

## Daily Futures Market Commentary Livestock Outlook

### FRIDAY MORNING MAY 24, 2024 LIVESTOCK REPORT

CHRIS LEHNER, SENIOR LIVESTOCK ANALYST | 312.242.7942 | CHRIS.LEHNER@ADMIS.COM

### BEEF AND PORK EXPORT HIGHLIGHTS ON LAST PAGE

### CATTLE

MAY 23, 2024	122,000
WEEK AGO	124,000
YEAR AGO	124,230
WEEK TO DATE	486,000
PREVIOUS WEEK	487,000
2023 WEEK TO DATE	499,531
2024 YEAR TO DATE	12,471,032
2023 YEAR TO DATE	13,060,962
PERCENT CHANGE YEAR TO DATE	-4.5%

[HTTPS://WWW.AMS.USDA.GOV/MNREPORTS/AMS\\_3208.PDF](https://www.ams.usda.gov/mnreports/AMS_3208.pdf)

2:00 PM MAY 23, 2024

BOXED BEEF	CHOICE	SELECT
CURRENT CUTOFF VALUES:	309.84	300.08
CHANGE FROM PRIOR DAY:	(2.33)	0.47
CHOICE/SELECT SPREAD:		12.56
TOTAL LOAD COUNT (CUTS, TRIMMINGS, GRINDS):		9.76
5 DAY SIMPLE AVERAGE:	312.30	298.75

CME BOXED BEEF INDEX ON 05/22/2024 WAS 309.12 UP 1.10 FROM PREVIOUS DAY

ADMIS.com | 312.242.7000 | Chicago | New York | London | Hong Kong | Singapore | Taipei | Shanghai

The information and comments contained herein is provided by ADM Investor Services, Inc. ("ADMIS") and NOT ADM. Futures and options trading involve significant risk of loss and may not be suitable for everyone. Therefore, carefully consider whether such trading is suitable for you in light of your financial condition. This report includes information from sources believed to be reliable and accurate as of the date of this publication, but no independent verification has been made and we do not guarantee its accuracy or completeness. Any reproduction or retransmission of this report without the express written consent of ADM Investor Services, Inc. is strictly prohibited. Again, the information and comments contained herein is provided by ADMIS and in no way should be construed to be information provided by ADM. Copyright © ADM Investor Services, Inc.

2:00 PM MAY 23, 2024

PRIMAL RIB	464.80	447.64
PRIMAL CHUCK	255.60	254.60
PRIMAL ROUND	249.64	252.65
PRIMAL LOIN	436.17	399.37
PRIMAL BRISKET	247.58	237.83
PRIMAL SHORT PLATE	214.22	214.22
PRIMAL FLANK	156.26	159.93

2:00 PM MAY 22, 2024

PRIMAL RIB	472.79	446.02
PRIMAL CHUCK	255.10	254.70
PRIMAL ROUND	252.19	251.04
PRIMAL LOIN	440.47	399.22
PRIMAL BRISKET	245.92	236.49
PRIMAL SHORT PLATE	217.59	217.59
PRIMAL FLANK	154.05	156.92

=====

**LOAD COUNT AND CUTOFF VALUE SUMMARY**

DATE	CHOICE	SELECT	TRIM	GRINDS	TOTAL		
05/22	86	22	7	18	133	312.17	299.61
05/21	61	16	9	14	100	313.02	300.87
05/20	59	22	21	16	117	312.70	299.35
05/17	60	13	13	13	99	FRIDAY 313.45	297.40 FRIDAY
05/16	62	26	14	13	115	310.15	296.51

=====

**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 23, 2024**

CHOICE CUTS	80.61 LOADS	3,224,382 POUNDS
SELECT CUTS	14.40 LOADS	576,127 POUNDS
TRIMMINGS	8.96 LOADS	358,223 POUNDS
GROUND BEEF	10.52 LOADS	420,654 POUNDS

=====

**USDA REPORTS FOR MAY 2024**

**MAY 24, 2024 – CATTLE ON FEED REPORT**

**MAY 24, 2024 – COLD STORAGE REPORT**

=====

ADMIS.com | 312.242.7000 | Chicago | New York | London | Hong Kong | Singapore | Taipei | Shanghai

The information and comments contained herein is provided by ADM Investor Services, Inc. ("ADMIS") and NOT ADM. Futures and options trading involve significant risk of loss and may not be suitable for everyone. Therefore, carefully consider whether such trading is suitable for you in light of your financial condition. This report includes information from sources believed to be reliable and accurate as of the date of this publication, but no independent verification has been made and we do not guarantee its accuracy or completeness. Any reproduction or retransmission of this report without the express written consent of ADM Investor Services, Inc. is strictly prohibited. Again, the information and comments contained herein is provided by ADMIS and in no way should be construed to be information provided by ADM. Copyright © ADM Investor Services, Inc.

#### WEEKLY FUTURES PRICE CHANGE

	05/17/2023	05/24/2024	CONTRACT HIGH
JUNE 2024 LIVE CATTLE	181.05		194.02 9/15/2023
AUGUST 2024 LIVE CATTLE	179.05		192.45 9/15/2023
OCTOBER 2024 LIVE CATTLE	181.95		194.67 9/15/2023
DECEMBER 2024 LIVE CATTLE	185.90		197.47 9/15/2023
FEBRUARY 2025 LIVE CATTLE	189.12		199.57 9/20/2023
APRIL 2025 LIVE CATTLE	190.95		196.40 3/14/2024

=====

#### APRIL CATTLE PLACEMENTS SEEN DOWN 6.1% FROM YEAR AGO, ANALYSTS SAY - REUTERS NEWS

	Range	Average	Million head
On feed May 1	97.9-100.5	99.2	11.524
Placements in April	86.5-104.5	93.9	1.651
Marketings in April	108.6-110.7	109.8	1.869

=====

CASH CATTLE SALES ARE \$2.00 TO \$3.00 HIGHER THIS WEEK. CATTLE IN THE SOUTHWEST REGARDLESS OF SEX OR GRADE SOLD FOR \$187.00 WITH A FEW IN KANSAS UP TO \$192.00. IN THE MIDWEST CATTLE SOLD FOR \$192.00 AND DRESSED \$302.00 WITH HANDFULL UP TO \$304.00. SO FAR SALES HAVE BEEN LIGHT.

=====

LIVE CATTLE VOLUME WAS LIGHT THURSDAY AHEAD OF FRIDAY'S AFTERNOON CATTLE ON FEED REPORT.

=====

IF THERE WAS ANY QUESTION LAST WEEK'S BOXED BEEF RALLY WAS DUE TO MEMORIAL DAY DEMAND, THE DROP IN BOXED BEEF RIB AND LOIN PRIMALS IS THE ANSWER. CHOICE RIB PRIMALS WERE DOWN \$10.92 IN THE MORNING AND \$7.99 BY AFTERNOON SALES FROM THE WEDNESDAY AFTERNOON PRICE, AND LOINS DROPPED \$4.85 EARLY AND LATE SALES WERE DOWN \$4.30. FOR THE HAND TO MOUTH BUYERS THAT ARE CLOSE TO A PACKER OR WHOLESALER, BEEF HAD TO BE DELIVERED BY WEDNESDAY AT THE LATEST FOR STEAKS AND HAMBURGERS FOR MEMORIAL DAY.

=====

THE DIFFERENCE BETWEEN CHOICE BEEF AND SELECT BEEF IS NARROWING WITH CHOICE LOSING TO SELECT. THIS IS USUALLY A NEGATIVE INDICATOR.

=====

JUNE AND AUGUST ARE BULL SPREAD AND DISCOUNT TO LAST WEEK'S CASH MARKET. THE BIG QUESTION IS: WILL DEMAND FOR BEEF REMAIN STRONG DURING THE HOT DAYS OF SUMMER. IS CASH GOING TO DROP TO MEET FUTURES FASTER THAN FUTURES MOVING UP TO MEET CASH?

FROM OCTOBER 2024 THROUGH APRIL 2025 LIVE CATTLE ARE BEAR SPREAD. AFTER THE COF REPORT WILL PREMIUM PRICES FOR DECEMBER 2024 THROUGH APRIL 2025 REMAIN. IN OTHER WORDS, IS THERE GOING TO BE EXPANSION? WILL THE U.S. KEEP INCREASING BEEF IMPORTS?

=====

BEEF IMPORTS TO THE U.S.

PUTTING 1,195,513,000 POUNDS OF IMPORTED BEEF INTO PERSPECTIVE IT IS 29,888 TRUCK LOADS AT 40,000 POUNDS. THERE ARE 13 WEEKS TO A QUARTER YEAR OR CLOSE TO 2,300 LOADS PER WEEK. IMPORTED BEEF IS A LOT MORE BEEF MOVED TO THE U.S. THAN IS SOLD ON THE U.S. DAILY NEGOTIATED BEEF MARKET.

THE USDA EXPECTS BEEF IMPORTS TO INCREASE BY 11 PERCENT IN 2024. THE FIRST QUARTER SHOWED AN INCREASE OF 12.1 PERCENT. U.S. BEEF BUYERS ARE GOING TO USE IMPORTED BEEF TO MAKE UP FOR THE LIGHT CATTLE NUMBERS.

1,195,513,000 JANUARY - MARCH 2024 PLUS 12.1% INCREASE IN 2024  
956,458,000 JANUARY – MARCH 2023

=====

NATIONAL WEEKLY FED CATTLE COMPREHENSIVE REPORT MAY 21, 2024  
AS OF MAY 21, 2024, DRESSED STEER AND HEIFER CARCASSES AVERAGED 887.4 POUNDS DOWN 1.5 POUNDS FROM PREVIOUS WEEK AND UP 31.5 POUNDS FROM A YEAR AGO. THE GRADING PERCENT AS OF 05/21/2024 WAS 83.3% COMPARED TO PREVIOUS WEEK AT 84.5%. ON MAY 23, 2023 CARCASSES WEIGHED 855.9 POUNDS AND GRADED 81.6%.  
[HTTPS://WWW.AMS.USDA.GOV/MNREPORTS/AMS\\_2700.PDF](https://www.ams.usda.gov/mnreports/ams_2700.pdf)

=====

STERLING MARKETING BEEF MARGINS WEEK ENDING **MAY 18, 2024**  
PACKER MARGIN (\$ /HEAD) **(\$97.80)** LAST WEEK **(\$137.97)** MONTH AGO **(\$76.06)** YEAR AGO **(\$144.47)**  
FEEDLOT MARGINS: **\$374.50** LAST WEEK **\$291.43** MONTH AGO **\$188.12** YEAR AGO **\$462.52**  
Sterling Marketing uses the Comprehensive Beef Cutout Value reported by USDA. I have included a document that explains this cutout value. I looked at this value about 4 years ago and compared the beef packer margin values from my Choice-Select Adjusted value and this Comprehensive value. There was little difference. However, over the past few weeks, the difference has become significant. I believe this is because the mix of cattle slaughtered is increasingly includes higher valued cattle – i.e., Prime, Upper 2/3 Choice, and Branded Program cattle. In addition, it includes the formula-priced cattle. Using just the Choice and higher grade and Select grade to generate the cutout does not reflect this important difference in the quality of cattle which in turn is definitely a driver to the notable improvement in beef demand over the past year.

=====

EXPORTS WEEK

FOR WEEK ENDING MAY 16, 2024 NET SALES WERE 21,500 MT UP 32 PERCENT ON THE 4 WEEK AVERAGE. CHINA WAS THE LARGEST BUYER AT 5800 MT, SOUTH KOREA TOOK 5100 MT AND MEXICO 2900 MT WITH JAPAN 2500 MT. GOOD TO SEE EXPORTS ARE UP FOR THE WEEK BUT NOTHING TO WRITE HOME ABOUT. IT IS DISAPPOINTING JAPAN IS TAKING SO LITTLE.

ADMIS.com | 312.242.7000 | Chicago | New York | London | Hong Kong | Singapore | Taipei | Shanghai

The information and comments contained herein is provided by ADM Investor Services, Inc. ("ADMIS") and NOT ADM. Futures and options trading involve significant risk of loss and may not be suitable for everyone. Therefore, carefully consider whether such trading is suitable for you in light of your financial condition. This report includes information from sources believed to be reliable and accurate as of the date of this publication, but no independent verification has been made and we do not guarantee its accuracy or completeness. Any reproduction or retransmission of this report without the express written consent of ADM Investor Services, Inc. is strictly prohibited. Again, the information and comments contained herein is provided by ADMIS and in no way should be construed to be information provided by ADM. Copyright © ADM Investor Services, Inc.

WEEK ENDING MAY 9, 2024	15,100 MT
WEEK ENDING MAY 2, 2024	12,300 MT
WEEK ENDING APRIL 25, 2024	22,500 MT
WEEK ENDING APRIL 18, 2024	15,200 MT
WEEK ENDING APRIL 11, 2024	17,700 MT

=====

# USDA NATIONAL STEER & HEIFER ESTIMATED GRADING PERCENT REPORT

[HTTPS://WWW.AMS.USDA.GOV/MNREPORTS/NW\\_LS196.TXT](https://www.ams.usda.gov/mnreports/nw_ls196.txt) FULL REPORT

## FOR WEEK ENDING: 5/11/2024

	NEBRASKA	KANSAS	TEXAS
PRIME	13.89%	8.53%	6.06%
CHOICE	73.85%	75.72%	65.20%
SELECT	8.09%	12.98%	25.79%
OTHER	4.18%	2.76%	2.95%

## FOR WEEK ENDING: 5/04/2024

	NEBRASKA	KANSAS	TEXAS
PRIME	14.72%	9.08%	6.18%
CHOICE	73.08%	76.37%	65.47%
SELECT	7.37%	11.66%	25.52%
OTHER	4.83%	2.90%	2.84%

=====

## \*\*\*NATIONAL DAILY DIRECT CATTLE 05/23/2024

### 5 DAY ACCUMULATED WEIGHTED AVG

	WEIGHT	PRICE	HEAD
LIVE STEER:	1484	\$188.71	38,874
LIVE HEIFER:	1331	\$188.10	13,420
DRESSED STEER	925	\$299.51	19,616
DRESSED HEIFER:	847	\$299.69	3,320

=====

## USDA POSTED SUMMARY CATTLE PRICES ON 05/23/2024

### STEER AND HEIFER COMBINED PRICES UNLESS NOTED

IA/MN – CASH FOB – 192.00 ON 1,001 FOR ALL CATTLE  
 DRESSED DELIVERED – 302.00 FOR 192 HEAD  
 LIVE DELIVERED NO REPORTABLE TRADE  
 DRESSED FOB - 300.00 ON 35 HEAD

ADMIS.com | 312.242.7000 | Chicago | New York | London | Hong Kong | Singapore | Taipei | Shanghai

The information and comments contained herein is provided by ADM Investor Services, Inc. ("ADMIS") and NOT ADM. Futures and options trading involve significant risk of loss and may not be suitable for everyone. Therefore, carefully consider whether such trading is suitable for you in light of your financial condition. This report includes information from sources believed to be reliable and accurate as of the date of this publication, but no independent verification has been made and we do not guarantee its accuracy or completeness. Any reproduction or retransmission of this report without the express written consent of ADM Investor Services, Inc. is strictly prohibited. Again, the information and comments contained herein is provided by ADMIS and in no way should be construed to be information provided by ADM. Copyright © ADM Investor Services, Inc.

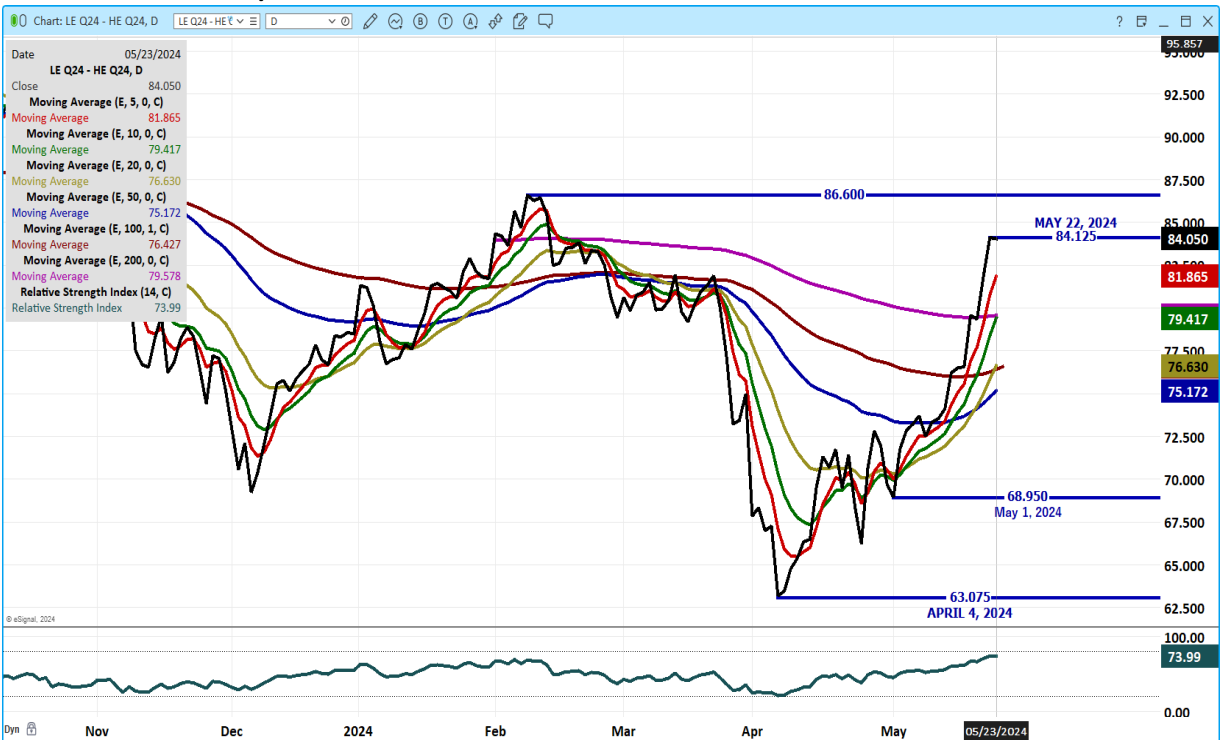
NE – CASH FOB – 192.00 ON 860 HEAD  
DRESSED FOB - NO REPORTABLE TRADE  
DRESSED 302.00 N 101 HEAD

KS – CASH – 187.00 - 192.00 AVE PRICE 187.51  
DRESSED DELIVERED - NO REPORTABLE TRADE

TX/OK/NM CASH – 187.00 ON 937 HEAD  
LIVE DELIVERED NO REPORTABLE TRADE

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

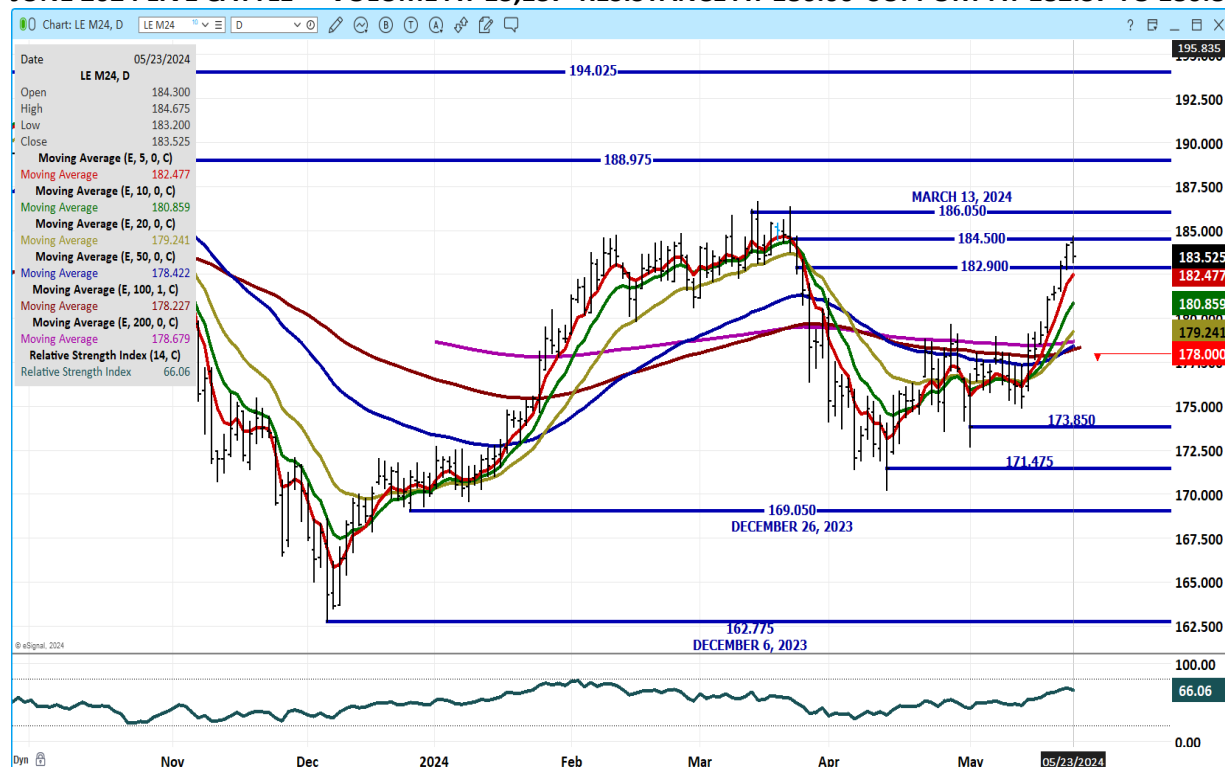
AUGUST LIVE CATTLE/AUGUST LEAN HOG SPREAD - GOOD MOVE IN MAY



## JUNE/AUGUST LIVE CATTLE SPREAD – BULL SPREAD



## JUNE 2024 LIVE CATTLE - VOLUME AT 13,137 RESISTANCE AT 186.00 SUPPORT AT 182.37 TO 180.80

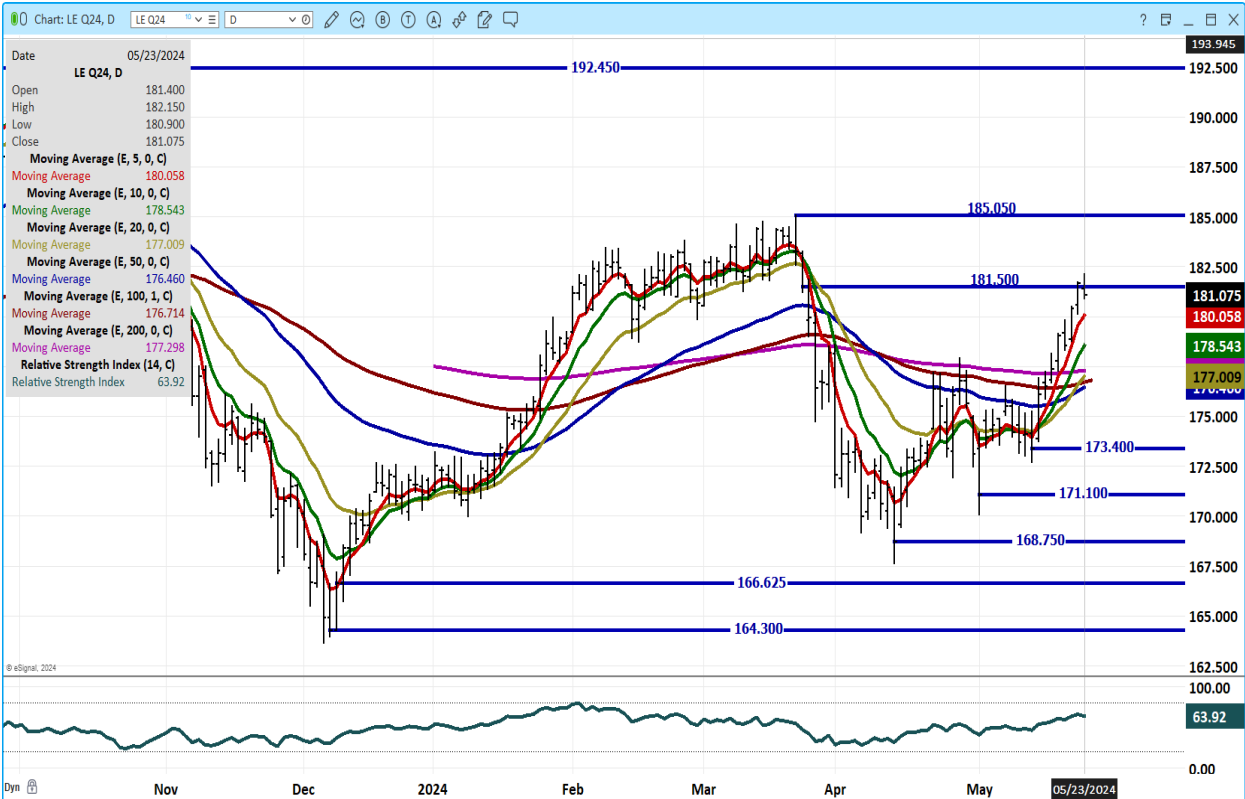


ADMIS.com | 312.242.7000 | Chicago | New York | London | Hong Kong | Singapore | Taipei | Shanghai

The information and comments contained herein is provided by ADM Investor Services, Inc. ("ADMIS") and NOT ADM. Futures and options trading involve significant risk of loss and may not be suitable for everyone. Therefore, carefully consider whether such trading is suitable for you in light of your financial condition. This report includes information from sources believed to be reliable and accurate as of the date of this publication, but no independent verification has been made and we do not guarantee its accuracy or completeness. Any reproduction or retransmission of this report without the express written consent of ADM Investor Services, Inc. is strictly prohibited. Again, the information and comments contained herein is provided by ADMIS and in no way should be construed to be information provided by ADM. Copyright © ADM Investor Services, Inc.



**AUGUST 2024 LIVE CATTLE – VOLUME 20793    SUPPORT AT 180.00 TO 178.50    RESISTANCE AT 185.00**



**FEEDER CATTLE**

**CME FEEDER INDEX ON 05/22/2024 WAS 248.81 UP 37 CENTS FROM PREVIOUS DAY**

**MAY 2024 FEEDER CATTLE SETTLED ON MAY 23, 2024 AT \$250.32**

**NATIONAL FEEDER & STOCKER CATTLE SUMMARY - WEEK ENDING 05/18/2024**

RECEIPTS:	AUCTIONS	DIRECT	VIDEO/INTERNET	TOTAL
THIS WEEK:	145,400	39,900	35,800	221,100
LAST WEEK:	146,400	48,000	7,900	202,300
YEAR AGO:	145,400	51,100	9,700	206,200

**COMPARED TO LAST WEEK, STEERS AND HEIFERS SOLD 1.00 TO 5.00 HIGHER. DEMAND WAS MODERATE TO VERY GOOD FOR ALL CLASSES AND TYPES OF BOVINES THIS WEEK AS RANCHERS ARE LOOKING TO ALTERNATIVES TO CALVES TO FILL SUMMER GRASS NEEDS. DEMAND FOR REPLACEMENT**

ADMIS.com | 312.242.7000 | Chicago | New York | London | Hong Kong | Singapore | Taipei | Shanghai

The information and comments contained herein is provided by ADM Investor Services, Inc. ("ADMIS") and NOT ADM. Futures and options trading involve significant risk of loss and may not be suitable for everyone. Therefore, carefully consider whether such trading is suitable for you in light of your financial condition. This report includes information from sources believed to be reliable and accurate as of the date of this publication, but no independent verification has been made and we do not guarantee its accuracy or completeness. Any reproduction or retransmission of this report without the express written consent of ADM Investor Services, Inc. is strictly prohibited. Again, the information and comments contained herein is provided by ADMIS and in no way should be construed to be information provided by ADM. Copyright © ADM Investor Services, Inc.



FEMALES HAS BEEN GOOD THIS WHOLE SPRING AND CONTINUES TO BE. CATTLE FEEDERS PAID LITTLE ATTENTION TO THE FUTURES CONTRACTS AS THEY KNOW FULL WELL HOW TIGHT SUPPLIES OF FED CATTLE IN THE NORTHERN PLAINS REALLY ARE. FEEDER OFFERINGS HAVE BEEN LIGHT TO MODERATE AND WHEN A GOOD-SIZED SALE IS HELD THE MARKET IS INCREDIBLY ACTIVE AS THE GRASS NOW TAKEN OFF GROWING AS SOME HEAT HAS FINALLY SHOWN UP IN THE NORTHERN PLAINS.

[HTTPS://WWW.AMS.USDA.GOV/MNREPORTS/SJ\\_LS850.TXT](https://www.ams.usda.gov/mnreports/SJ_LS850.TXT)

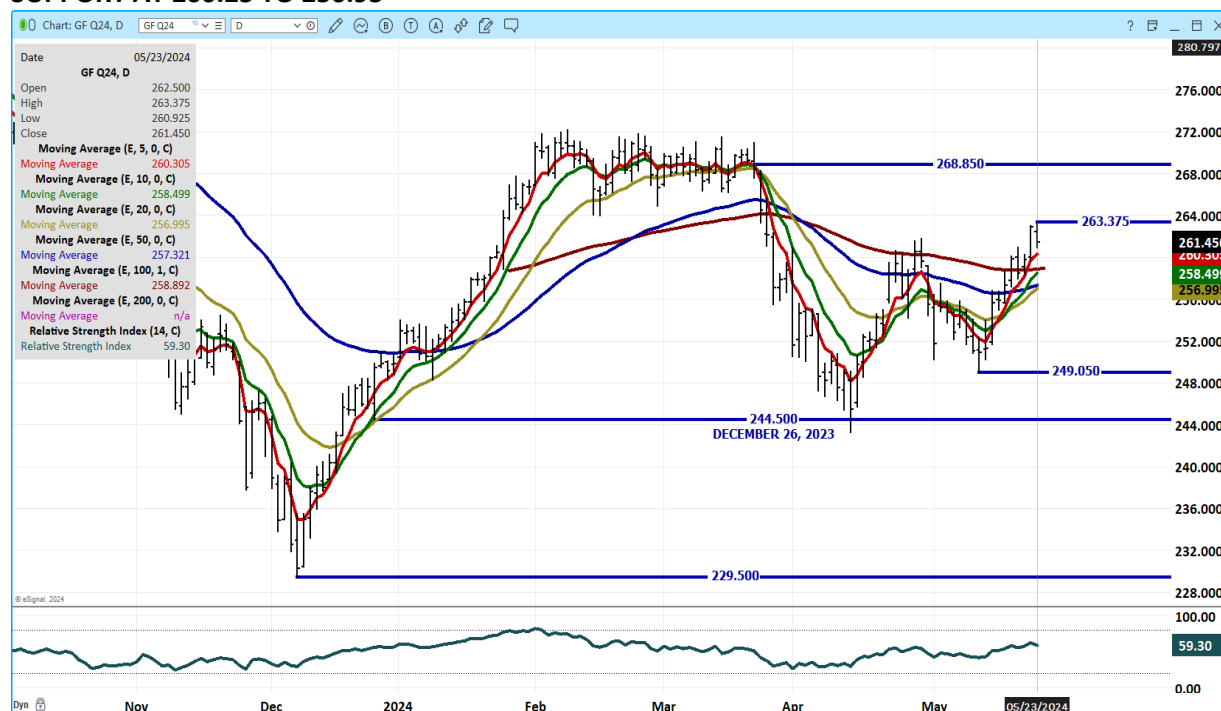
=====

## WEEKLY FUTURES PRICE CHANGE

	05/17/2023	05/24/2024	CONTRACT HIGH
MAY 2024 FEEDER CATTLE	246.72	272.47	SEPTEMBER 15, 2023
AUGUST 2024 FEEDER CATTLE	259.85	282.92	SEPTEMBER 20, 2023
SEPTEMBER 2024 FEEDER CATTLE	260.85	285.90	SEPTEMBER 28, 2023
OCTOBER 2024 FEEDER CATTLE	261.35	275.17	FEBRUARY 8, 2024
NOVEMBER 2024 FEEDER CATTLE	260.52	274.70	FEBRUARY 8, 2024

=====

**AUGUST 2024 FEEDER CATTLE – RESISTANCE 263.37 AUGUST IS \$12.65 OVER CME FEEDER INDEX. SUPPORT AT 260.25 TO 256.95**



=====

ADMIS.com | 312.242.7000 | Chicago | New York | London | Hong Kong | Singapore | Taipei | Shanghai

The information and comments contained herein is provided by ADM Investor Services, Inc. ("ADMIS") and NOT ADM. Futures and options trading involve significant risk of loss and may not be suitable for everyone. Therefore, carefully consider whether such trading is suitable for you in light of your financial condition. This report includes information from sources believed to be reliable and accurate as of the date of this publication, but no independent verification has been made and we do not guarantee its accuracy or completeness. Any reproduction or retransmission of this report without the express written consent of ADM Investor Services, Inc. is strictly prohibited. Again, the information and comments contained herein is provided by ADMIS and in no way should be construed to be information provided by ADM. Copyright © ADM Investor Services, Inc.

## HOGS

### USDA ESTIMATED FEDERAL HOG SLAUGHTER

MAY 23, 2024	485,000
WEEK AGO	479,000
YEAR AGO	469,095
WEEK TO DATE	1,917,000
PREVIOUS WEEK	1,900,000
2023 WEEK TO DATE	1,887,027
2024 YEAR TO DATE	51,512,409
2023 *YEAR TO DATE	51,255,711
YEAR TO DATE PERCENT CHANGE	0.5%

REVISION FOR MAY 21, 2024\*\* 471,000\*\* PREVIOUS ESTIMATE 480,000

[HTTPS://WWW.AMS.USDA.GOV/MNREPORTS/AMS\\_3208.PDF](https://www.ams.usda.gov/mnreports/ams_3208.pdf)

=====

CME LEAN HOG INDEX ON 05/21/2024 WAS 91.82 DOWN 19 CENTS FROM PREVIOUS DAY

CME PORK CUTOUT INDEX 05/22/2024 AT 100.79 DOWN 29 CENTS FROM PREVIOUS DAY

THE CME LEAN HOG INDEX IS MINUS \$8.97 TO THE CME PORK INDEX 05/23/2024

=====

### WEEKLY FUTURES PRICE CHANGE

	05/17/2023	05/24/2024	CONTRACT HIGH
JUNE 2024 LEAN HOGS	96.50		109.65 APRIL 10, 2024
JULY 2024 LEAN HOGS	100.05		111.25 APRIL 10, 2024
AUGUST 2024 LEAN HOGS	99.47		108.30 APRIL 10, 2024
OCTOBER 2024 LEAN HOGS	83.97		89.40 APRIL 9, 2024
DECEMBER 2024 LEAN HOGS	76.75		80.65 JUNE 21, 2023
FEBRUARY 2025 LEAN HOGS	80.85		82.05 APRIL 8, 2024
APRIL 2025 LEAN HOGS	85.00		88.00 OCTOBER 13, 2023

=====

JUNE 2024 LEAN HOGS AS OF MAY 23, 2024 = \$94.52

CME LEAN HOG INDEX AS OF MAY 21, 2024 = \$91.82

=====

ADMIS.com | 312.242.7000 | Chicago | New York | London | Hong Kong | Singapore | Taipei | Shanghai

The information and comments contained herein is provided by ADM Investor Services, Inc. ("ADMIS") and NOT ADM. Futures and options trading involve significant risk of loss and may not be suitable for everyone. Therefore, carefully consider whether such trading is suitable for you in light of your financial condition. This report includes information from sources believed to be reliable and accurate as of the date of this publication, but no independent verification has been made and we do not guarantee its accuracy or completeness. Any reproduction or retransmission of this report without the express written consent of ADM Investor Services, Inc. is strictly prohibited. Again, the information and comments contained herein is provided by ADMIS and in no way should be construed to be information provided by ADM. Copyright © ADM Investor Services, Inc.

HAMS PRICES ON THE DAILY PRICE SHEET DROPPED BELOW \$80.00. THE 5 DAY AVERAGE IS \$81.17.  
AS EXPORTS SLOW, HAMS ARE SLOWING. THE NEED FOR HAMS IN THE U.S. WILL DROP THROUGH THE  
SUMMER.

=====

THE DIFFERENCE BETWEEN THE CME LEAN HOG INDEX AND THE CME PORK INDEX AROUND \$9.00 IS  
POSITIVE FOR PACKERS. IF IT NARROWS TO \$7.50 OR LESS, IT IS PACKER NEGATIVE.

=====

JUNE AND AUGUST LEAN HOGS ARE BEAR SPREAD AND ABOVE THE CASH MARKET.

=====

THE U.S. IS IMPORTING MORE PORK IN 2024.

189,173,000 POUNDS JANUARY – MARCH 2023

297,803,000 POUNDS JANUARY – MARCH 2024

=====

#### EXPORTS

EXPORTS WERE UP 24 PERCENT FOR THE WEEK BUT WERE DOWN 3 PERCENT ON THE 4 WEEK  
AVERAGE. MEXICO DID INCREASE BUYING BUT IT WAS AFTER TWO PREVIOUS LOW WEEK EXPORTS.  
CHINA WASN'T IN NOT EVEN FOR VARIETY MEATS.

FOR WEEK ENDING MAY 16, 2024 NET EXPORTS WERE 26,300 MT, 3 DOWN ON THE 4 WEEK AVERAGE  
MEXICO BOUGHT 10,300 MT. JAPAN 4,100 MT, SOUTH KOREA 2,600 MT AND CANADA 2000 MT .  
CHINA HAD NO BUYS.

WEEK ENDING MAY 9, 2024 NET EXPORTS WERE 21,100 MT  
WEEK ENDING MAY 2, 2024 NET EXPORTS WERE 24,400 MT.  
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

=====

STERLING PORK PROFIT TRACKER WEEK ENDING - MAY 18 , 2024

PACKER MARGINS \$9.40 LAST WEEK (\$0.93) MONTH AGO \$7.96 YEAR AGO (\$19.47)

FARROW TO FINISH MARGINS \$45.99 LAST WEEK \$49.99 MONTH AGO \$40.52 YEAR AGO \$1.78

THE PRICES TO CALCULATE MARGINS ARE FROM HOGS SOLD ON NEGOTIATED PRICES AND PORK POSTED ON DAILY CARCASS. BOTH ARE A  
VERY SMALL AMOUNT OF ACTUAL PORK OR HOG SOLD. STERLING MARKETING CAN ONLY USE DATA PROVIDED AND PRIVATE FORMULAS  
AND GRIDS FOR HOGS AND PORK ARE NOT INCLUDED BECAUSE PACKERS DON'T SHARE CONTRACTED PORK PRICES AND HOG PRODUCERS  
SELLING ON FORMULAS AND CONTRACTS DON'T SHARE HOW PRICES ARE STRUCTURED.

=====

**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 : 212.97

LOADS TRIM/PROCESS PORK : 24.38

2:00 PM	LOADS	CARCASS	LOIN	BUTT	PIC	RIB	HAM	BELLY
05/23/2024	237.35	98.69	100.83	130.18	73.81	170.96	79.79	124.70
CHANGE:		-1.38	1.26	0.93	-1.70	-1.59	-1.90	-5.01
FIVE DAY AVERAGE --		100.41	100.80	131.58	75.85	176.06	81.17	128.81

11:00 AM	LOADS	CARCASS	LOIN	BUTT	PIC	RIB	HAM	BELLY
05/23/2024	151.05	99.56	102.52	131.28	73.81	178.46	80.10	124.04
CHANGE:		-0.51	2.95	2.03	-1.70	5.91	-1.59	-5.67
FIVE DAY AVERAGE --		100.59	101.14	131.80	75.85	177.56	81.23	128.68

2:00 PM	LOADS	CARCASS	LOIN	BUTT	PIC	RIB	HAM	BELLY
05/22/2024	258.10	100.07	99.57	129.25	75.51	172.55	81.69	129.71
CHANGE:		-0.62	0.57	-3.77	-0.67	-8.26	-0.62	0.05
FIVE DAY AVERAGE --		100.73	100.96	131.77	76.32	177.00	81.79	128.58

=====

**HOG REPORT - PLANT DELIVERED PURCHASE MAY 23, 2024****NATIONAL NEGOTIATED PRICE**

HEAD COUNT: 2,009

LOWEST PRICE: 86.00

HIGHEST PRICE: 90.00

WEIGHTED AVERAGE 88.27

CHANGE FROM PREVIOUS DAY 0.44 HIGHER

**OTHER MARKET FORMULA (CARCASS)**

HEAD COUNT: 21,547

LOWEST BASE PRICE: 82.00

HIGHEST BASE PRICE: 99.77

WEIGHTED AVERAGE PRICE: 91.85

**SWINE/PORK MARKET FORMULA (CARCASS)**

HEAD COUNT 155,147

LOWEST BASE PRICE: 81.31

HIGHEST BASE PRICE: 94.82

WEIGHTED AVERAGE PRICE 89.99

ADMIS.com | 312.242.7000 | Chicago | New York | London | Hong Kong | Singapore | Taipei | Shanghai

The information and comments contained herein is provided by ADM Investor Services, Inc. ("ADMIS") and NOT ADM. Futures and options trading involve significant risk of loss and may not be suitable for everyone. Therefore, carefully consider whether such trading is suitable for you in light of your financial condition. This report includes information from sources believed to be reliable and accurate as of the date of this publication, but no independent verification has been made and we do not guarantee its accuracy or completeness. Any reproduction or retransmission of this report without the express written consent of ADM Investor Services, Inc. is strictly prohibited. Again, the information and comments contained herein is provided by ADMIS and in no way should be construed to be information provided by ADM. Copyright © ADM Investor Services, Inc.

**OTHER PURCHASE ARRANGEMENT (CARCASS)**

**HEAD COUNT: 53,530**

**LOWEST BASE PRICE: 82.23**

**HIGHEST BASE PRICE: 102.66**

**WEIGHTED AVERAGE PRICE: 91.66**

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

**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 22, 2024**

**\*\*PRODUCER SOLD:**

**HEAD COUNT 238,264**

**AVERAGE LIVE WEIGHT 285.53**

**AVERAGE CARCASS WEIGHT 214.00**

**PACKER SOLD:**

**HEAD COUNT 31,980**

**AVERAGE LIVE WEIGHT 287.54**

**AVERAGE CARCASS WEIGHT 216.98**

**PACKER OWNED:**

**HEAD COUNT 175,137**

**AVERAGE LIVE WEIGHT 285.12**

**AVERAGE CARCASS WEIGHT 217.40**

=====

**JUNE/JULY 2024 LEAN HOG SPREAD – BEAR SPREAD**



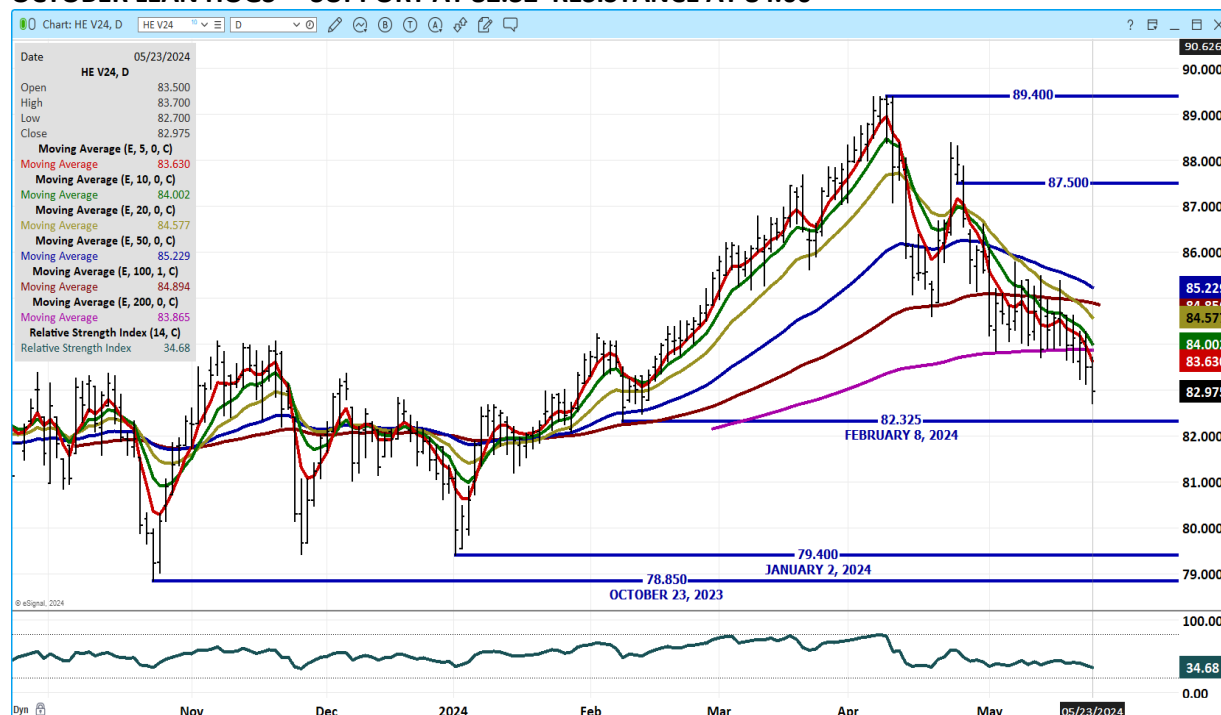
ADMIS.com | 312.242.7000 | Chicago | New York | London | Hong Kong | Singapore | Taipei | Shanghai

The information and comments contained herein is provided by ADM Investor Services, Inc. ("ADMIS") and NOT ADM. Futures and options trading involve significant risk of loss and may not be suitable for everyone. Therefore, carefully consider whether such trading is suitable for you in light of your financial condition. This report includes information from sources believed to be reliable and accurate as of the date of this publication, but no independent verification has been made and we do not guarantee its accuracy or completeness. Any reproduction or retransmission of this report without the express written consent of ADM Investor Services, Inc. is strictly prohibited. Again, the information and comments contained herein is provided by ADMIS and in no way should be construed to be information provided by ADM. Copyright © ADM Investor Services, Inc.

## JULY LEAN HOGS – RSI AT 28 SUPPORT AT 96.17 RESISTANCE AT 2.85 TO 99.90 VOLUME 18,300



## OCTOBER LEAN HOGS – SUPPORT AT 82.32 RESISTANCE AT 84.00



ADMIS.com | 312.242.7000 | Chicago | New York | London | Hong Kong | Singapore | Taipei | Shanghai

The information and comments contained herein is provided by ADM Investor Services, Inc. ("ADMIS") and NOT ADM. Futures and options trading involve significant risk of loss and may not be suitable for everyone. Therefore, carefully consider whether such trading is suitable for you in light of your financial condition. This report includes information from sources believed to be reliable and accurate as of the date of this publication, but no independent verification has been made and we do not guarantee its accuracy or completeness. Any reproduction or retransmission of this report without the express written consent of ADM Investor Services, Inc. is strictly prohibited. Again, the information and comments contained herein is provided by ADMIS and in no way should be construed to be information provided by ADM. Copyright © ADM Investor Services, Inc.

**Beef:** Net sales of 21,500 MT for 2024 were up 42 percent from the previous week and 32 percent from the prior 4-week average. Increases were primarily for China (5,800 MT, including decreases of 200 MT), South Korea (5,100 MT, including decreases of 400 MT), Mexico (2,900 MT), Japan (2,500 MT, including decreases of 300 MT), and Taiwan (1,600 MT, including decreases of 200 MT). Exports of 17,300 MT--a marketing-year high--were up 11 percent from the previous week and 15 percent from the prior 4-week average. The destinations were primarily to South Korea (5,100 MT), Japan (3,300 MT), China (3,100 MT), Taiwan (1,500 MT), and Mexico (1,300 MT).

**Pork:** Net sales of 26,300 MT for 2024 were up 24 percent from the previous week, but down 3 percent from the prior 4-week average. Increases were primarily for Mexico (10,300 MT, including decreases of 200 MT), Japan (4,100 MT, including decreases of 600 MT), South Korea (2,600 MT, including decreases of 800 MT), Canada (2,000 MT, including decreases of 600 MT), and Colombia (1,900 MT). Exports of 34,300 MT were up 3 percent from the previous week, but down 5 percent from the prior 4-week average. The destinations were primarily to Mexico (13,900 MT), Japan (4,700 MT), South Korea (4,300 MT), China (3,200 MT), and Canada (1,700 MT).

=====

ALL CHARTS FROM ESIGNAL INTERACTIVE, INC.

CHRISTOPHER LEHNER   CHRIS.LEHNER@ADMIS.COM   312 242 7942   913.787.6804