

Daily Futures Market Commentary Livestock Outlook

TUESDAY MORNING NOVEMBER 9, 2021 LIVESTOCK REPORT

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

CATTLE

USDA FEDERAL CATTLE SLAUGHTER

NOVEMBER 8, 2021	121,000
WEEK AGO	121,000
YEAR AGO	118,000

=====

BOXED BEEF FINAL	CHOICE	SELECT
CURRENT CUTOUT VALUES:	288.65	268.60
CHANGE FROM PRIOR DAY:	(0.89)	1.08
CHOICE/SELECT SPREAD:	20.05	
TOTAL LOAD COUNT (CUTS, TRIMMINGS, GRINDS)	103	
5 DAY SIMPLE AVERAGE:	288.64	266.80

CME BOXED BEEF INDEX FOR 11/05/2021 WAS AT 282.29 UP .56 FROM PREVIOUS DAY

=====

FINAL NOVEMBER 8, 2021

PRIMAL RIB	494.72	418.43
PRIMAL CHUCK	237.51	232.04
PRIMAL ROUND	258.82	252.15
PRIMAL LOIN	343.89	306.82
PRIMAL BRISKET	258.06	252.87
PRIMAL SHORT PLATE	182.01	182.01
PRIMAL FLANK	159.03	155.93

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.

FINAL NOVEMBER 5, 2021

PRIMAL RIB	504.94	419.24
PRIMAL CHUCK	238.67	231.08
PRIMAL ROUND	256.00	246.88
PRIMAL LOIN	343.68	308.14
PRIMAL BRISKET	258.22	251.79
PRIMAL SHORT PLATE	183.31	183.31
PRIMAL FLANK	157.75	154.81

=====

LOAD COUNT AND CUTOFF VALUE SUMMARY

Date	Choice	Select	Trim	Grinds	Total	CHOICE 600-900	SELECT 600-900
11/05	59	24	8	10	101	289.54	267.52
11/04	95	34	5	14	147	290.22	268.22
11/03	64	31	26	21	140	288.49	267.72
11/02	60	37	7	10	114	287.38	266.13
11/01	51	15	8	8	82	287.58	264.39
10/29	69	23	12	9	113	285.72	263.37

=====

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. **CURRENT VOLUME** - (one load equals 40,000 pounds)

Choice Cuts	49.77 loads	1,990,611 pounds
Select Cuts	24.97 loads	998,889 pounds
Trimming	14.99 loads	599,766 pounds
Ground Beef	13.11 loads	524,549 pounds

Packers need cattle but for how long. The seasonal demand for beef should remain strong now through the second week of December but demand will depend on the amount of beef that has been previously contracted. Contracting cattle and beef allows the packer the advantage of knowing how many cattle will be needed at a certain time and then matching up sales to meet cattle. With light sales on the daily beef market, beef buyers must meet whatever beef is available above the needs of contract buyers

=====

NOVEMBER 02, 2021 dressed steer and heifer weights were 887.0 compared to previous week at 885.7 up 1.3 pounds. Grading percent was 79.8% up .6% compared to previous week at 79.2%. It could be due to feedlots pushing less high cost grain or feedlots especially in the Southwest where packers are paying the same price for loads with just 35% Choice to Select to loads with 80% or more. The average grade of 79.2% shows why packers are paying a premium for Midwest cattle over Southwest cattle.

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

=====

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.

USDA POSTED SUMMARY CATTLE PRICES ON 11/08/2021

IA/MN – CASH – 130.00 STEERS AVERAGE WEIGHT 1559.4 POUNDS ON 1409 HEAD
 CASH – 130.00 HEIFERS WEIGHING 1359.7 ON 206 HEAD
 DRESSED - NO REPORTABLE TRADE.

NE – CASH - NO REPORTABLE TRADE.
 DRESSED – NO REPORTABLE TRADE.

KS – CASH - NO REPORTABLE TRADE.
 DRESSED – NO REPORTABLE TRADE.

TX/OK/NM – NO REPORTABLE TRADE.

CO – CASH **NOT REPORTED DUE TO CONFIDENTIALITY**
 DRESSED **NOT REPORTED DUE TO CONFIDENTIALITY**
 =====

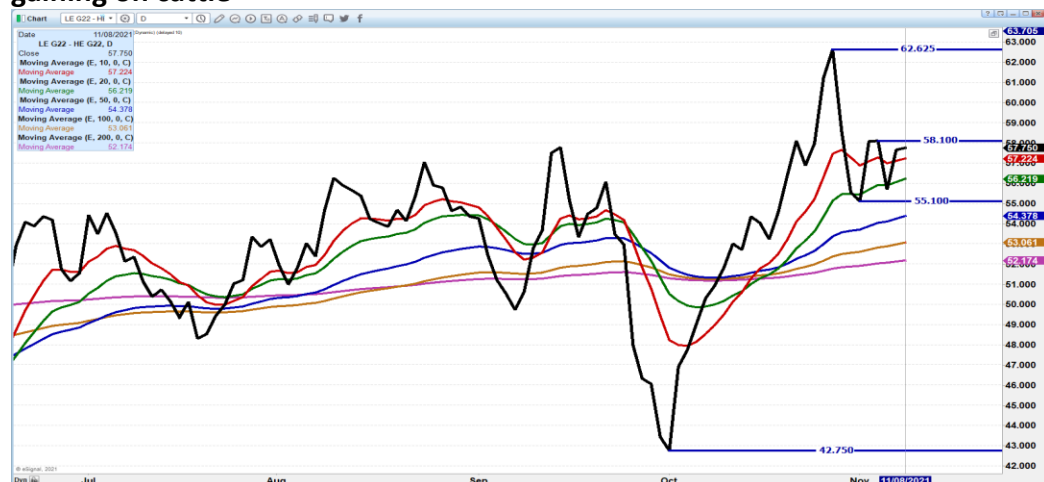
***National Daily Direct Cattle 11/08/21

5 day accumulated weighted avg

	Weight	Price	Head
Live Steer:	1484	\$129.51	34,898
Live Heifer:	1327	\$129.28	14,682
Dressed Steer:	967	\$202.90	14,252
Dressed Heifer:	864	\$202.58	4,698

https://www.ams.usda.gov/mnreports/nw_ls410.txt
 =====

FEBRUARY 2022 LIVE CATTLE/FEBRUARY 2022 LEAN HOG SPREAD – cattle should remain gaining on cattle



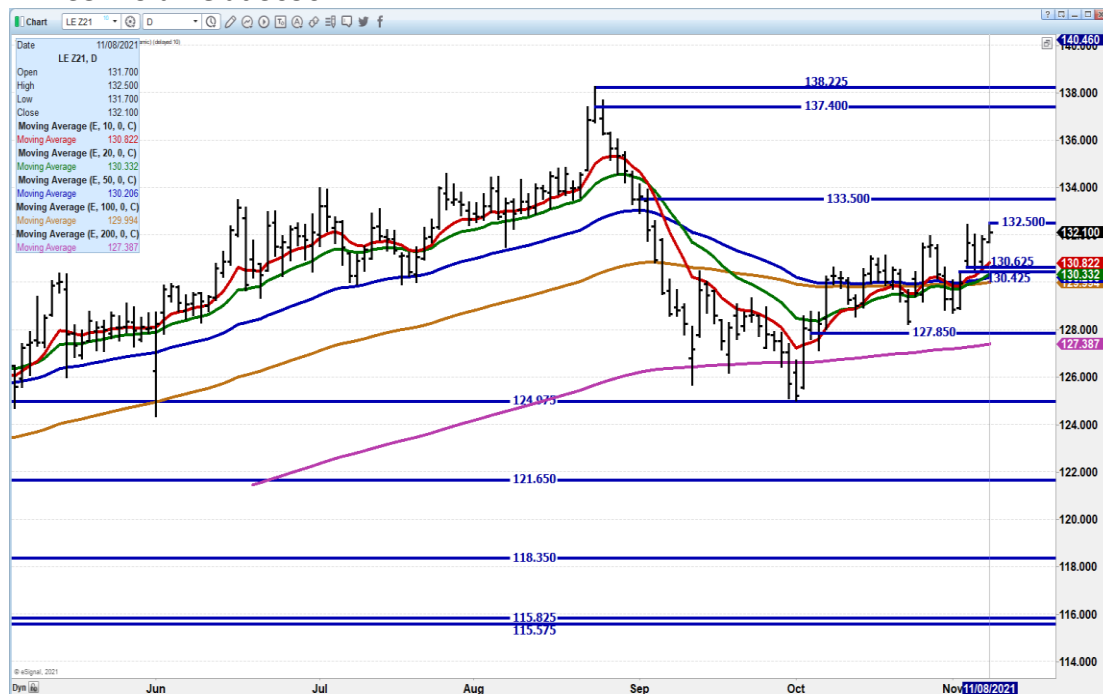
ADMIS.com | 312.242.7000 | Chicago | New York | London | Hong Kong | Singapore | Taipei | Shanghai

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.

FEBRUARY 2022 / APRIL 2022 LIVE CATTLE SPREAD – spread widening is bearish



DECEMBER 2021 LIVE CATTLE – 132.50 to 133.50 resistance . Support at 130.80 to 129.90 to 127.35 Volume at 30902



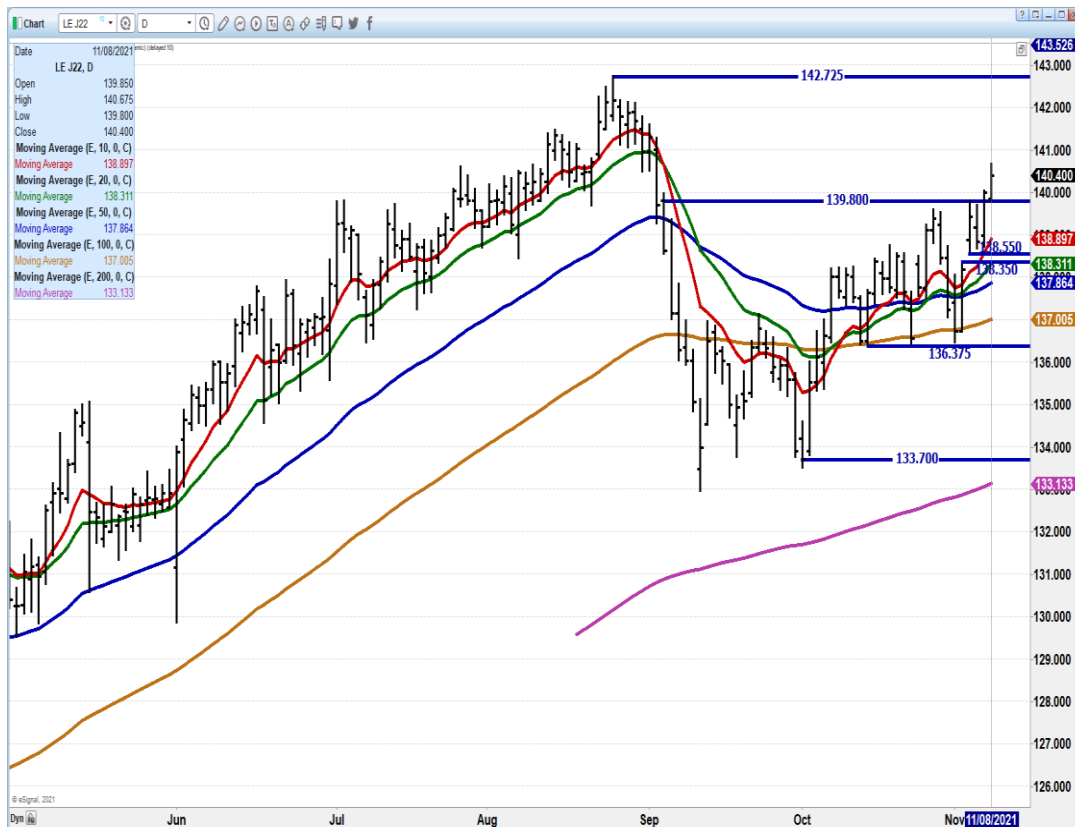
ADMIS.com | 312.242.7000 | Chicago | New York | London | Hong Kong | Singapore | Taipei | Shanghai

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.

FEBRUARY 2021 LIVE CATTLE - volume at 28992 fairly active.. funds are rolling from Dec to Feb Resistance at 137.90 Support at 135.95 to 134.25



APRIL 2022 LIVE CATTLE – Volume Monday at 10908 Resistance is 141.87 Support at 138.70 to 137.00



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.

Feeder Cattle

CME FEEDER INDEX ON 11/05/2021 WAS 154.62 DOWN .65 FROM PREVIOUS DAY -

NOVEMBER 2021 FEEDER CATTLE FUTURES SETTLED ON NOVEMBER 8, 2021 \$158.57

=====

NATIONAL FEEDER & STOCKER CATTLE SUMMARY – WEEK ENDING 11/06/2021

RECEIPTS:	AUCTIONS	DIRECT	VIDEO/INTERNET	TOTAL
THIS WEEK:	297,900	16,900	35,100	349,900
LAST WEEK:	265,700	27,000	6,200	298,900
YEAR AGO:	222,900	26,800	18,800	268,500

COMPARED TO LAST WEEK, STEERS AND HEIFERS SOLD 2.00 LOWER TO 1.00 HIGHER. DEMAND WAS MODERATE TO GOOD, WITH YEARLINGS HAVING THE BEST DEMAND AGAIN. THIS TIME OF YEAR IS ALWAYS A STRUGGLE TO HOLD CALF PRICES UP AS THERE ARE SO MANY OF THEM IN THE MARKET PLACE. THOSE CALVES WILL CONTINUE TO “COMPETE” AGAINST ONE ANOTHER THROUGHOUT THEIR LIFETIME. THEY COMPETE FOR THE BEST PRICE NOW AS A CALF, THEN AS A YEARLING COMING OFF WHEAT OR OUT OF A BACKGROUNDING YARD AND AGAIN AS A FED ANIMAL WHEN THEY GO TO A PROCESSOR, WHICH FOR SPRING BORN CALVES IS TYPICALLY JUNE TO AUGUST TIMEFRAME. EITHER ELONGATING OR SHORTENING THE “SHELF-LIFE” OR MARKETING OPPORTUNITY FOR A SET OF CALVES COMING OFF THE COW CAN MEAN THE DIFFERENCE BETWEEN BREAKEVEN AND PROFIT FOR THE ORIGINAL OWNER. FREEZING TEMPERATURES IN THE MID-SECTION OF THE COUNTRY THIS WEEK HOPEFULLY WILL HELP WITH THE HEALTH ON A LOT OF CATTLE, HOWEVER TEMPS AROUND 70 DEGREES COULD BRING AN ONSET OF A FEW SNOTTY NOSES AT THE FEED BUNKS.

[HTTPS://WWW.AMS.USDA.GOV/MNREPORTS/SJ_LS850.TXT](https://www.ams.usda.gov/mnreports/sj_ls850.txt)

=====

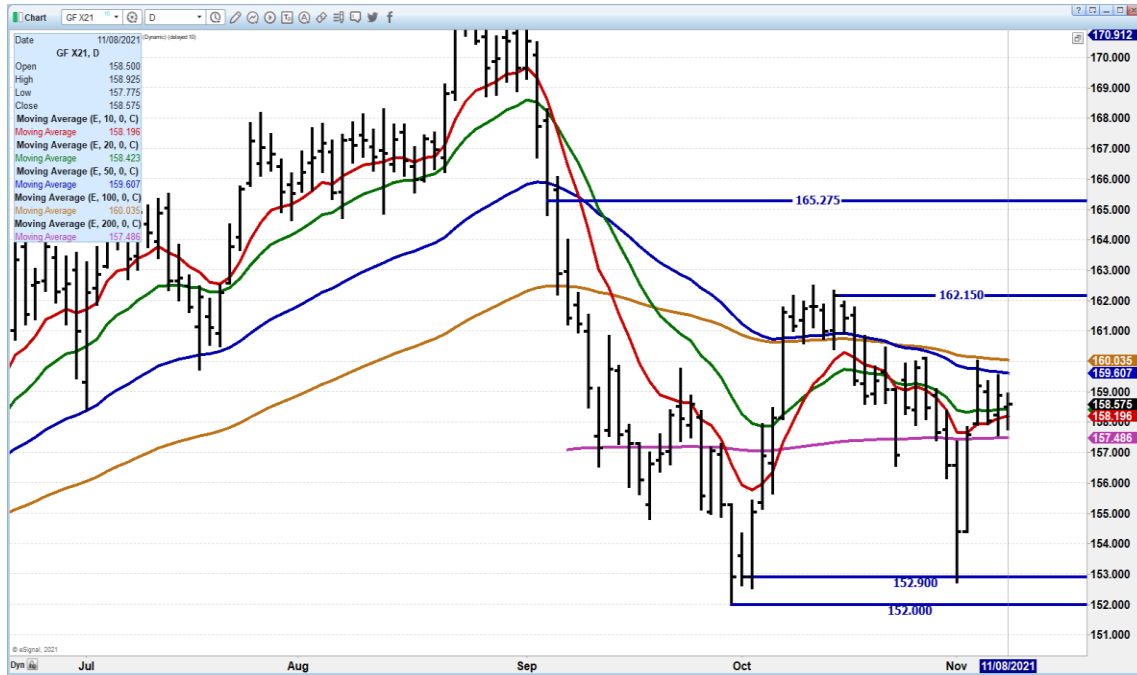
FEWER FEEDER CATTLE ARE AVAILABLE BUT WITH GRAINS AT CURRENT HIGH PRICES, THE FEEDLOTS THAT DON'T SELL CATTLE ON LONG TERM CONTRACTS CAN'T BOOK PROFITS AND AREN'T FILLING LOTS AND FEEDLOTS THAT ALSO RAISE GRAIN ARE BETTER OFF SELLING GRAIN THAT PUTTING IT THROUGH CATTLE.

=====

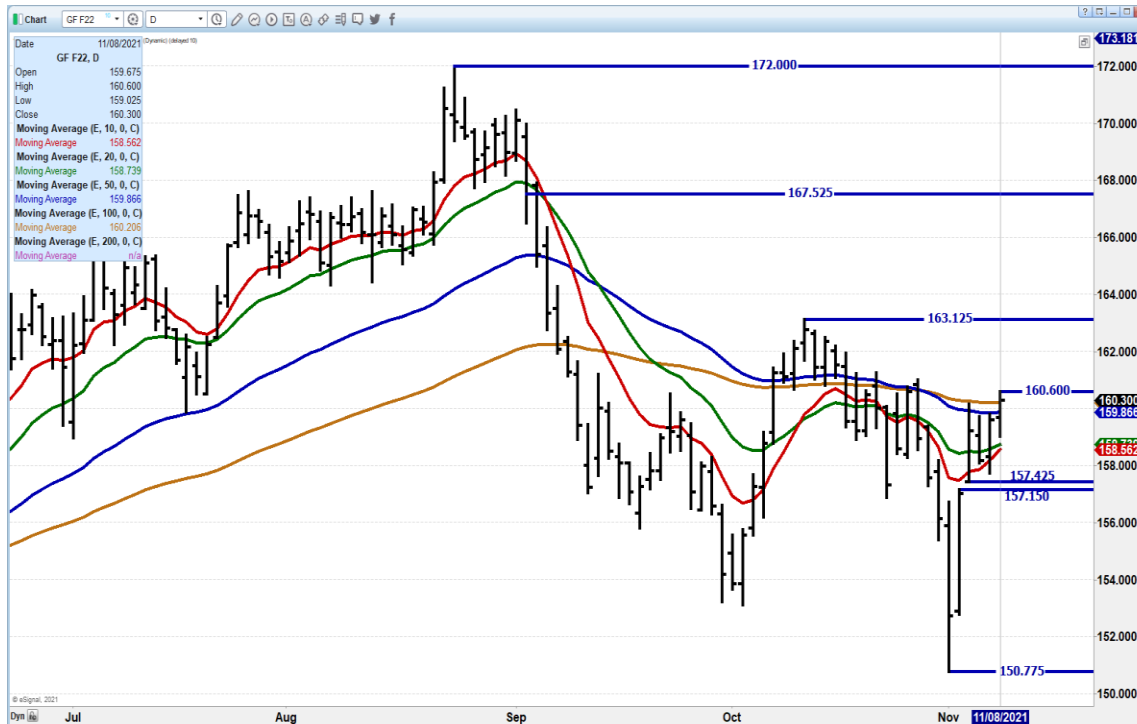
ADMIS.com | 312.242.7000 | Chicago | New York | London | Hong Kong | Singapore | Taipei | Shanghai

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.

NOVEMBER 2021 FEEDER CATTLE – RESISTANCE AT 160.00 SUPPORT AT 157.45



ANUARY 2022 FEEDER CATTLE – NEAR HIGH END OF RECENT MOVE. IF CORN HIGHER TUESDAY LOOK FOR DOWN TURN RESISTANCE AT 160.60 TO 63.20 SUPPORT AT 158.50 TO 157.15



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.

LEAN HOGS

USDA ESTIMATED FEDERAL HOG SLAUGHTER

NOVEMBER 8, 2021	477,000
WEEK AGO	472,000
YEAR AGO	491,000

****REVISED SATURDAY HOG SLAUGHTER..227,000 PREVIOUS ESTIMATE 235,000**

****NEW WEEK TO DATE..2,603,000** PREVIOUS ESTIMATE 2,611,000**

=====

CME CASH LEAN HOG INDEX 11/04/2021 AT \$78.69 UP .37 FROM PREVIOUS DAY

CME PORK CUTOUT INDEX 11/05/2021 AT \$96.15 DOWN .04 FROM PREVIOUS DAY

CME CASH FRESH BACON INDEX ON 11/05/2021 WAS 203.21 COMPARED TO 10/29/2021 WAS 212.49

CME PORK INDEX TO CME LEAN HOG INDEX plus 17.46 – As the CME Pork Cutout Index gains on the CME Lean Hog Index, packer profits increase.

=====

Anyone trading the daily morning pork carcass cutout as a way to estimate pork price movement is doing themselves a disservice. Look at the ham primal prices on the table. Why did someone pay \$96.56 in the morning and why did someone in the afternoon pay \$66.86?**

For one the movement of pork is just a smidgen of total pork movement and most of all the fluctuations of prices from one day to the next and from morning to afternoon prices often is so different that it distorts reality if there is reality on daily movement because of so light of sales.

Use the 5 day average prices. Unless we know the components of the formulas between sellers and buyers, the daily market is simply a thimbleful of prices packers put out to appease the USDA on “fair” reporting.

Pork prices have been steadily moving lower. Lean hog prices have been steadily moving lower. Cash hogs have been moving lower. Large speculators are bear spread.

Without a spot month in November, spreading is the biggest trade. Large specs are bear spread.

=====

At this time there has been no resolution on the California proposal to restrict pork sales to California. Ban will begin in January

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.

USDA MARKET NEWS

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

NATIONAL DAILY PORK REPORT FOB PLANT - NEGOTIATED SALES

NOVEMBER 8, 2021

LOADS OF PORK CUTS: 304.17

TRIM/PROCESSED PORK: 32.92

FINAL

DATE	LOADS	CARCASS	LOIN	BUTT	PIC	RIB	HAM	BELLY
11/08/2021	337.09	94.86	92.36	98.50	74.04	131.87	66.86	165.07
CHANGE:		-1.49	0.54	-0.46	0.62	2.18	-8.87	3.41
FIVE DAY AVERAGE --		96.71	95.83	97.65	73.85	132.06	74.17	160.27

NOON

DATE	LOADS	CARCASS	LOIN	BUTT	PIC	RIB	HAM	BELLY
11/08/2021	175.09	103.61	92.91	99.07	75.71	132.28	96.56	171.58
CHANGE:		7.26	1.09	0.11	2.29	2.59	20.83	9.92
FIVE DAY AVERAGE --		98.46	95.94	97.77	74.19	132.14	80.11	161.58

FINAL

DATE	LOADS	CARCASS	LOIN	BUTT	PIC	RIB	HAM	BELLY
11/05/2021	304.85	96.35	91.82	98.96	73.42	129.69	75.73	161.66
CHANGE:		-1.34	-11.01	7.35	2.57	-4.00	3.47	-1.55
FIVE DAY AVERAGE --		96.23	96.52	97.79	73.23	131.37	72.60	159.12

=====

NATIONAL DAILY DIRECT HOG PRIOR DAY REPORT - SLAUGHTERED SWINE

https://www.ams.usda.gov/mnreports/ams_2511.pdf

Slaughter Data for Friday, November 5, 2021 and Saturday, November 6, 2021

Average live weight: 289.35

Average carcass 216.47

=====

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

DAILY DIRECT AFTERNOON HOG REPORT NOVEMBER 08, 2021

National Negotiated Carcass Price

Lowest price: 58.00

Highest price: 61.00

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.

Weighted Average Price **59.03**

Head Count: 6,909

From Previous day **0.87 lower**

=====

Other Market Formula (Carcass)

Lowest Base Price 63.17

Highest base price: 94.40

Weighted Average Price: **78.01**

Head Count: 48,282

Pork Market Formula (Carcass)

Lowest base price: 59.32

Highest Base Price: 92.27

Weighted Average Price: **78.88**

Head Count: 243,344

Other Purchase Arrangement (Carcass)

Lowest base price: 62.46

Highest base price: 97.24

Weighted Average Price: **80.58**

HEAD COUNT: 190,560

=====

FEBRUARY 2022 CATTLE/HOG SPREAD IN CATTLE SECTION – CHECK IT OUT

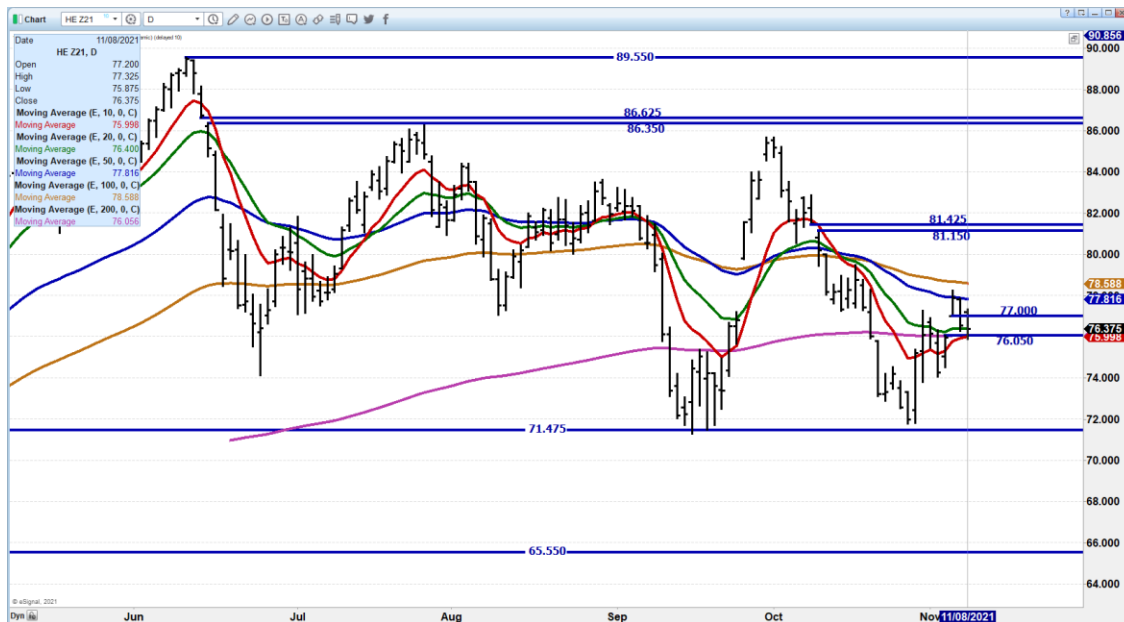
FEBRUARY/APRIL 2022 LEAN HOG SPREAD. – FINCREASED BEAR SPREAD ON MONDAY.



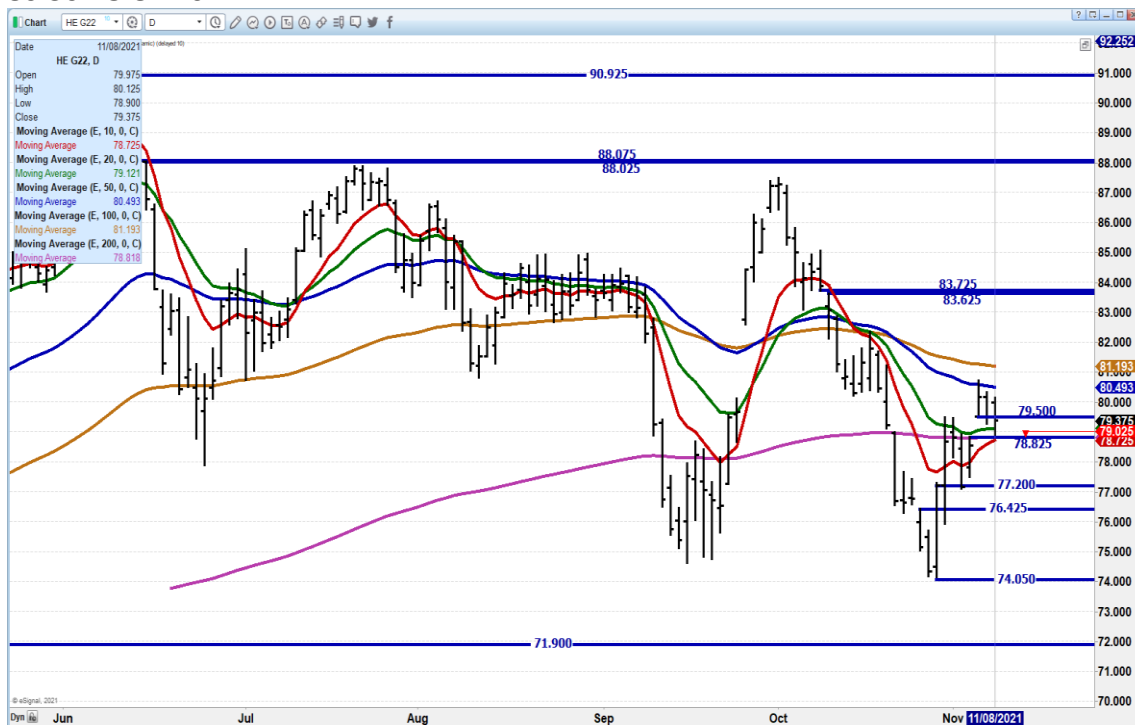
ADMIS.com | 312.242.7000 | Chicago | New York | London | Hong Kong | Singapore | Taipei | Shanghai

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.

DECEMBER 2021 LEAN HOGS – VOLUME AT 21,500 Support at 76.00 to 71.47 Resistance at 77.80 to 78.60



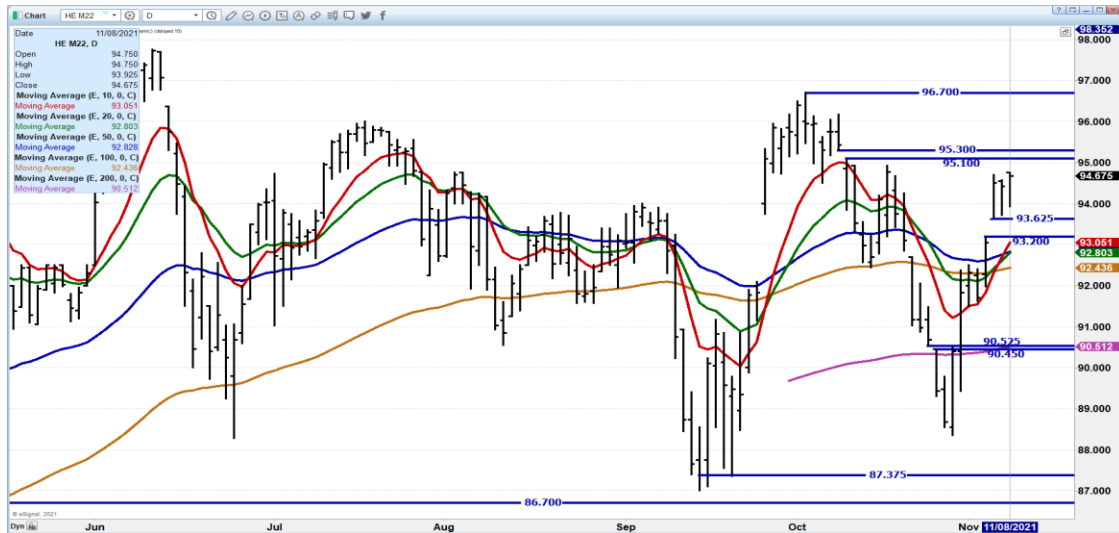
FEBRUARY 2022 LEAN HOGS - VOLUME 14825 SUPPORT AT 78.70 TO 77.20 RESISTANCE AT 80.50 TO 81.20



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.

JUNE 2022 LEAN HOGS – Resistance at 95.30 to 96.70 Support at 93.00 to 92.37 down to 90.50



CHARTS FROM ESIGNAL INTERACTIVE, INC.

Christopher Lehner chris.lehner@admis.com

312.242.7942 913.787.6804

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.