ADM Investor Services, Inc.

FRIDAY MORNING AUGUST 04, 2023 LIVESTOCK REPORT

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CATTLE

AUGUST 03, 2023	123,000
WEEK AGO	126,000
YEAR AGO	124,000
WEEK TO DATE	494,000
SAME PERIOD LAST WEEK	499,000
SAME PERIOD LAST YEAR (ACT)	496,000

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2:00 PM AUGUST 03, 2023

BOXED BEEF	CHOICE	SELECT
CURRENT CUTOUT VALUES:	302.01	278.31
CHANGE FROM PRIOR DAY:	(1.17)	0.84
CHOICE/SELECT SPREAD:	23.70	
TOTAL LOAD COUNT (CUTS, TRIMMINGS, GRINDS)	99	
5 DAY SIMPLE AVERAGE:	303.18	278.42

CME BOXED BEEF INDEX ON 08/02/2023 WAS 295.86 DOWN 63 CENTS FROM PREVIOUS DAY

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2:00 PM AUGUST 03, 2023

PRIMAL RIB	447.92	382.64
PRIMAL CHUCK	249.91	248.66
PRIMAL ROUND	235.87	236.59
PRIMAL LOIN	412.39	344.15
PRIMAL BRISKET	252.50	237.21

PRIMAL SHORT PLATE	233.89	233.89
PRIMAL FLANK	223.65	200.64

2:00 PM AUGUST 02, 2023

PRIMAL RIB	449.60	377.27
PRIMAL CHUCK	249.94	249.26
PRIMAL ROUND	235.78	235.54
PRIMAL LOIN	417.28	343.45
PRIMAL BRISKET	251.49	236.15
PRIMAL SHORT PLATE	233.32	233.32
PRIMAL FLANK	225.18	202.68

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LOAD COUNT AND CUTOUT VALUE SUMMARY

Date	Choice	Select	Trim	Grinds	Total	600-900	600-900
08/02	73	31	0	30	134	303.18	277.47
08/01	56	28	6	12	102	306.10	279.60
07/31	44	25	0	17	86	301.78	277.73
07/28	69	17	5	10	101	302.00	277.54
07/27	66	29	14	4	114	302.86	279.76
07/26	77	21	3	12	114	303.34	279.81

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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	56.67 loads	2,266,635 pounds
Select Cuts	16.08 loads	643,254 pounds
Trimmings	10.99 loads	439,622 pounds
Ground Beef	15.08 loads	603,068 pounds

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AUGUST 2023 USDA LIVESTOCK REPORTS

CATTLE ON FEED REPORT FRIDAY AUGUST 18, 2023 2:00PM CST

COLD STORAGE REPORT WEDNESDAY AUGUST 23, 2023 2:00PM CST

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**WEEKLY FUTURES PRICE CHANGE

	07/28/2023	08/04/2023
AUGUST 2023 LIVE CATTLE	178.15	
OCTOBER 2023 LIVE CATTLE	179.60	

DECEMBER 2023 LIVE CATTLE 183.60
FEBRUARY 2024 LIVE CATTLE 187.62
APRIL 2024 LIVE CATTLE 190.37
JUNE 2024 LIVE CATTLE 184.17
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Live Cattle trade volume was moderate Thursday. Spec traders were bear spreading Live Cattle and also buying cattle and selling hogs.

Choice boxed beef continues to move down.

August Live Cattle on Thursday settled at $178.50. The 5 day negotiated steer price is $184.78. Like June 2023, the wide difference between cash and futures will encourage feedlots to sell cash as soon as a packer will take them. However, high priced replacements and cattle set back in the Southwest because of the past two months high temperatures could make a big difference how feedlots move cattle. Feed prices breaking also will have feedlots wanting to add weight.

Monday, August 7, 2023 is first notice day.

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It looks like another light slaughter this week. Keeping slaughter down to a minimum is how packers are able to give some support to the boxed beef market. Packers will kill enough for contracted beef and enough to fill daily orders.

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EXPORTS
For week ending July 27, 2023 beef net sale exports were 12,400 MT. The largest buyer was South Korea taking just 3,900 MT followed by Japan with 3,400 MT and Canada at 2,500 MT. China took 900 MT. It is disappointing to see exports drop as much as they did.

Week Ending July 20 , 2023 21,400 MT
Week Ending July 13 , 2023 20,900 MT
Week Ending July 6 , 2023 9900 MT
Week Ending June 29 , 2023 17,000 MT

HTTPS://APPS.FAS.USDA.GOV/EXPORT-SALES/HIGHLITE.HTM
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NATIONAL WEEKLY FED CATTLE COMPREHENSIVE REPORT AUGUST 01, 2023

As of August 01, 2023 dressed steer and heifer carcasses averaged 862.1 pounds up 2.0 pound from previous week at 860.1 pounds and 5 pounds lower at 867.1 pounds than a year ago. The grading percent as of 8/01/23 was 80.0% compared to previous week at 80.3%. A year ago the grading percent was 80/1%.
https://www.ams.usda.gov/mnreports/ams_2700.pdf

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***NATIONAL DAILY DIRECT CATTLE 08/03/2023
5 DAY ACCUMULATED WEIGHTED AVG

	WEIGHT	PRICE	HEAD
LIVE STEER:	1445	$184.78	15,479
LIVE HEIFER:	1306	$184.36	6,022
DRESSED STEER	938	$293.96	10,401
DRESSED HEIFER:	845	$294.15	1,891

PREVIOUS WEEK
***NATIONAL DAILY DIRECT CATTLE 07/28/2023
5 DAY ACCUMULATED WEIGHTED AVG

	WEIGHT	PRICE	HEAD
LIVE STEER:	1435	$185.56	16,658
LIVE HEIFER:	1309	$185.26	7,926
DRESSED STEER	915	$295.37	5,804
DRESSED HEIFER:	837	$294.18	1,837

PREVIOUS YEAR
***NATIONAL DAILY DIRECT CATTLE 08/04/22
5 DAY ACCUMULATED WEIGHTED AVG

	WEIGHT	PRICE	HEAD
LIVE STEER:	1450	$141.06	41,289
LIVE HEIFER:	1324	$139.03	17,722
DRESSED STEER:	929	$226.12	20,046
DRESSED HEIFER:	842	$225.81	5,937

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USDA POSTED SUMMARY CATTLE PRICES ON 08/03/2023

IA/MN – CASH FOB – 188.00 WEIGHING 1,416.0 POUNDS
LIVE DELIVERED - NO REPORTABLE TRADE.
DRESSED DELIVERED – 294.00 - 296.00 ON STEERS AND HEIFERS 389 HEAD

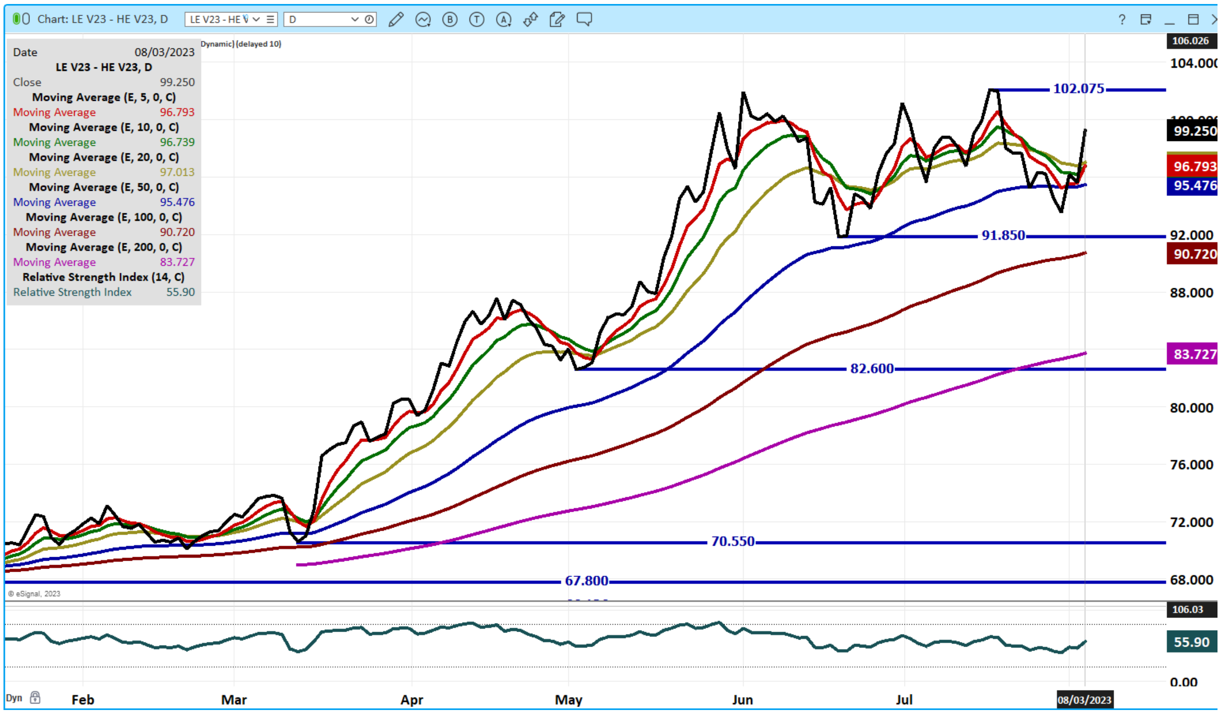
NE – CASH FOB – 190.00 ON 228 STEERS AND 186.00 ON 42 HEAD OF MIXED LOAD
DRESSED – NO REPORTABLE TRADE

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

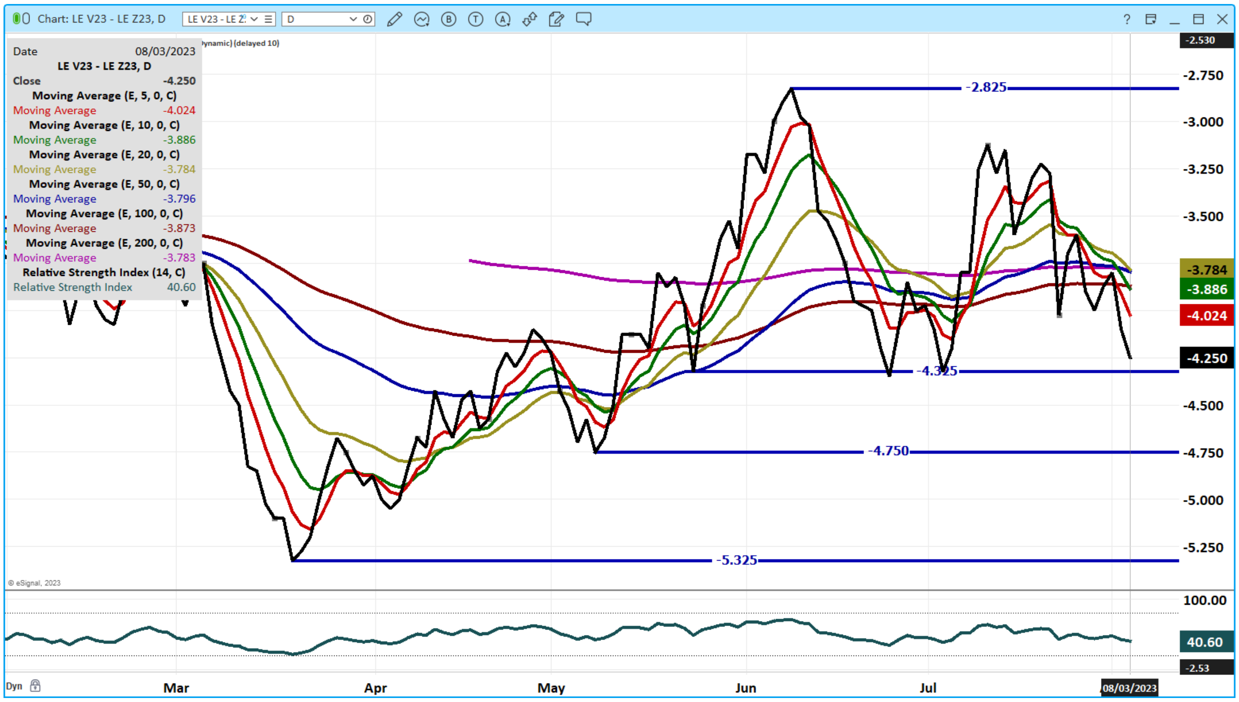
TX/OK/NM CASH – NO REPORTABLE TRADE

CO - **NOT REPORTED DUE TO CONFIDENTIALITY**

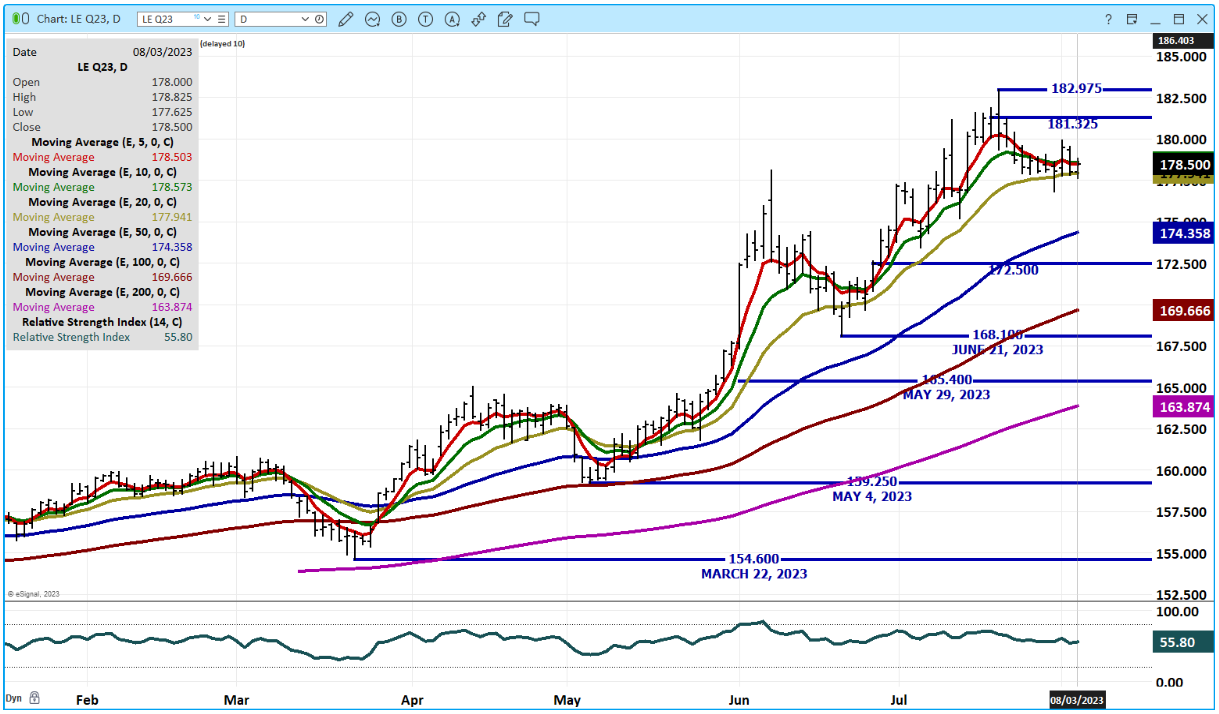
OCTOBER LIVE CATTLE/LEAN HOG SPREAD – I THINK IMPORTANT MORE FOR LEAN HOG DIRECTION IF CATTLE CONTINUE TO GAIN ON HOGS



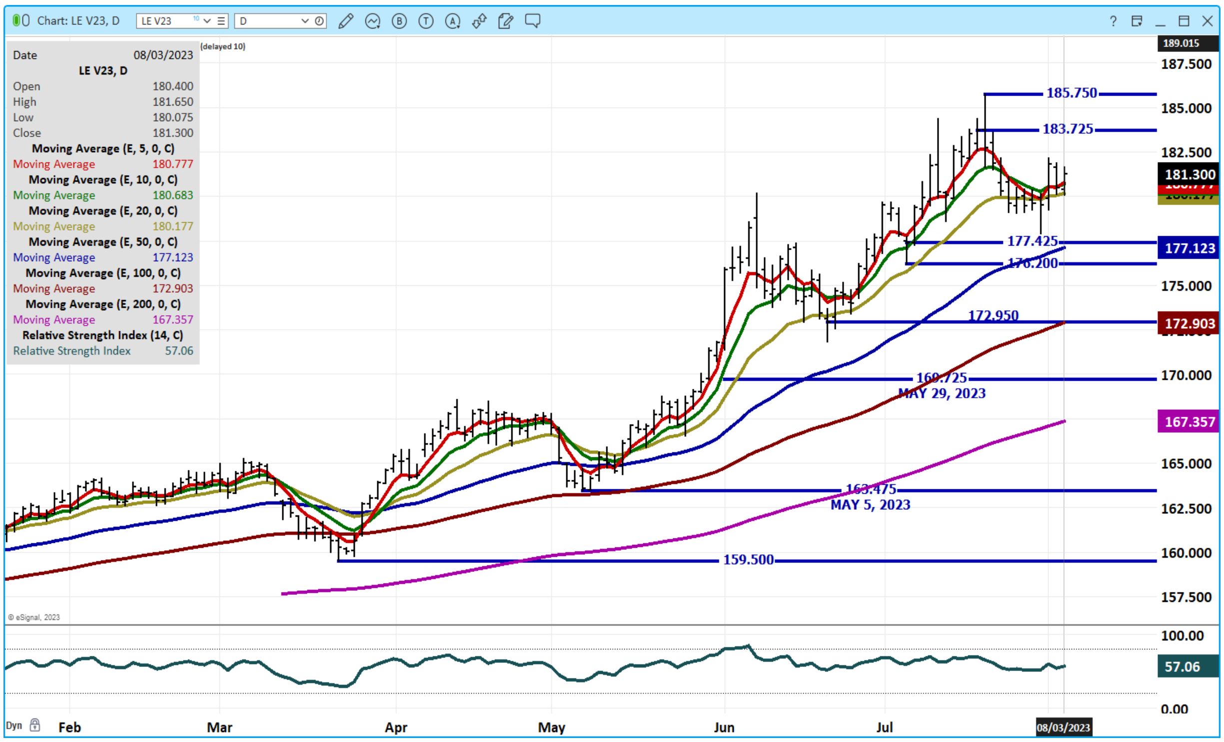
OCTOBER/DECEMBER BEAR SPREAD THIS WILL BE A GOOD INDICATOR FOR DIRECTION IF CONTINUES TO WIDEN



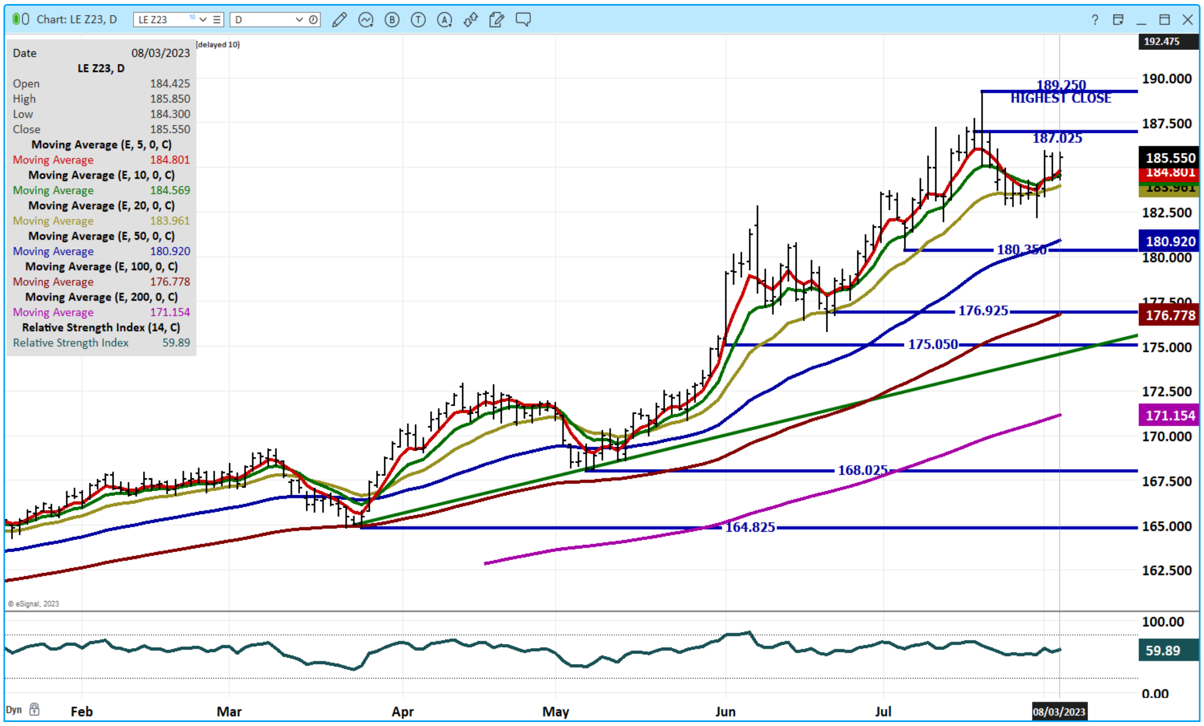
AUGUST 2023 LIVE CATTLE – VOLUME AT 9789 OPEN INTEREST AT 29352 177. 90 NEEDS TO REMAIN SUPPORT ON A CLOSE



OCTOBER 2023 LIVE CATTLE – VOLUME AT 22528 SUPPORT AT 180.15 TO 177.00 RESISTANCE AT 182.15 TO 183.72 LAST THREE DAY LOWS ARE SIGNIFICANT NEED TO REMAIN ABOVE THE ON A CLOSE



DEC 2023 LIVE CATTLE – VOLUME AT 10476 RESISTANCE AT 185.92 TO 187.02 SUPPORT AT 183.90



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FEEDER CATTLE

CME FEEDER INDEX ON 08/01/2023 WAS 244.88 UP 19 CENTS FROM PREVIOUS DAY –

AUGUST 2023 FEEDER CATTLE FUTURES SETTLED ON 08/03/2023 AT $247.95

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From October 2023 on out Feeder Cattle made new contract high closes Thursday. It was very light volume trading.

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WEEKLY FUTURES PRICE CHANGE

	07/28/2023	08/04/2023
AUGUST 2023 FEEDER CATTLE	245.60	
SEPTEMBER 2023 FEEDER CATTLE	248.97	
OCTOBER 2023 FEEDER CATTLE	251.00	
NOVEMBER 2023 FEEDER CATTLE	251.87	
JANUARY 2024 FEEDER CATTLE	250.25	
MARCH 2024 FEEDER CATTLE	250.87	

APRIL 2024 FEEDER CATTLE 254.00
MAY 2024 FEEDER CATTLE 255.87
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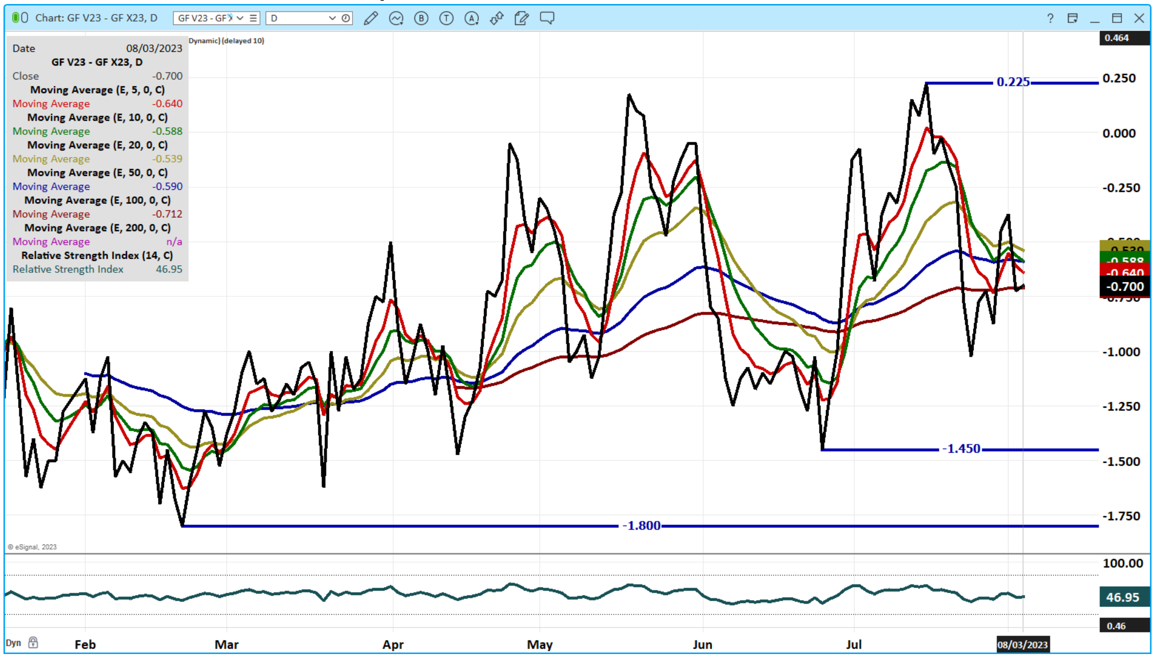
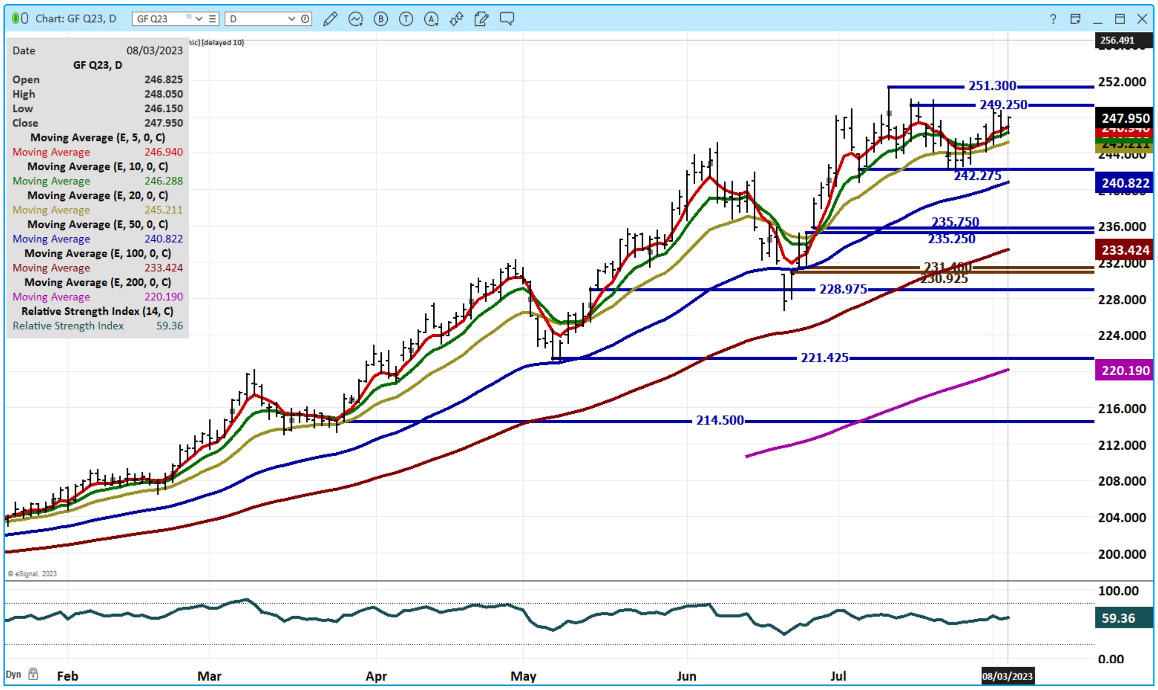
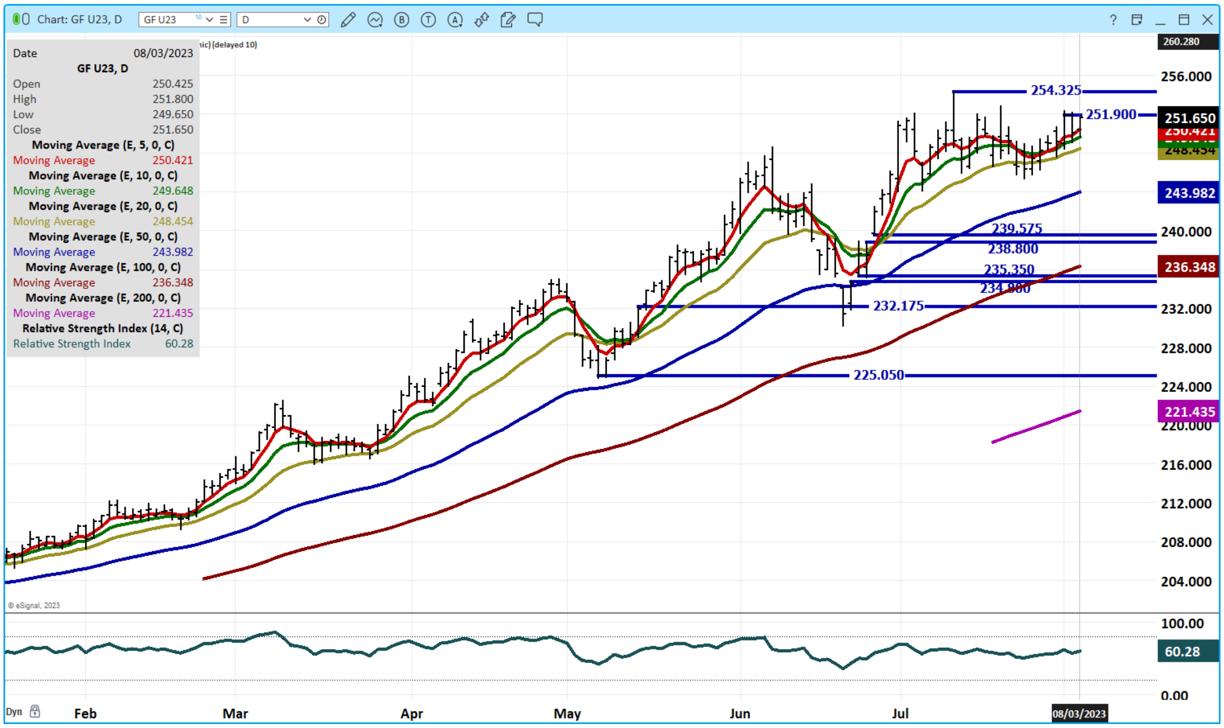
OCTOBER 2023 FEEDER CATTLE/NOVEMBER 2023 FEEDER CATTLE SPREAD – NEUTRAL



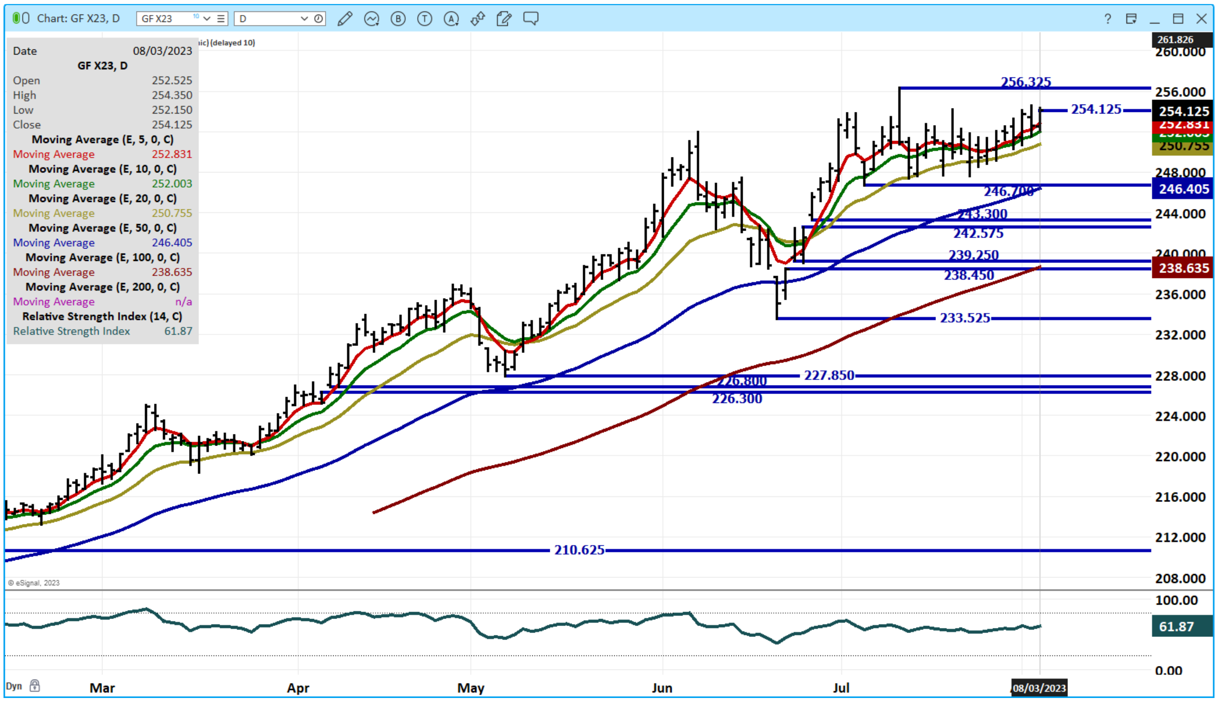
AUGUST 2023 FEEDER CATTLE – LIGHT VOLUME COULDN'T MAKE A NEW CONTRACT IGH



SEPTEMBER 2023 FEEDER CATTLE – LIKE AUGUST NEAR TO MAKING A NEW CONTRACT HIGH



NOVEMBER 2023 FEEDER CATTLE – NEW CONTRACT HIGH ON LIGHT VOLUME



HOGS

USDA ESTIMATED FEDERAL HOG SLAUGHTER

AUGUST 03, 2023	**470,000**
WEEK AGO	**460,000**
YEAR AGO	**468,000**
WEEK TO DATE	**1,890,000**
SAME PERIOD LAST WEEK	**1,850,000**
SAME PERIOD LAST YEAR (ACT)	**1,817,000**

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CME LEAN HOG INDEX ON 08/01/2023 WAS 105.80 DOWN 10 CENTS FROM PREVIOUS DAY

CME PORK CUTOUT INDEX 08/02/2023 AT 114.35 DOWN 26 CENTS FROM PREVIOUS DAY

THE CME LEAN HOG INDEX IS MINUS $8.55 TO THE CME PORK INDEX.
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WEEKLY FUTURES PRICE CHANGE

	07/28/2023	08/04/2023
JULY 2023 LEAN HOGS	**102.53 SETTLED ON 07/19/2023**	
AUGUST 2023 LEAN HOGS	**103.20**	
OCTOBER 2023 LEAN HOGS	**85.02**	
DECEMBER 2023 LEAN HOGS	**77.05**	
FEBRUARY 2023 LEAN HOGS	**80.87**	
APRIL 2023 LEAN HOGS	**85.30**	
JUNE 2024 LEAN HOGS	**95.70**	

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Hog slaughter last Friday was up 3.6% year to date and as of Thursday it is up from a week ago 40,000 hogs and up 73,000 hogs compared to the same week period a year ago. Lean Hog trade volume was moderately active Thursday . It is too early to say if the downturn on Thursday was a reversal. Spec traders were bear spreading from October 2023 on out, but with moderate volume it could be simply profit taking. Traders were also buying Live Cattle and selling Lean Hogs Thursday.

Exports for the year remain strong but for week ending July 27th they were down especially seeing Mexico such a light buyer and Japan taking such a small amount. Exports have been very supportive for U.S. pork.

August Lean Hogs settled Thursday at $101.00 and the current CME Lean Hog Index is $105.90.

The daily pork carcass rebounded Thursday and was up $4.00 recovering the loss Wednesday of $3.86. There was little change on the 5 day average gaining 18 cents. Loins were down on the daily by 4.31 while hams were up 3.03. The daily fluctuation as it has been over the past several were bellies that were up 22.31 after loosing 10.92 on Wednesday.

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Pork exports to Mexico are up in 2023. Through May 2023, the latest official data, U.S. pork plus pork variety meat total exports were up 14% with Mexico up 13%, the largest buyer of U.S. pork. But look for Mexico to slip in purchases. The Mexican Peso is up and is now called the "super peso." But at the same time inflation is up big. Consumers have less money to spend on food.

MEXICO'S STRONGER PESO CUTS THE VALUE OF REMITTANCES FROM THE US

https://www.reuters.com/markets/currencies/mexicos-super-peso-puts-squeeze-us-remittances-2023-07-31/

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EXPORTS

For week ending July 27, 2023 pork exports were 17,800 MT. Mexico was the largest buyer at 7300 MT followed by Japan at 2800 MT and Canada at 2300 MT. China took nothing

WEEK ENDING JULY 20, 2023 NET EXPORT SALES WERE 21,400 MT
WEEK ENDING JULY 13, 2023 NET EXPORT SALES WERE 19,200 MT
WEEK ENDING JULY 06, 2023 NET EXPORT SALES WERE 24,500 MT
WEEK ENDING JUNE 29, 2023 NET EXPORT SALES WERE 26,000 MT

https://apps.fas.usda.gov/export-sales/highlite.htm

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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 : 225.39
Loads TRIM/PROCESS PORK : 32.50

2:00 PM	LOADS	CARCASS	LOIN	BUTT	PIC	RIB	HAM	BELLY
08/01/2023	257.89	115.63	95.85	100.25	80.34	113.36	97.13	237.59
CHANGE:		4.00	-4.31	-1.20	4.29	0.88	3.03	22.31
FIVE DAY AVERAGE --		114.64	99.10	103.99	80.02	113.48	97.58	225.37

11:00 AM	LOADS	CARCASS	LOIN	BUTT	PIC	RIB	HAM	BELLY
08/03/2023	131.38	116.74	101.43	99.95	80.98	112.92	96.64	238.18
CHANGE:		5.11	1.27	-1.50	4.93	0.44	2.54	22.90
FIVE DAY AVERAGE --		114.86	100.22	103.93	80.15	113.39	97.48	225.49

2:00 PM	LOADS	CARCASS	LOIN	BUTT	PIC	RIB	HAM	BELLY
08/01/2023	278.69	111.63	100.16	101.45	76.05	112.48	94.10	215.28
CHANGE:		-3.63	1.72	-1.74	-4.31	-1.69	-6.65	-10.92
FIVE DAY AVERAGE --		114.46	100.27	104.84	80.16	113.83	97.82	221.76

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DAILY DIRECT AFTERNOON HOG REPORT - PLANT DELIVERED PURCHASE
AUGUST 03, 2023
https://www.ams.usda.gov/sites/default/files/media/LMRSwineReportingHandout.pdf

National Negotiated Carcass Price
Head Count: 4,008
Lowest price: 93.00
Highest price: 107.00
Weighted Average 100.55
Change from Previous Day -1.32 LOWER

Other Market Formula (Carcass)
Head Count: 21,421
Lowest Base Price: 80.80
Highest Base Price: 105.68
Weighted Average Price: 98.38

Swine/Pork Market Formula (Carcass)
Head Count 132,349
Lowest base price: 93.06
Highest Base Price: 108.80
Weighted Average Price 103.55

Other Purchase Arrangement (Carcass)
HEAD COUNT: 63,061
Lowest base price: 87.33
Highest base price: 112.81
Weighted Average Price: 103.14

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NATIONAL DAILY DIRECT HOG PRIOR DAY REPORT - SLAUGHTERED SWINE
HTTPS://WWW.AMS.USDA.GOV/MNREPORTS/AMS_2511.PDF
SLAUGHTER DATA – AUGUST 02, 2023

****PRODUCER SOLD:**
HEAD COUNT 227,415
AVERAGE LIVE WEIGHT 275.82
AVERAGE CARCASS WEIGHT 206.59

PACKER SOLD:
HEAD COUNT 31,686
AVERAGE LIVE WEIGHT 281.19
AVERAGE CARCASS WEIGHT 210.91

PACKER OWNED:
HEAD COUNT 181,206
VERAGE LIVE WEIGHT 275.10
AVERAGE CARCASS WEIGHT 208.02
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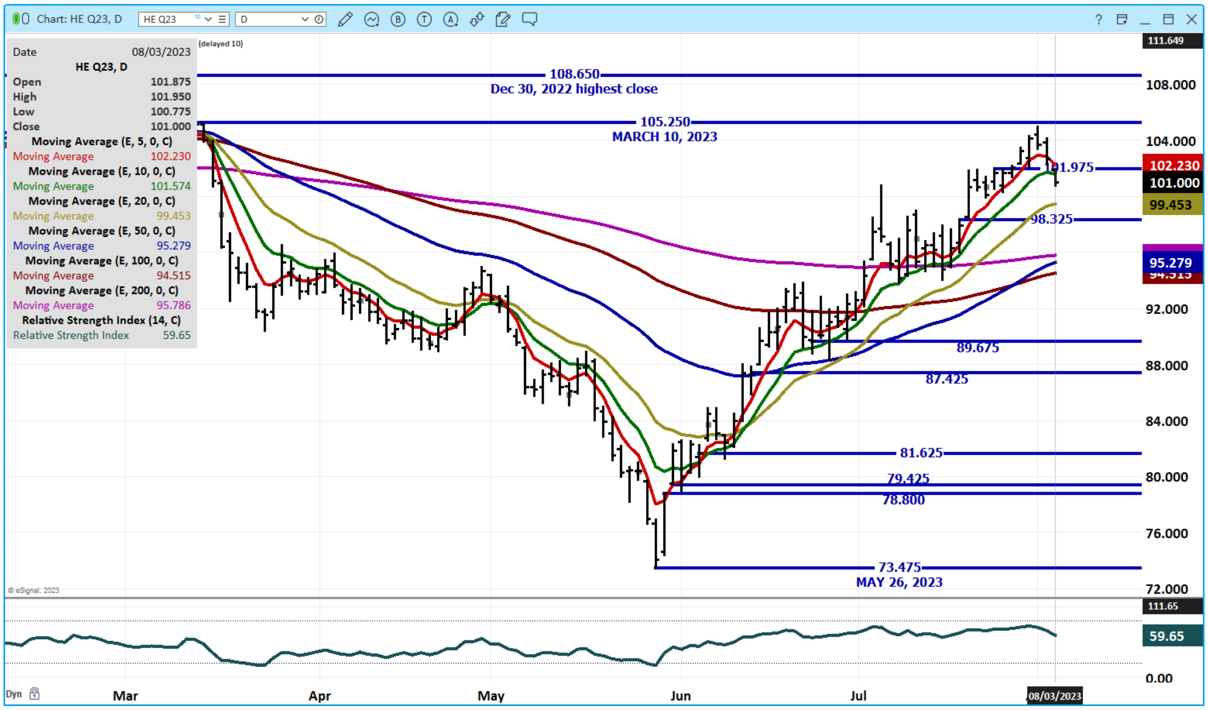
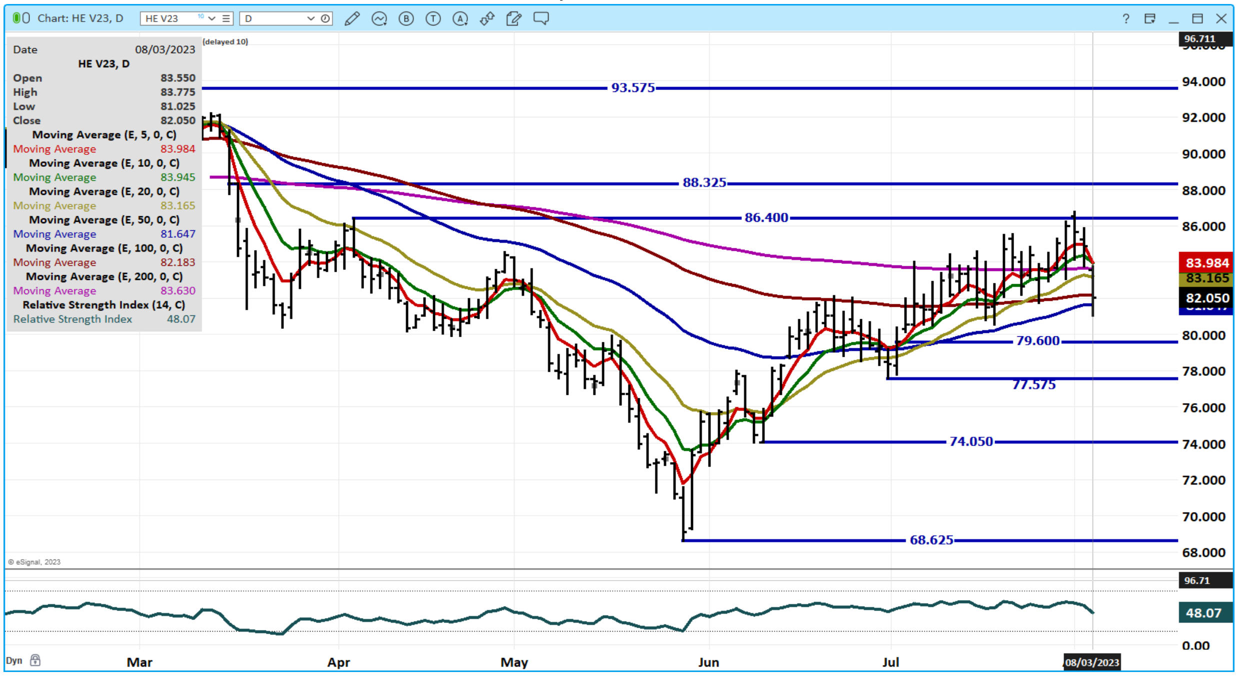
OCTOBER /DECEMBER LEAN HOG SPREAD – BULL SPREAD WATCH TO SEE IF IT GIVES UP BULL SPREAD

DECEMBER/FEBRUARY LEAN HOG SPREAD – NEED TO WATCH IF CONTINUES TO WIDEN BEAR SPREAD

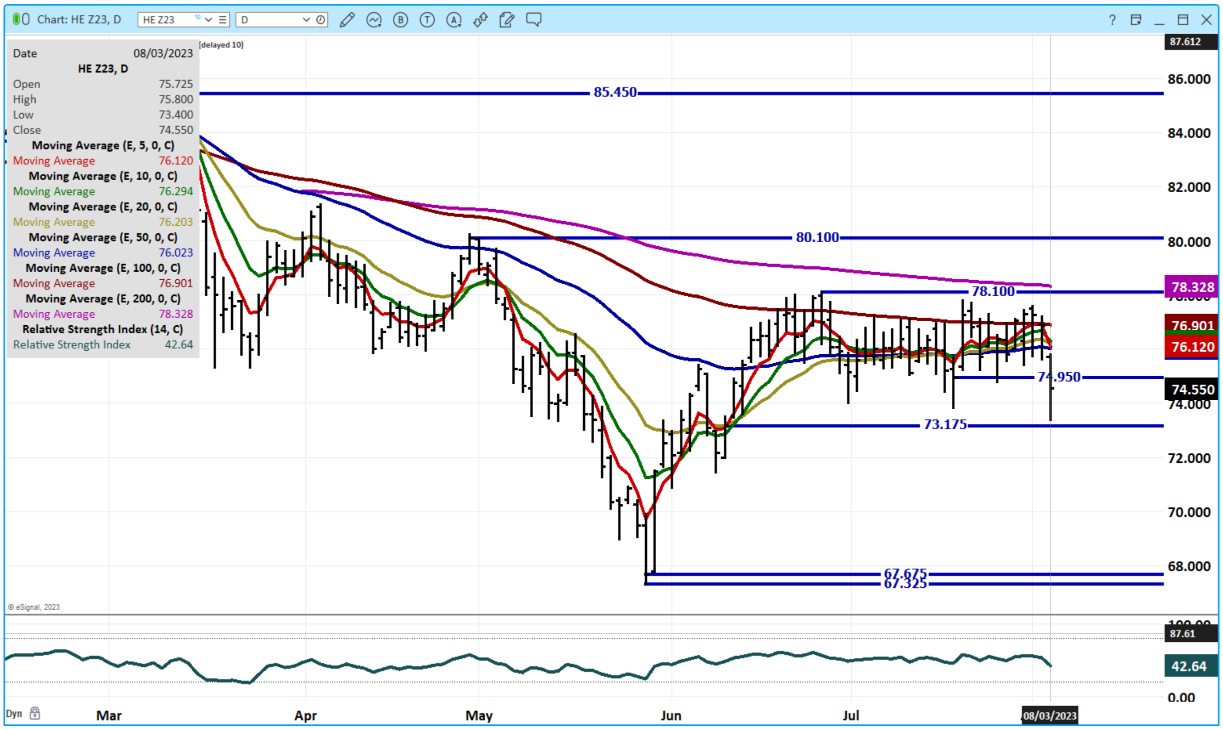
AUGUST 2023 LEAN HOGS – FIRST TIME BELOW 10 DAY MOVING AVERAGE SINCE MAY 30, 2023 NEXT SUPPORT AT 99.45 RESISTANCE AT 102.25 VOLUME AT 8312 OPEN INTEREST AT 17674



OCTOBER 2023 LEAN HOGS – VOLUME AT 24,350 SUPPORT AT 81.60 TO 79.60 RESISTANCE AT 84.00



DEC 2023 LEAN HOGS – BELOW ALL MOVING AVERAGES SUPPORT AT 73.17 RESISTANCE AT 76.90



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ALL CHARTS FROM ESIGNAL INTERACTIVE, INC.

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