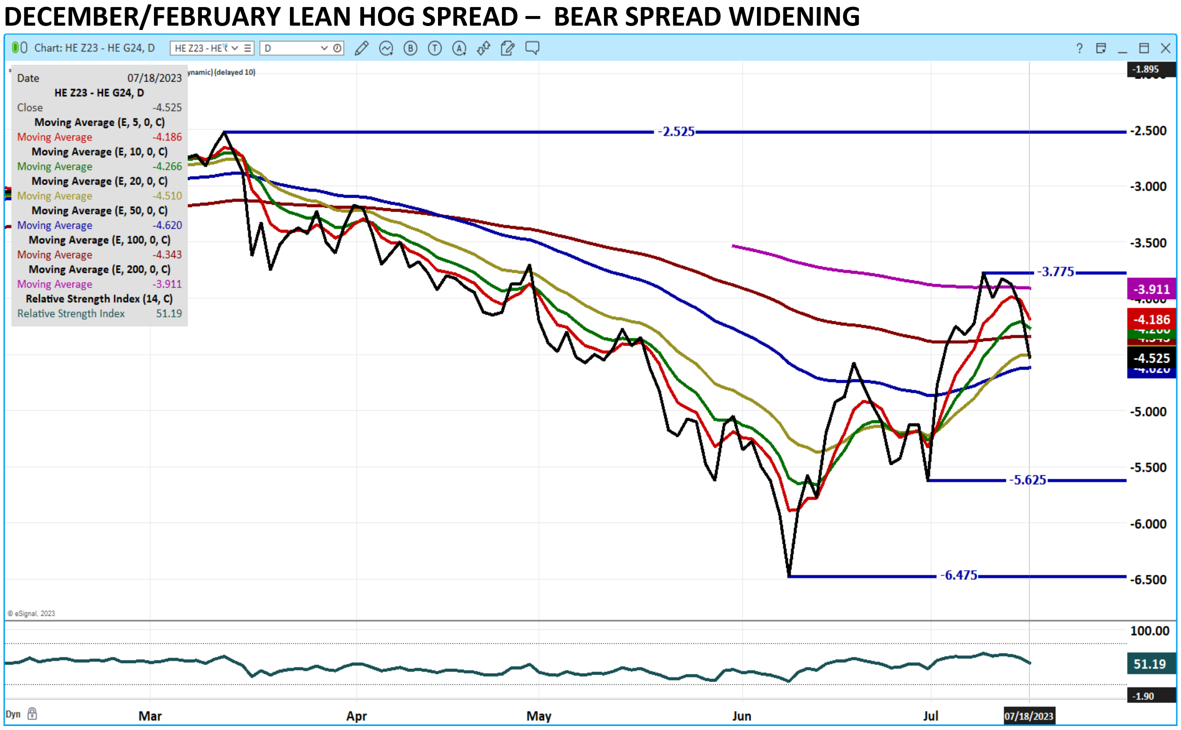
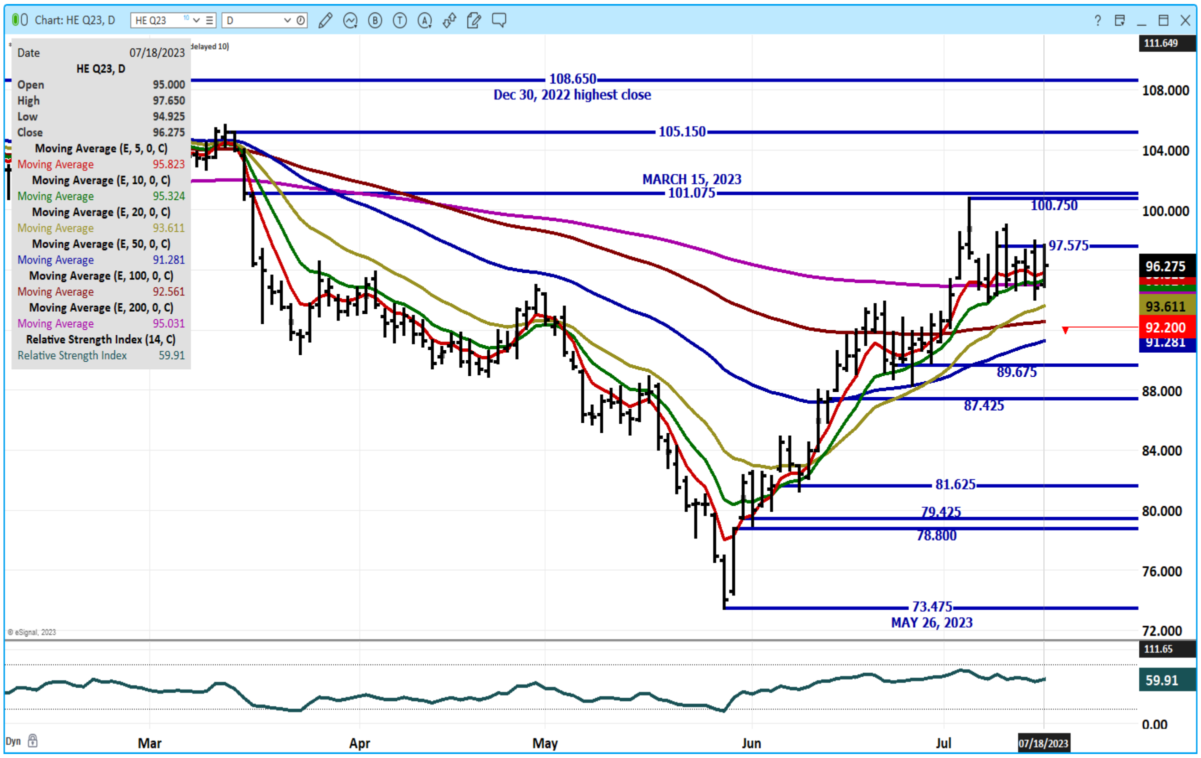
OCTOBER /DECEMBER LEAN HOG SPREAD – IT IS BULL SPREAD



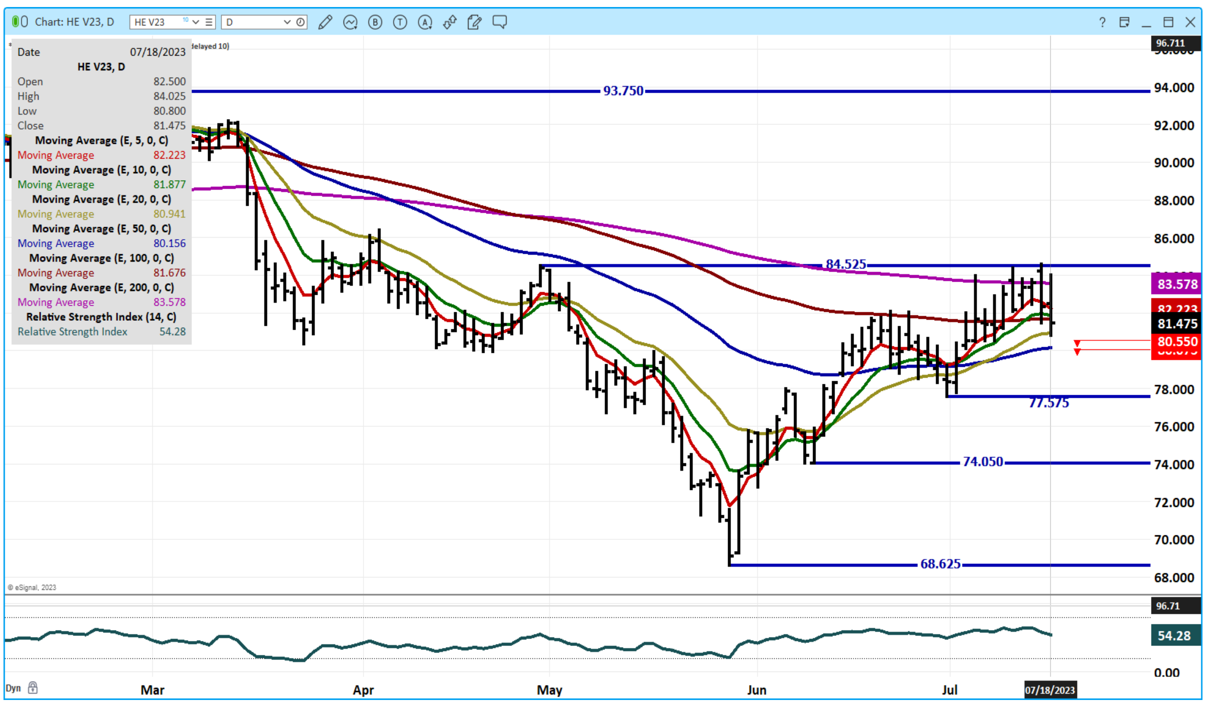
DECEMBER/FEBRUARY LEAN HOG SPREAD – BEAR SPREAD WIDENING



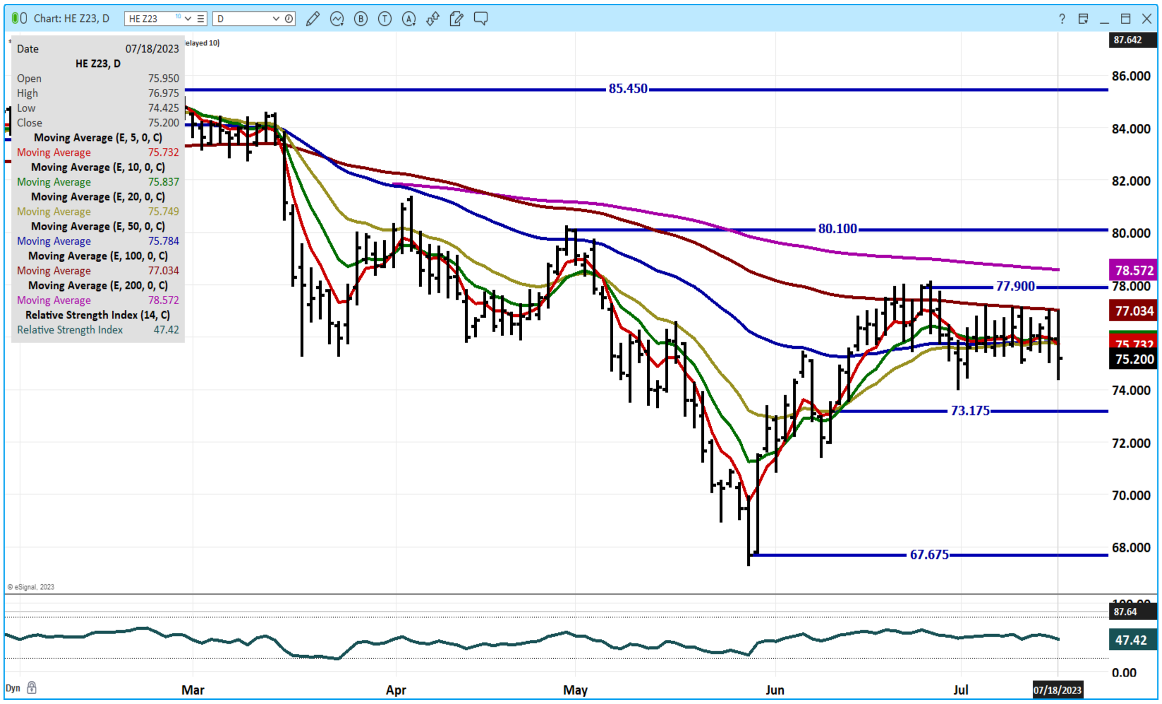
AUGUST 2023 LEAN HOGS – VOLUME AT 23499 RESISTANCE AT 97.60 TO 101.



OCTOBER 2023 LEAN HOGS – VOLUME AT 23966 RESISTANCE AT 84.55 SUPPORT AT 80.50 TO 80.00



DECEMBER 2023 LEAN HOGS – VOLUME AT 8723 SUPPORT AT 73.17 RESISTANCE AT 77.90 DECEMBER HAS TRADES SIDEWAYS SINCE MID-JUNE TUESDAY IT DID CLOSE BELOW ALL MOVING AVERAGES



ALL CHARTS FROM ESIGNAL INTERACTIVE, INC.

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