



ADM Investor Services, Inc.

Daily Futures Market Commentary Livestock Outlook

WEDNESDAY MORNING MAY 08, 2024 LIVESTOCK REPORT

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CATTLE

MAY 07, 2024	124,000
WEEK AGO	124,000
YEAR AGO	128,619
WEEK TO DATE	244,000
PREVIOUS WEEK	237,000
2023 WEEK TO DATE	253,442
2024 YEAR TO DATE	11,015,013
2023 YEAR TO DATE	11,530,294
PERCENT CHANGE YEAR TO DATE	-4.5%

https://www.ams.usda.gov/mnreports/ams_3208.pdf

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2:00 PM MAY 07 ,2024

BOXED BEEF	CHOICE	SELECT
CURRENT CUTOUT VALUES:	298.49	292.34
CHANGE FROM PRIOR DAY:	(0.27)	2.59
CHOICE/SELECT SPREAD:		6.15
TOTAL LOAD COUNT (CUTS, TRIMMINGS, GRINDS):		100
5 DAY SIMPLE AVERAGE:	294.75	288.68

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CME BOXED BEEF INDEX ON 05/06/2024 WAS 293.07 DOWN 4 CENTS FROM PREVIOUS DAY

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2:00 PM MAY 07, 2024

PRIMAL RIB	440.01	429.14
PRIMAL CHUCK	246.79	256.88
PRIMAL ROUND	245.11	243.65
PRIMAL LOIN	411.56	377.71
PRIMAL BRISKET	239.37	231.60
PRIMAL SHORT PLATE	227.15	227.15
PRIMAL FLANK	150.56	151.04

2:00 PM MAY 06, 2024

PRIMAL RIB	442.53	428.07
PRIMAL CHUCK	249.19	247.86
PRIMAL ROUND	246.12	243.90
PRIMAL LOIN	409.71	379.79
PRIMAL BRISKET	236.18	233.80
PRIMAL SHORT PLATE	221.85	221.85
PRIMAL FLANK	149.84	150.20

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LOAD COUNT AND CUTOOUT VALUE SUMMARY

Date	Choice	Select	Trim	Grinds	Total		
05/06	47	16	0	15	78	298.76	289.75
05/03	53	16	8	20	97	FRIDAY 294.20	287.65 FRIDAY
05/02	107	30	7	21	164	292.90	287.98
05/01	138	22	3	23	186	293.54	288.07
04/30	69	22	0	19	110	294.37	289.95

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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.

MAY 07, 2024

Choice Cuts	58.42 loads	2,336,907 pounds
Select Cuts	20.96 loads	838,475 pounds
Trimmings	0.00 loads	0 pounds
Ground Beef	20.76 loads	830,292 pounds

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WEEKLY FUTURES PRICE CHANGE

	05/03/2023	05/10/2024	CONTRACT HIGH
JUNE 2024 LIVE CATTLE	176.67		194.02 9/15/2023
AUGUST 2024 LIVE CATTLE	174.57		192.45 9/15/2023
OCTOBER 2024 LIVE CATTLE	178.05		194.67 9/15/2023
DECEMBER 2024 LIVE CATTLE	182.37		197.47 9/15/2023
FEBRUARY 2025 LIVE CATTLE	185.95		199.57 9/20/2023
APRIL 2025 LIVE CATTLE	188.35		196.40 3/14/2024

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With higher boxed beef prices feedlots will be asking at least \$2.00 higher. But there is the possibility beef prices drop Wednesday and Thursday. The higher beef prices are likely due to demand for late buyers for Mother Day and increasing beef needs for Memorial Day. Daily beef sales are light suggesting sellers are first filling previously contracted beef orders.

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Live Cattle traders are cautious not knowing when news of Avian Flu may drive futures lower. With June and August bull spread, the large traders remain bullish. With the swings in the market, at this time it is best to be spread than outright long futures even with the discount futures have to cash. With more than a month until first notice day for June, there is plenty of time for futures and cash to move to closer to convergence.

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Last week cash cattle in the Midwest on light sales were \$1.00 higher from \$186.00 to \$187.00 and dressed prices \$295.00. Cash cattle in the Southwest were \$1.00 to \$2.00 higher mostly \$184.00 on light sales. As of Friday total head sold negotiated in Texas, Oklahoma and New Mexico were just 2,557 head.

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EXPORTS WEEK

WEEK ENDING APRIL 25, 2024	22,500 MT
WEEK ENDING APRIL 18, 2024	15,200 MT
WEEK ENDING APRIL 11, 2024	17,700 MT
WEEK ENDING APRIL 4, 2024	13,600 MT
WEEK ENDING MARCH 28, 2024	18,700 MT

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USDA NATIONAL STEER & HEIFER ESTIMATED GRADING PERCENT REPORT

https://www.ams.usda.gov/mnreports/nw_ls196.txt Full Report

For Week Ending: 4/27/2024

	Nebraska	Kansas	Texas
Prime	13.47%	8.75%	6.62%
Choice	74.67%	75.54%	65.72%

Select	7.46%	12.67%	25.21%
Other	4.40%	3.04%	2.45%

For Week Ending: 4/20/2024

	Nebraska	Kansas	Texas
Prime	14.27%	9.26%	6.13%
Choice	73.63%	76.03%	65.95%
Select	6.50%	11.63%	25.88%
Other	5.59%	3.07%	2.04%

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NATIONAL WEEKLY FED CATTLE COMPREHENSIVE REPORT MAY 7, 2024

As of May 7 2024, dressed steer and heifer carcasses averaged 887.1 pounds up 2.5 pounds from previous week and up 27.8 pounds from a year ago. The grading percent as of 05/07/24 was 84.2% compared to previous week at 83.9%. On May 9, 2023 carcasses weighed 859.3 pounds and graded 83.3%

https://www.ams.usda.gov/mnreports/ams_2700.pdf

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*****NATIONAL DAILY DIRECT CATTLE 05/07/2024**

5 DAY ACCUMULATED WEIGHTED AVG

	WEIGHT	PRICE	HEAD
LIVE STEER:	1460	\$185.87	35,788
LIVE HEIFER:	1326	\$185.53	16,496
DRESSED STEER	951	\$295.00	16,235
DRESSED HEIFER:	864	\$294.56	5,688

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USDA POSTED SUMMARY CATTLE PRICES ON 05/07/2024

STEER AND HEIFER COMBINED PRICES UNLESS NOTED

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

NE – CASH FOB – NO REPORTABLE TRADE.
 LIVE DELIVERED - NO REPORTABLE TRADE.
 DELIVERED NO REPORTABLE TRADE.

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

TX/OK/NM CASH – NO REPORTABLE TRADE.

COLORADO - ****INFORMATION NOT AVAILABLE DUE TO CONFIDENTIALITY****

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AUGUST LIVE CATTLE/AUGUST LEAN HOG SPREAD -
JUNE/AUGUST LIVE CATTLE SPREAD –
JUNE 2024 LIVE CATTLE -
AUGUST 2024 LIVE CATTLE –
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FEEDER CATTLE

CME FEEDER INDEX ON 05/06/2024 WAS 239.53 DOWN 52 CENTS FROM PREVIOUS DAY

MAY 2024 FEEDER CATTLE SETTLED ON MAY 07, 2024 AT \$242.15

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NATIONAL FEEDER & STOCKER CATTLE SUMMARY - WEEK ENDING 05/04/2024

RECEIPTS:	Auctions	Direct	Video/Internet	Total
This Week:	145,300	42,000	57,100	244,400
Last Week:	165,000	68,200	11,300	244,500
Year Ago:	165,900	73,000	26,800	265,700

Compared to last week, steers and heifers sold uneven; 3.00 lower to 3.00 higher. The supply of feeders was moderate with a good selection across all weight groups once again this week.

https://www.ams.usda.gov/mnreports/sj_ls850.txt

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WEEKLY FUTURES PRICE CHANGE

	05/03/2023	05/10/2024	CONTRACT HIGH
MAY 2024 FEEDER CATTLE	243.30		272.47 SEPTEMBER 15, 2023
AUGUST 2024 FEEDER CATTLE	254.75		282.92 SEPTEMBER 20, 2023
SEPTEMBER 2024 FEEDER CATTLE	255.77		285.90 SEPTEMBER 28, 2023
OCTOBER 2024 FEEDER CATTLE	256.12		275.17 FEBRUARY 8, 2024
NOVEMBER 2024 FEEDER CATTLE	255.40		274.70 FEBRUARY 8, 2024

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AUGUST 2024 FEEDER CATTLE –

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HOGS

USDA ESTIMATED FEDERAL HOG SLAUGHTER

MAY 06, 2024	478,000
WEEK AGO	482,000
YEAR AGO	450,742
WEEK TO DATE	959,000
PREVIOUS WEEK	958,000
2023 WEEK TO DATE	917,172
2024 YEAR TO DATE	45,775,626
2023 *YEAR TO DATE	45,517,300
YEAR TO DATE PERCENT CHANGE	0.7%

https://www.ams.usda.gov/mnreports/ams_3208.pdf

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CME LEAN HOG INDEX ON 05/03/2024 WAS 90.80 DOWN 16 CENTS FROM PREVIOUS DAY

CME PORK CUTOUT INDEX 05/06/2024 AT 98.51 UP 11 CENTS FROM PREVIOUS DAY

THE CME LEAN HOG INDEX IS MINUS \$7.71 TO THE CME PORK INDEX 05/07/2024

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WEEKLY FUTURES PRICE CHANGE

	05/03/2023	05/10/2024	CONTRACT HIGH
JUNE 2024 LEAN HOGS	98.95		109.65 APRIL 10, 2024
JULY 2024 LEAN HOGS	102.85		111.25 APRIL 10, 2024
AUGUST 2024 LEAN HOGS	101.72		108.30 APRIL 10, 2024
OCTOBER 2024 LEAN HOGS	84.65		89.40 APRIL 9, 2024
DECEMBER 2024 LEAN HOGS	76.45		80.65 JUNE 21, 2023
FEBRUARY 2025 LEAN HOGS	80.12		82.05 APRIL 8, 2024
APRIL 2025 LEAN HOGS	84.00		88.00 OCTOBER 13, 2023

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JUNE 2024 LEAN HOGS AS OF MAY 07, 2024 = \$98.32

CME LEAN HOG INDEX AS OF MAY 02, 2024 = \$90.80

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Trade volume was moderate. Funds were mostly rolling from June into August.

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Tuesday traders were rolling out of June and into July on out. Currently, cash hogs have been slowly moving down. The CME Lean Hog Index is at \$90.80. Yesterday formula and carcass priced hogs ranged from \$88.71 to \$90.03.

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Southern Brazil Flooding Affects 10 Poultry, Pork Plants, Meat Lobby Says
<https://finance.yahoo.com/news/1-meat-lobby-abpa-says-154854289.html>

'Rio Grande do Sul state accounts for 11% of Brazil's total chicken production and for 19.8% of pork supplies, ABPA data showed. Part of the volume is sold on export markets.'

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For the Daily Pork Report Monday and Tuesday is a good example why watching daily movement is not a good way to monitor pork price movement. Sales on daily loads are a small part of pork prices and the daily price fluctuations are not a good representation for price movement. The five day average at least smooths out the ups and downs from one day to the next.

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Cash hogs are slowly going down. Weighted average prices on formula and carcass priced hogs making up the majority of hogs sold are averaging near 90.00.

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Stronger exports last week weren't much help for futures trading. But with June and summer hogs premium to cash, it is hard to get them energized to move higher.

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EXPORTS

**WEEK ENDING APRIL 25, 2024 NET EXPORTS WERE 33,600 MT
WEEK ENDING APRIL 18, 2024 NET EXPORTS WERE 28,800 MT
WEEK ENDING APRIL 11, 2024 NET EXPORTS WERE 21,800 MT
WEEK ENDING APRIL 4, 2024 NET EXPORTS WERE 47,400 MT
WEEK ENDING MARCH 28, 2024 NET EXPORT WERE 28,700 MT**

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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 : 254.61

Loads TRIM/PROCESS PORK : 50.24

2:00 PM	LOADS	CARCASS	LOIN	BUTT	PIC	RIB	HAM	BELLY
05/07/2024	304.86	97.09	98.50	130.31	78.06	168.22	83.35	111.85
CHANGE:		-2.41	-4.33	1.33	-1.47	2.12	0.77	-9.01
FIVE DAY AVERAGE --		98.12	100.39	129.66	80.33	165.32	82.06	115.68

11:00 AM	LOADS	CARCASS	LOIN	BUTT	PIC	RIB	HAM	BELLY
05/07/2024	161.24	97.54	98.87	131.55	79.59	169.30	82.62	112.89
CHANGE:		-1.96	-3.96	2.57	0.06	3.20	0.04	-7.97
FIVE DAY AVERAGE --		98.21	100.46	129.91	80.64	165.54	81.92	115.89

2:00 PM	LOADS	CARCASS	LOIN	BUTT	PIC	RIB	HAM	BELLY
05/06/2024	305.37	99.50	102.83	128.98	79.53	166.10	82.58	120.86
CHANGE:		1.38	3.82	-1.99	-0.69	1.74	-0.39	4.01
FIVE DAY AVERAGE --		98.45	100.94	129.50	81.06	165.24	81.66	117.01

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HOG REPORT - PLANT DELIVERED PURCHASE MAY 07, 2024

National Negotiated Price

Head Count: 13,968

Lowest price: 86.00

Highest price: 95.00

Weighted Average 93.25

Change from Previous Day 0.84higher

Other Market Formula (Carcass)

Head Count: 25,119

Lowest Base Price: 78.23

Highest Base Price: 101.50

Weighted Average Price: 90.01

Swine/Pork Market Formula (Carcass)

Head Count 150,357

Lowest base price: 80.04

Highest Base Price: 98.33

Weighted Average Price 90.02

Other Purchase Arrangement (Carcass)

HEAD COUNT: 62,431

Lowest base price: 82.24

Highest base price: 98.94

Weighted Average Price: 90.58

<https://www.ams.usda.gov/sites/default/files/media/LMRswineReportingHandout.pdf>

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NATIONAL DAILY DIRECT HOG PRIOR DAY REPORT - SLAUGHTERED SWINE

[HTTPS://WWW.AMS.USDA.GOV/MNREPORTS/AMS_2511.PDF](https://www.ams.usda.gov/mnreports/ams_2511.pdf)

SLAUGHTER DATA – MAY 06, 2024

****PRODUCER SOLD:**

HEAD COUNT 246,846

AVERAGE LIVE WEIGHT 284.13

AVERAGE CARCASS WEIGHT 212.49

PACKER SOLD:

HEAD COUNT 29,512

AVERAGE LIVE WEIGHT 283.84

AVERAGE CARCASS WEIGHT 212.26

PACKER OWNED:

HEAD COUNT 179,363

AVERAGE LIVE WEIGHT 286.66

AVERAGE CARCASS WEIGHT 218.92

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JUNE/JULY LEAN HOG SPREAD –

JUNE LEAN HOGS -

JULY LEAN HOGS –

OCTOBER LEAN HOGS –

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CHARTS FROM ESIGNAL INTERACTIVE, INC.

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