ADM Investor Services, Inc.

MONDAY MORNING AUGUST 28, 2023 LIVESTOCK REPORT

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

CATTLE

AUGUST 25, 2023	122,000
WEEK AGO	118,000
YEAR AGO	123,000
SATURDAY 08/26/2023	16,000 A WEEK AGO 9,000, YEAR AGO 57,000
WEEK TO DATE (EST)	626,000
SAME PERIOD LAST WEEK (EST)	616,000
SAME PERIOD LAST YEAR (ACT)	678,000
2023 YEAR TO DATE	21,179,000
2022 YEAR TO DATE	22,107,000
YEAR TO DATE PERCENT CHANGE	MINUS 4.2% PREVIOUS WEEK MINUS 4.1%
	MINUS 928,000 YTD PREVIOUS WEEK 876,000 YTD

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2:00 PM AUGUST 25, 2023

BOXED BEEF	CHOICE		SELECT
CURRENT CUTOUT VALUES:	317.90		292.67
CHANGE FROM PRIOR DAY:	0.27		0.76
CHOICE/SELECT SPREAD:		25.23	
TOTAL LOAD COUNT (CUTS, TRIMMINGS, GRINDS)		79	
5 DAY SIMPLE AVERAGE:	316.68		289.7

CME BOXED BEEF INDEX ON 08/24/2023 WAS 309.22 UP 61 CENTS FROM PREVIOUS DAY
CME BOXED BEEF INDEX ON 08/17/2023 WAS 301.87

2:00 PM AUGUST 25, 2023

PRIMAL RIB	519.50	419.73
PRIMAL CHUCK	266.37	260.48
PRIMAL ROUND	265.98	267.53
PRIMAL LOIN	400.99	344.47
PRIMAL BRISKET	268.83	246.56
PRIMAL SHORT PLATE	224.50	224.50
PRIMAL FLANK	176.62	196.37

PREVIOUS WEEK
2:00 PM AUGUST 18, 2023

PRIMAL RIB	512.67	421.44
PRIMAL CHUCK	262.93	254.62
PRIMAL ROUND	261.54	258.80
PRIMAL LOIN	405.36	343.53
PRIMAL BRISKET	268.25	246.66
PRIMAL SHORT PLATE	218.02	218.02
PRIMAL FLANK	193.32	191.29

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LOAD COUNT AND CUTOUT VALUE SUMMARY

Date	Choice	Select	Trim	Grinds	Total	600-900	600-900
08/24	61	23	4	15	102	317.63	291.91
08/23	65	33	0	12	109	317.05	291.59
08/22	51	16	15	13	96	317.05	289.51
08/21	36	18	4	5	64	315.56	287.33
08/18	61	18	0	14	92	FRIDAY 316.11	288.36 FRIDAY

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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	61.07 loads	2,442,771 pounds
Select Cuts	10.59 loads	423,585 pounds
Trimmings	0.00 loads	0 pounds
Ground Beef	7.66 loads	306,360 pounds

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NO DELIVERIES AS OF AUGUST 25, 2023

AUGUST 2023 LIVE CATTLE DELIVERIES

DELIVERY NOTICE SERVED – AUGUST 2023 - LIVE CATTLE
DATE O8/23/23 SETTLEMENT: $180.67
OLDEST LONG – 06/09/23 $171.85

0 DELIVERIES
FIRM # FIRM NAME DEL REC
YARD LOCATION
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Friday a cattle in IA/MN sold from $184.00 to $187.00. Nebraska sold at a discount to Iowa/Minnesota at $184.00 Dressed prices were 292.00 to 295.00 averaging 249.06. The Southwest was at $178.00 to $179.00

Kill was up 10,000 head compared to last week but it remains light at 626,000. Next week is Labor Day. Packers will have aa small kill this week and won't need to be big buyers for next week. Packers could use this week to have a light kill, just to keep cattle back to add some weight to cattle.

August Live Cattle settled Friday at $180.67. The 5 day average negotiated steer price is $185.17. There have been no deliveries for August Live Cattle.

Steer and heifer weights are moving up. Over the past two weeks the average carcass weights are up 9.2 pounds. But much has to do with light movement on showlist cattle in the Southwest so more heavier cattle in the Midwest are going to slaughter so weight balance is skewed and tilted to more cattle in the Midwest.

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****WEEKLY FUTURES PRICE CHANGE**

	08/18/2023	08/25/2023
AUGUST 2023 LIVE CATTLE	178.52	180.67
OCTOBER 2023 LIVE CATTLE	178.82	181.17
DECEMBER 2023 LIVE CATTLE	183.17	185.12
FEBRUARY 2024 LIVE CATTLE	187.37	189.20
APRIL 2024 LIVE CATTLE	190.20	192.40
JUNE 2024 LIVE CATTLE	184.25	186.45

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DATE	SLAUGHTER	AVE PRICE AND WEIGHT*	
JULY 14, 2013	633,000 HEAD	$183.44	1448#
JULY 21, 2023	624,000 HEAD	$186.07	1451#
JULY 28, 2023	619,000 HEAD	$185.56	1451#
AUGUST 4, 2023	613,000 HEAD	$185.95	1454#
AUGUST 11, 2023	603,000 HEAD	$186.88	1452#
AUGUST 18, 2023	616,000 HEAD	$185.68	1451#
AUGUST 25, 2023	626,000 HEAD		

NATIONAL DAILY DIRECT CATTLE 5 DAY ACCUMULATED WEIGHTED AVERAGES – Steer prices and steer weights*

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Cattle futures were higher this week with boxed beef higher and moving higher after a friendly Cattle on Feed Report. Time will tell if higher boxed beef was due to last minute buying for Labor Day or due to falling cattle numbers.

EXPORTS

Beef exports have been consistently going down in 2023. As of June, beef exports are down 11%. Loosing beef exports to Brazil and Australia is one reason. Another reason, the U.S. is not producing the number of Choice and Prime cattle that export buyers want to buy from the U.S. Export buyers can buy low grade beef and beef not fed grains from many countries. Export buyers have bought U.S. beef and paid high prices for it not only because it is high grading but the US had more cattle numbers and is trying to compete with countries producing more high grading cattle.

Exporters want the best beef from the U.S. It does help exports that exporters want offal, feet, hooves, tails and other meats we don't use in the U.S.

The biological lag on cattle is long, and unfortunately for the US cattle industry Brazil and Australia are now and will produce more Choice and Prime cattle.

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For week ending August 17, 2023 beef net sale exports were 11,400 MT. South Korea was the biggest buyer taking 4,200MT, Japan was second with 2300MT and Hong Kong took 1300MT with China down to 1000 MT.

Week Ending August 10 , 2023 15,100 MT
Week Ending August 3 , 2023 14,800 MT
Week Ending July 27 , 2023 12,400 MT
Week Ending July 20 , 2023 21,400 MT
Week Ending July 13 , 2023 20,900 MT
HTTPS://APPS.FAS.USDA.GOV/EXPORT-SALES/HIGHLITE.HTM

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NATIONAL WEEKLY FED CATTLE COMPREHENSIVE REPORT AUGUST 22, 2023

As of August 22, 2023 dressed steer and heifer carcasses averaged 870.3 pounds up 5.3 pound from previous week at 865.0 pounds and 4.3 pounds lower at 874.6 pounds than a year ago.   The grading percent as of 8/22/23 was down at 79.6% compared to previous week at 81.0%. A year ago the grading percent was 79.9%.
https://www.ams.usda.gov/mnreports/ams_2700.pdf

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***NATIONAL DAILY DIRECT CATTLE 08/25/2023

5 DAY ACCUMULATED WEIGHTED AVG

	WEIGHT	PRICE	HEAD
LIVE STEER:	1468	$185.17	15,042
LIVE HEIFER:	1333	$185.09	2,976
DRESSED STEER	932	$292.77	12,929
DRESSED HEIFER:	836	$292.48	1,822

PREVIOUS WEEK

***NATIONAL DAILY DIRECT CATTLE 08/18/2023

5 DAY ACCUMULATED WEIGHTED AVG

	WEIGHT	PRICE	HEAD
LIVE STEER:	1451	$185.23	49,616
LIVE HEIFER:	1320	$184.43	22,713
DRESSED STEER	912	$294.28	15,443
DRESSED HEIFER:	830	$294.81	3,897

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USDA POSTED SUMMARY CATTLE PRICES ON 08/25/2023

IA/MN – CASH FOB – 184.00 - 187.00 ON 1,028 STEERS WEIGHING 1,473.4 POUNDS AVE PRICE 186.29

CASH FOB HEIFERS - 182.00 - 187.00 AVE PRICE 183.66 ON 1040 HEIFERS AVE WEIGHT 1,330.0 POUNDS

STEERS: LIVE DELIVERED - 187.00 ON 215 HEAD WEIGHING 1,466.9 POUNDS

DRESSED - 292.00 - 295.00 AVE PRICE 294.06 ON 774 HEAD

NE – CASH FOB – 184.00 FOR STEERS AND 184.00 HEIFERS, 185.00 ON MIXED LOAD

DRESSED DELIVERED 295.00 FOR STEERS AND HEIFERS ON 272 HEAD

KS – CASH – 178.00 - 179.00 ON TOTAL OF 7796 HEAD AVE PRICE 178.98

DRESSED - NO REPORTABLE TRADE ON FRIDAY

TX/OK/NM CASH – 178.00 - 179.00 FOR STEERS AND HEIFERS AVE PRICE 178.93

DRESSED - NO REPORTABLE TRADE

CO - **NOT REPORTED DUE TO CONFIDENTIALITY**

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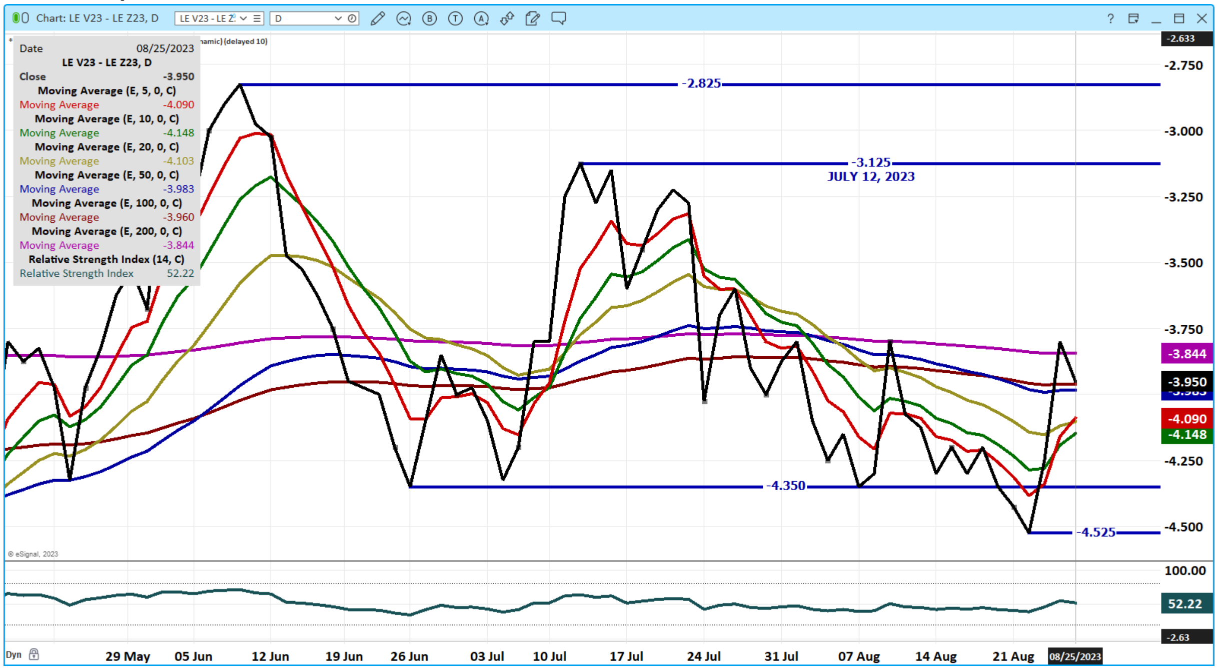
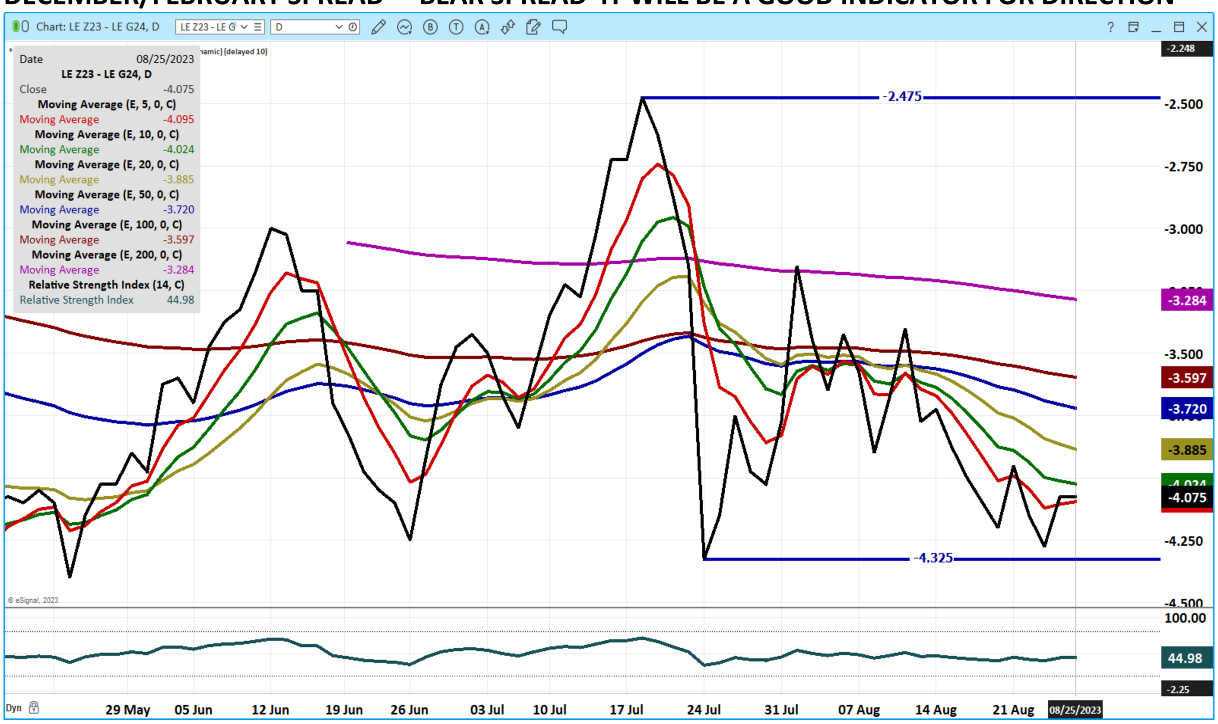
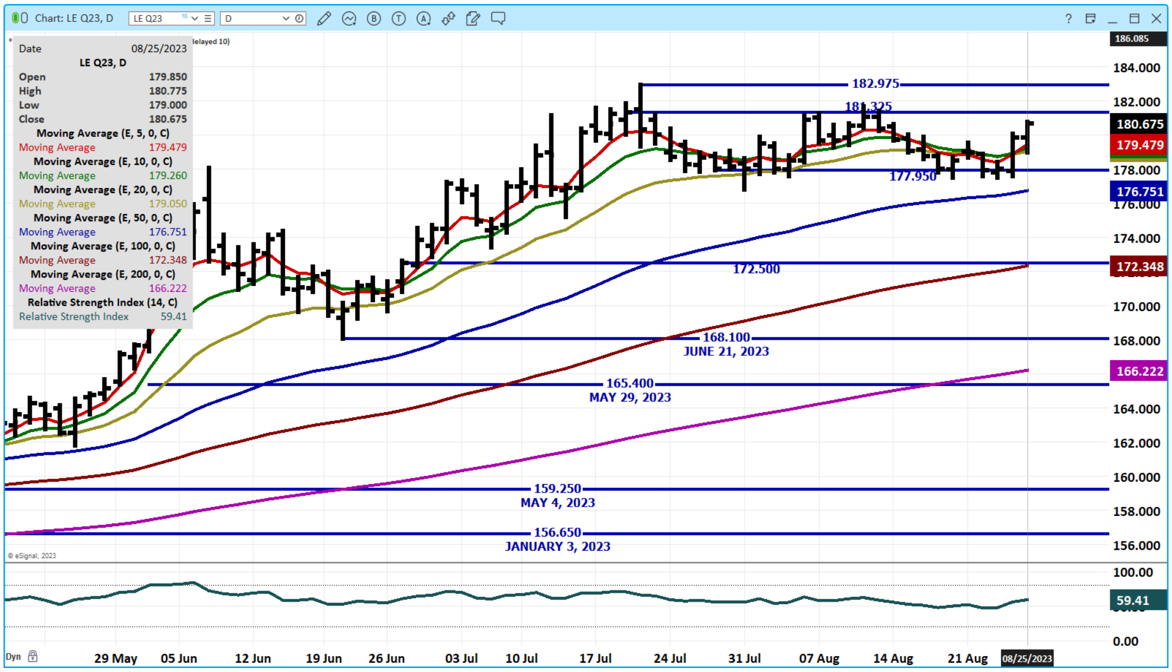
OCTOBER/DECEMBER LIVE CATTLE SPREAD - IT IS BEAR SPREAD BUT NOT TOO MUCH OUT OF LINE



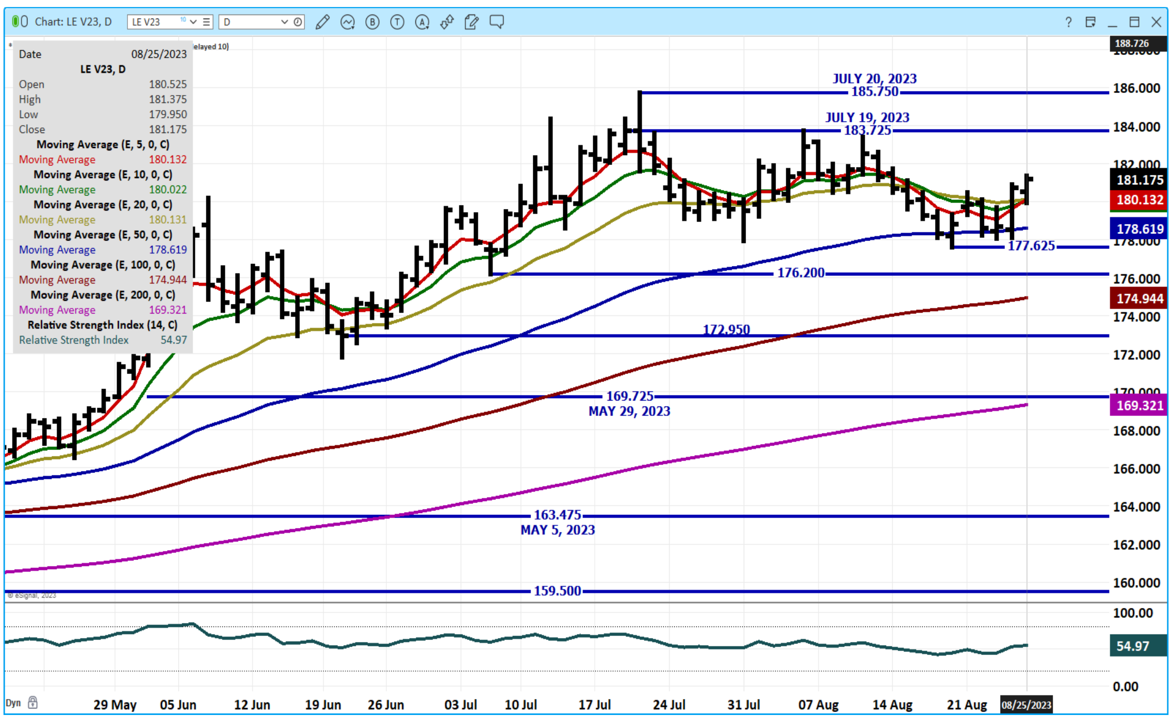
DECEMBER/FEBRUARY SPREAD – BEAR SPREAD IT WILL BE A GOOD INDICATOR FOR DIRECTION



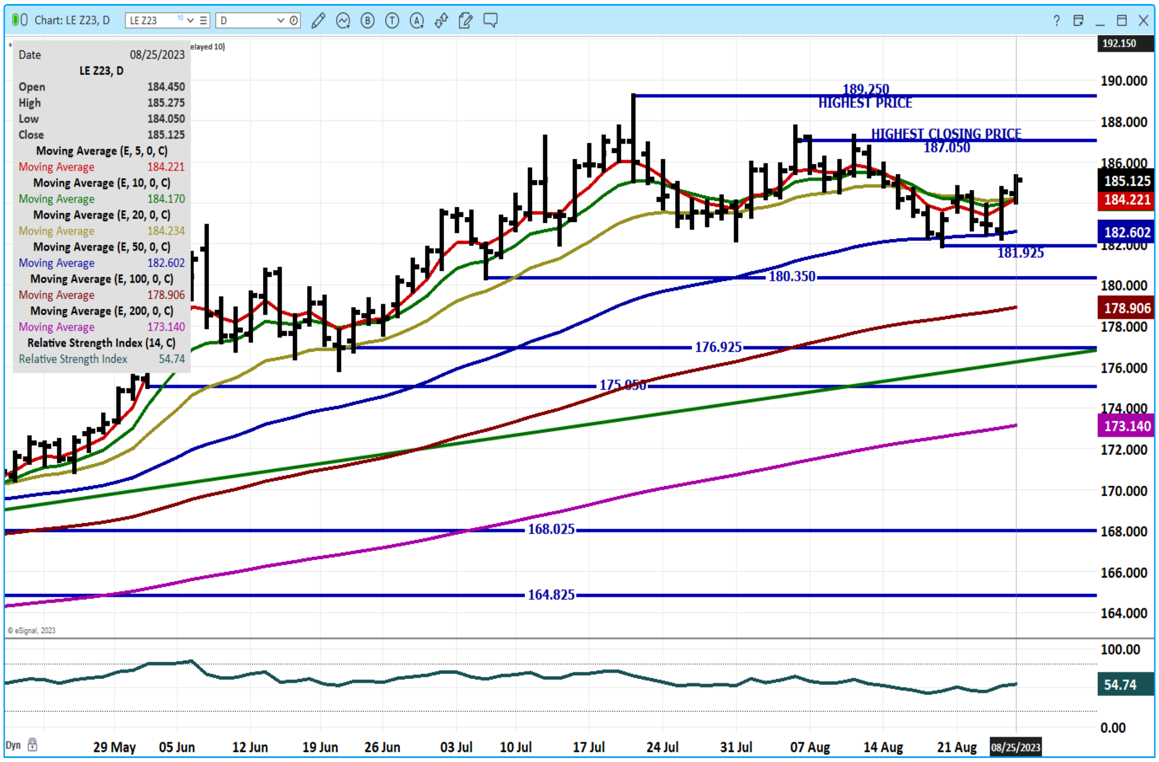
AUGUST 2023 LIVE CATTLE – VOLUME AT 1774 OPEN INTEREST AT 2221



OCT 2023 LIVE CATTLE – VOLUME AT 22242 SUPPORT AT 178.60 TO 174.95 RESISTANCE AT 183.72



DECEMBER 2023 LIVE CATTLE – SUPPORT AT 181.92 TO 178.90 RESISTANCE AT 187.05



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FEEDER CATTLE

CME FEEDER INDEX ON 08/24/2023 WAS 245.59 UP 45 CENTS FROM PREVIOUS DAY –
CME FEEDER INDEX ON 08/17/2023 WAS 244.04

AUGUST 2023 FEEDER CATTLE FUTURES SETTLED ON 08/25/2023 AT $246.50
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WEEKLY FUTURES PRICE CHANGE

	08/18/2023	08/25/2023
AUGUST 2023 FEEDER CATTLE	245.57	247.62
SEPTEMBER 2023 FEEDER CATTLE	248.52	251.20
OCTOBER 2023 FEEDER CATTLE	250.70	253.97
NOVEMBER 2023 FEEDER CATTLE	251.42	255.40
JANUARY 2024 FEEDER CATTLE	250.57	254.67
MARCH 2024 FEEDER CATTLE	252.20	255.90
APRIL 2024 FEEDER CATTLE	255.22	258.85
MAY 2024 FEEDER CATTLE	257.15	260.77

Mountain and northern feeders slow moving this year. Movement is likely to increase now through mid-September as temperatures drop to move into feedlots.

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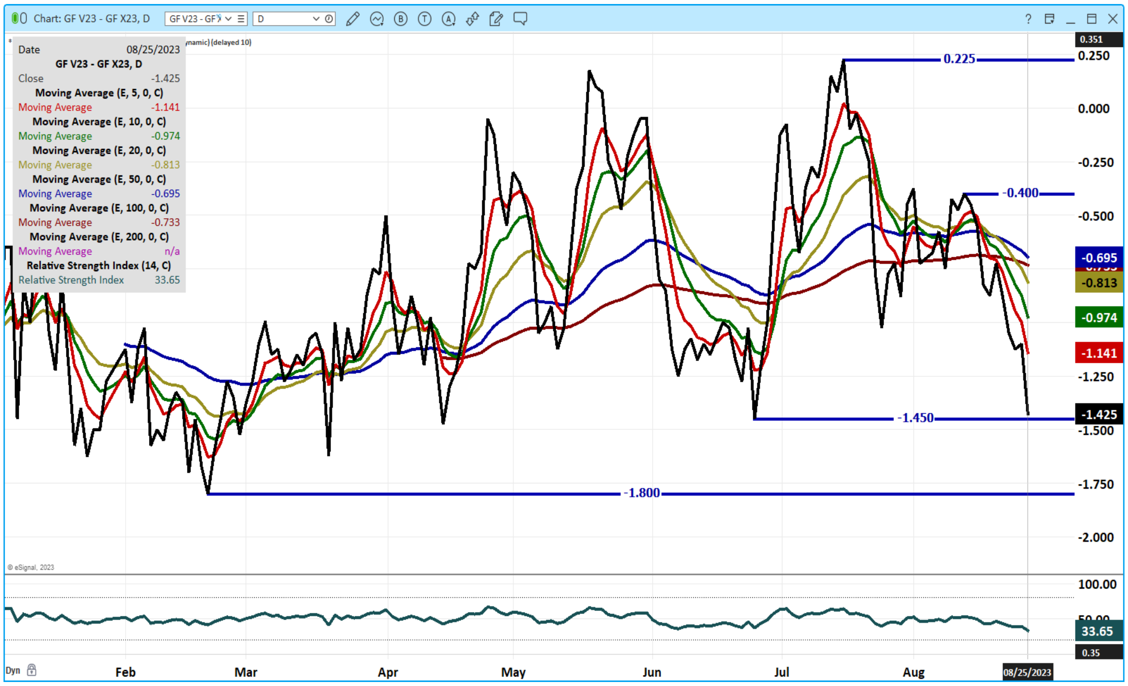
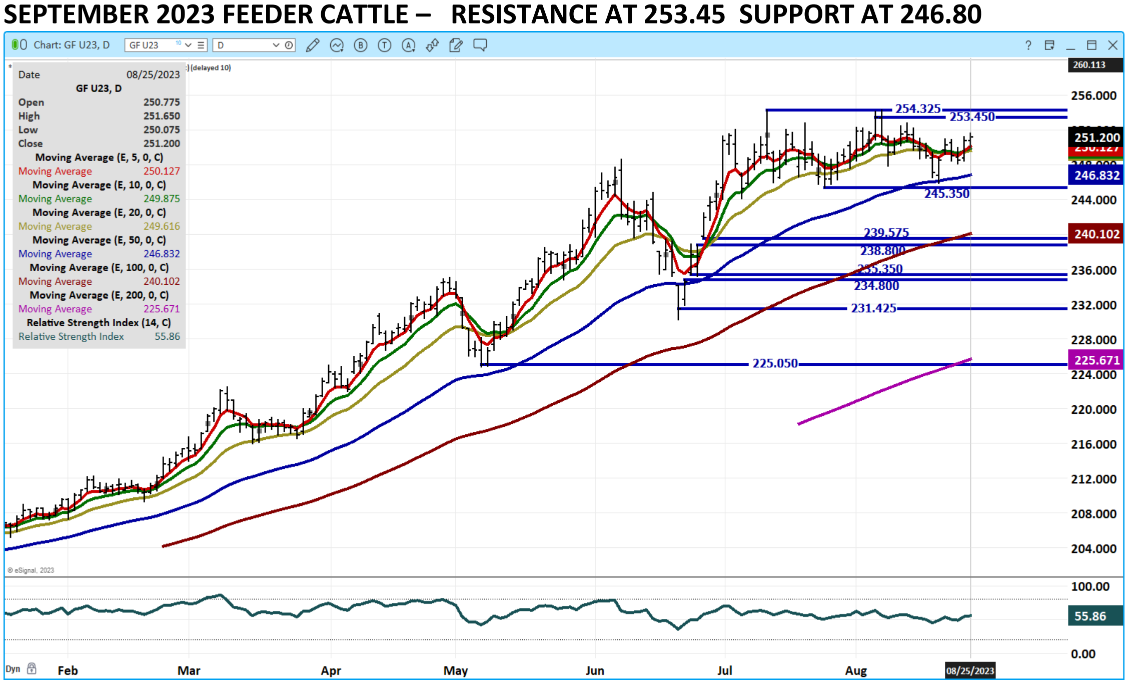
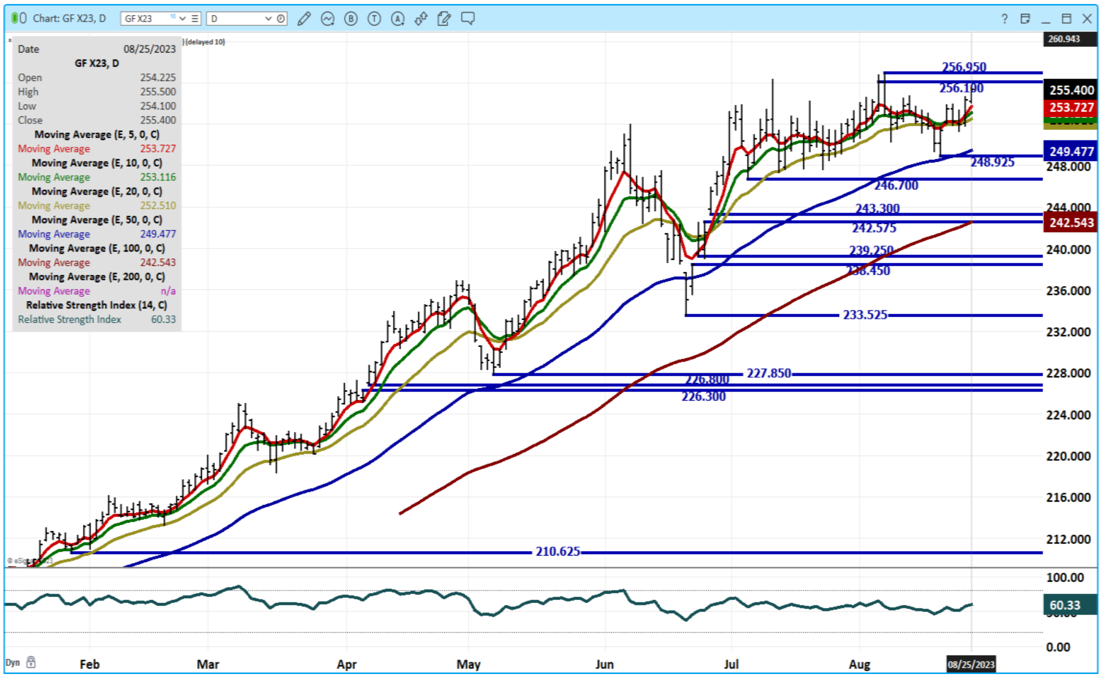
OCT 2023 FEEDER CATTLE/NOVEMBER 2023 FEEDER CATTLE SPREAD – SPREADING INTO BEAR SPREAD



SEPTEMBER 2023 FEEDER CATTLE – RESISTANCE AT 253.45 SUPPORT AT 246.80



NOVEMBER 2023 FEEDER CATTLE – RESISTANCE AT 256.10 SUPPORT AT 249.50



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HOGS

USDA ESTIMATED FEDERAL HOG SLAUGHTER

AUGUST 25, 2023	468,000
WEEK AGO	469,000
YEAR AGO	447000
SATURDAY 08/26/2023	156,000 - A WEEK AGO 61,000 - YEAR AGO 39,000
WEEK TO DATE (EST)	2,500,000
SAME PERIOD LAST WEEK (EST)	2,414,000
SAME PERIOD LAST YEAR (ACT)	2,412,000
2023 YEAR TO DATE	81,775,000
2022 *YEAR TO DATE	80,673,000
YEAR TO DATE PERCENT CHANGE	PLUS 1.4% PREVIOUS WEEK 1.3%
	PLUS 1,102,000 YEAR TO DATE PREVIOUS WEEK 1,000,000

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CME LEAN HOG INDEX ON 08/23/2023 WAS 96.40 DOWN 97 CENTS FROM PREVIOUS DAY
CME LEAN HOG INDEX ON 08/16/2023 WAS 100.32

CME PORK CUTOUT INDEX 08/24/2023 AT 104.10 DOWN 40 CENTS FROM PREVIOUS DAY

CME PORK CUTOUT INDEX 08/17/2023 AT 108.61

THE CME LEAN HOG INDEX IS MINUS $7.13 TO THE CME PORK INDEX.
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WEEKLY FUTURES PRICE CHANGE

	08/18/2023	08/25/2023
AUGUST 2023 LEAN HOGS	101.93 CASH SETTLED	
OCTOBER 2023 LEAN HOGS	82.12	79.82
DECEMBER 2023 LEAN HOGS	74.50	72.02
FEBRUARY 2023 LEAN HOGS	78.60	76.37
APRIL 2023 LEAN HOGS	83.25	81.47
JUNE 2024 LEAN HOGS	93.92	92.62
JULY 2024 LEAN HOGS	94.05	93.00

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Pork prices were higher Thursday on light movement, but on morning sales Friday, movement increased and pork prices tumbled. Thursday total movement for morning and afternoon sales totaled 223.82 loads. Friday morning sales were 213.82 loads.

Early Friday spec traders moved Lean Hogs higher and with the lead month October Lean Hogs, spec traders have an easier opportunities to move markets. But when morning pork prices were released and the daily pork carcass was down $10.55, loins down $3.55, Hams falling $4.70 and Bellies down $53.78, traders needed to liquidate the early move higher on Lean Hogs. There should be some reality to futures and cash.

Also, Hog slaughter for the week was 2,500,000 head, up 86,000 for the week and year to date up 1,102,000 head.

Negative for packer margins the difference between the CME Pork Index and the CME Lean Hog Index narrowed. A week ago the difference had the Pork Index $8.29 over Lean Hogs. This week it was $7.13.

This week it was noticeable that hog movement was lighter due to extreme heat. Weights continue to be low, but as temperatures move back to normal movement, it is likely to increase kill and weights.

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EXPORTS

Strong week for pork exports for week ending August 17th at 33,000 MT. Mexico doubled last week's number with 18,000 MT, South Korea took 5800 MT, Columbia was third at 3300 MT and Jaan took 1800 MT China was absent.

WEEK ENDING AUGUST 10, 2023 NET EXPORT SALES WERE 28,700 MT
WEEK ENDING AUGUST 3, 2023 NET EXPORT SALES WERE 22,300 MT
WEEK ENDING JULY 27, 2023 NET EXPORT SALES WERE 17,800 MT
WEEK ENDING JULY 20, 2023 NET EXPORT SALES WERE 21,400 MT
WEEK ENDING JULY 13, 2023 NET EXPORT SALES WERE 19,200 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 : 277.73
Loads TRIM/PROCESS PORK : 40.09

2:00 PM	LOADS	CARCASS	LOIN	BUTT	PIC	RIB	HAM	BELLY
08/25/2023	317.82	93.42	92.53	112.22	79.16	112.42	84.52	122.96
CHANGE:		-11.50	-2.83	-0.57	1.16	2.33	-4.15	-58.48
FIVE DAY AVERAGE --		101.60	94.44	109.82	77.58	110.19	86.45	169.31

11:00 AM	LOADS	CARCASS	LOIN	BUTT	PIC	RIB	HAM	BELLY
08/25/2023	213.82	94.37	91.81	111.58	84.51	111.52	83.97	127.66
CHANGE:		-10.55	-3.55	-1.21	6.51	1.43	-4.70	-53.78
FIVE DAY AVERAGE --		101.78	94.29	109.69	78.61	110.01	86.34	170.25

PREVIOUS WEEK

2:00 PM	LOADS	CARCASS	LOIN	BUTT	PIC	RIB	HAM	BELLY
08/18/2023	315.92	106.17	95.26	106.28	78.01	109.06	93.59	188.76
CHANGE:		-1.62	-3.89	2.57	-0.64	-3.52	-1.46	-0.93
FIVE DAY AVERAGE --		107.79	96.33	103.95	80.18	112.54	95.41	192.76

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AFTERNOON HOG REPORT - PLANT DELIVERED PURCHASE
AUGUST 25, 2023
https://www.ams.usda.gov/sites/default/files/media/LMRSwineReportingHandout.pdf

National Negotiated Carcass Price
Head Count: 2,129
Lowest price: 80.00
Highest price: 87.00
Weighted Average 84.62
Change from Previous Day -3.03 lower

Other Market Formula (Carcass)
Head Count: 24,292
Lowest Base Price: 72.82
Highest Base Price: 98.34
Weighted Average Price: 81.10

Swine/Pork Market Formula (Carcass)
Head Count 162,192
Lowest base price: 79.61
Highest Base Price: 100.56
Weighted Average Price 92.49

Other Purchase Arrangement (Carcass)
HEAD COUNT: 60,595
Lowest base price: 75.07
Highest base price: 111.02
Weighted Average Price: 93.07

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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 24, 2023

****PRODUCER SOLD:**
HEAD COUNT 232,562
AVERAGE LIVE WEIGHT 273.14
AVERAGE CARCASS WEIGHT 204.76

PACKER SOLD:
HEAD COUNT 33,081
AVERAGE LIVE WEIGHT 279.95
AVERAGE CARCASS WEIGHT 209.96

PACKER OWNED:
HEAD COUNT 175,875
VERAGE LIVE WEIGHT 273.17
AVERAGE CARCASS WEIGHT 206.65

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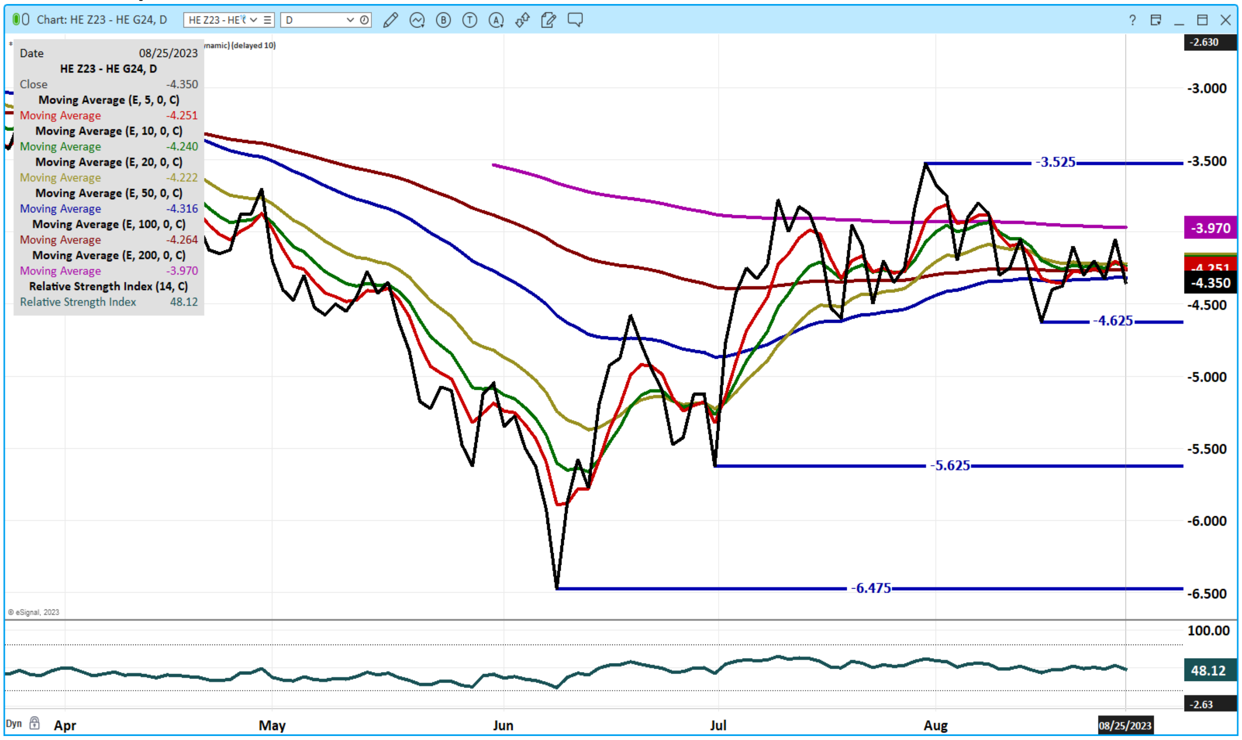
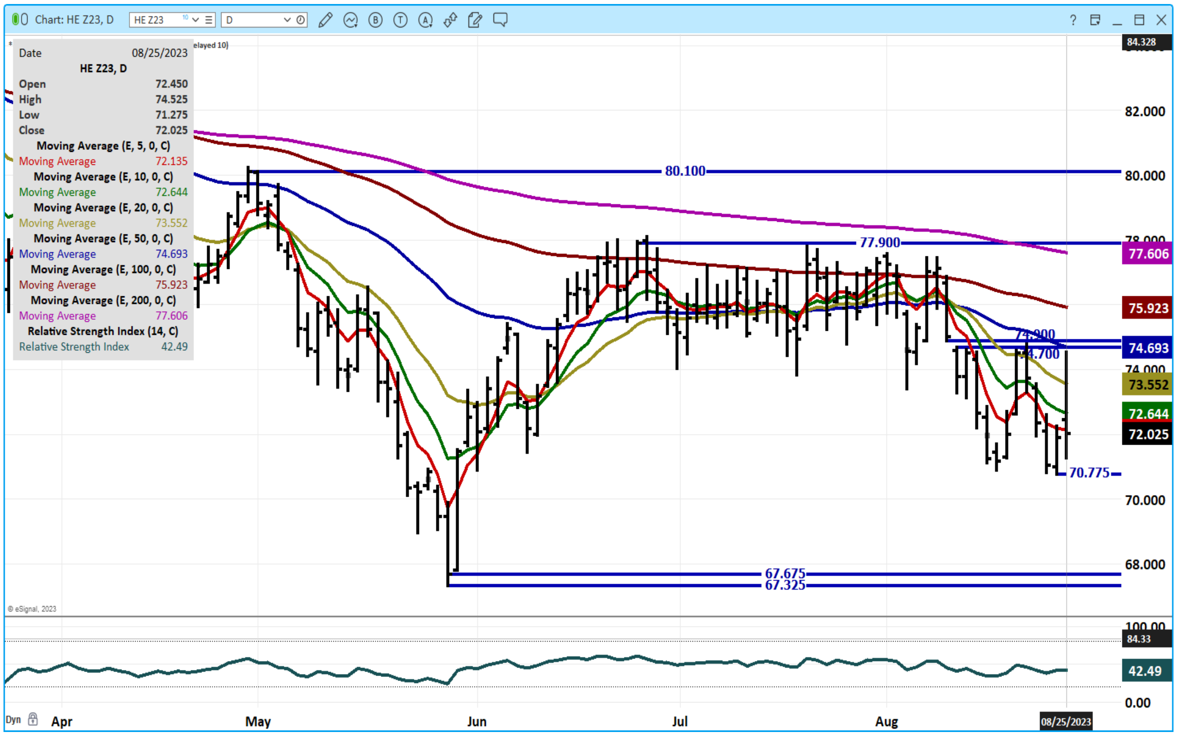
OCTOBER /DECEMBER LEAN HOG SPREAD – BULL SPREAD

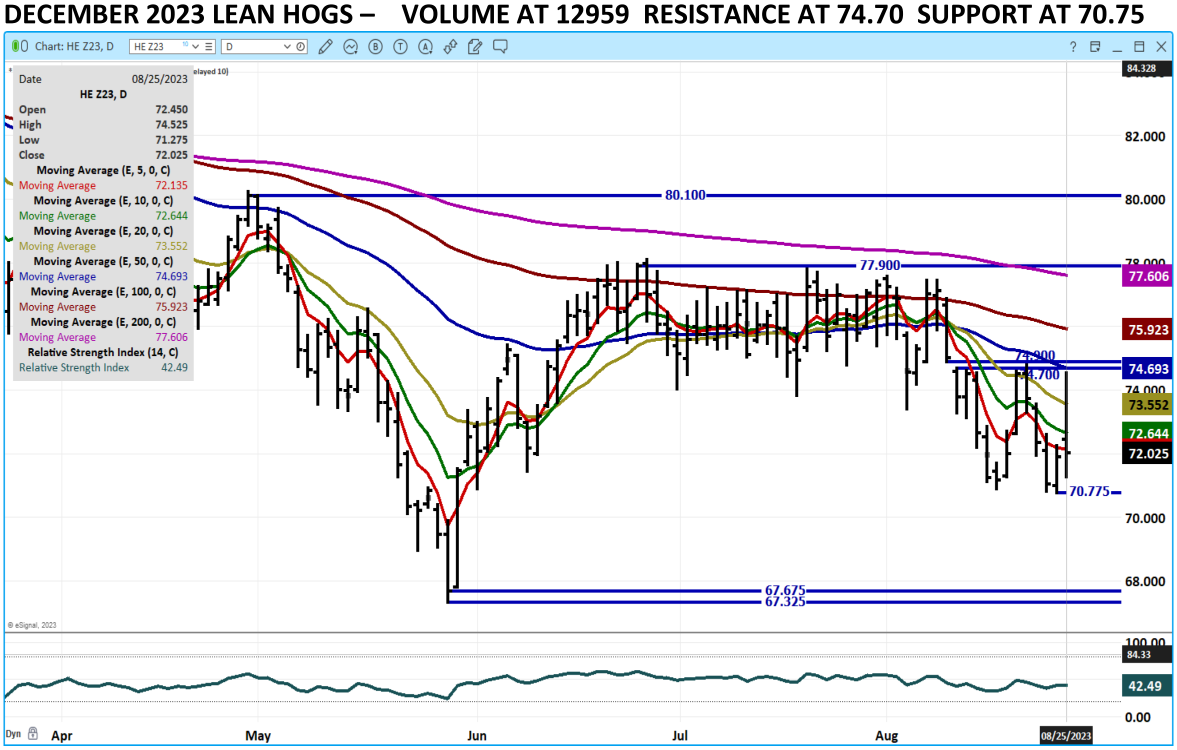
DECEMBER/FEBRUARY LEAN HOG SPREAD – BEAR SPREAD



OCTOBER 2023 LEAN HOGS – VOLUME AT 28777 RESISTANCE AT 83.30 SUPPORT AT 7757



DECEMBER 2023 LEAN HOGS – VOLUME AT 12959 RESISTANCE AT 74.70 SUPPORT AT 70.75



ALL CHARTS FROM ESIGNAL INTERACTIVE, INC.

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