



ADM Investor
Services, Inc.

Daily Futures Market Commentary Livestock Outlook

TUESDAY MORNING AUGUST 2, 2022 LIVESTOCK REPORT

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

CATTLE

USDA FEDERAL CATTLE SLAUGHTER

AUGUST 1, 2022	124,000
WEEK AGO	124,000
YEAR AGO	117,000

=====		
BOXED BEEF 2:00 PM	CHOICE	SELECT
CURRENT CUTOUT VALUES:	270.60	242.90
CHANGE FROM PRIOR DAY:	1.36	0.65
CHOICE/SELECT SPREAD:		27.70
TOTAL LOAD COUNT (CUTS, TRIMMINGS, GRINDS)		99
5 DAY SIMPLE AVERAGE:	268.45	242.75
5 DAY SIMPLE AVERAGE: ON 7/1/22	265.94	242.99

CME BOXED BEEF INDEX ON 07/29/2021 WAS 262.06 UP 12 CENTS FROM PREVIOUS DAY

2:00 PM AUGUST 1, 2022

PRIMAL RIB	408.65	323.34
PRIMAL CHUCK	221.05	216.67
PRIMAL ROUND	216.07	210.93
PRIMAL LOIN	380.21	312.41
PRIMAL BRISKET	222.94	203.73
PRIMAL SHORT PLATE	184.43	184.43
PRIMAL FLANK	159.55	154.93

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.

11:00 AM AUGUST 1, 2022

PRIMAL RIB	409.33	322.62
PRIMAL CHUCK	221.54	218.52
PRIMAL ROUND	216.00	214.40
PRIMAL LOIN	378.71	309.86
PRIMAL BRISKET	223.04	203.95
PRIMAL SHORT PLATE	184.52	184.52
PRIMAL FLANK	159.77	157.06

2:00 PM JULY 29, 2022

PRIMAL RIB	405.81	317.94
PRIMAL CHUCK	220.07	217.87
PRIMAL ROUND	214.97	212.56
PRIMAL LOIN	377.24	308.87
PRIMAL BRISKET	225.44	203.76
PRIMAL SHORT PLATE	184.41	184.41
PRIMAL FLANK	159.89	154.71

2:00PM JULY 01, 2022 PREVIOUS MONTH

PRIMAL RIB	377.01	317.13
PRIMAL CHUCK	220.94	216.54
PRIMAL ROUND	211.63	210.25
PRIMAL LOIN	364.10	299.86
PRIMAL BRISKET	229.17	209.56
PRIMAL SHORT PLATE	196.71	196.71
PRIMAL FLANK	162.40	154.09

=====

LOAD COUNT AND CUTOFF VALUE SUMMARY

Date	Choice	Select	Trim	Grinds	Total	600-900	600-900
07/29	42	13	8	11	74	269.24	242.25
07/28	64	15	11	9	99	267.77	240.81
07/27	88	29	9	19	146	267.99	241.81
07/26	66	28	9	12	115	269.11	243.88
07/25	48	17	16	10	90	268.11	245.00
07/22	56	14	13	12	95	267.12	242.50 FRIDAY

=====

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

Choice Cuts	49.33 loads	1,973,123 pounds
Select Cuts	29.81 loads	1,192,262 pounds
Trimmings	6.75 loads	269,982 pounds
Ground Beef	13.46 loads	538,321 pounds

From the end of June 2022 through July 2022 steer prices were down about \$6.50/cwt. There was a small improvement on boxed beef prices. Choice boxed beef was up about \$2.50/cwt and Select boxed beef was steady. The biggest gain in beef were the Choice rib sections and Choice Loin sections. Choice rib primals were up close to \$29.00/cwt and Choice loin primal cuts gained about \$13.00/cwt. Select rib sections were about steady and Select loin sections about \$9.00/cwt higher. The cutout shows the consumer is willing to pay for high quality beef. Exporters want high grading beef.**

The big premiums packers paid in the Midwest during June and the first two weeks of July from \$10.00/cwt and for a few lots \$15.00/cwt above prices paid in the Southwest worked to entice feedlots in the Midwest to keep cattle on feed longer.

(** 5 day simple average price – With small amount of beef moved on the daily market, the 5 day average is a better representative of price movement. Last week there were 524 total loads of beef sold on the daily market, an average of 104.8 loads/day. The total kill was 669,000 head with average heifer and steer carcass near 865 pounds. Also need to look at movement weights of individual primal. For instance rib sections have been strongest primal since July 4th helping to move boxed beef higher. However, movement of rib sections is light Monday movement totaled 24,831 pounds or 6.2 loads out of 99 total loads

=====

Net export sales last week were 25,300 MT. South Korea strongest buyer taking 7,900 MT, Japan took 7000 MT and China took 3,100 MT with Taiwan taking 2,500 MT. If weekly exports stay near this level, exports will be exceptionally strong.

=====

Higher prices for feeder cattle and the availability of feeder cattle may play right into what the packer wants, heavier cattle. Interest rates increasing along with fewer feeder cattle are going to add to costs of feedlots. It is likely feedlots will keep feeders on feed longer versus moving as soon as they are ready especially in the Midwest.

=====

As of JULY 26, 2022 dressed steer and heifer carcasses last week averaged 864.6 pounds up 1.5 pounds compared to previous week at 863.1 pounds . The grading percent was 81.0% compared to previous week at 80.7%.

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.

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

=====
*****NATIONAL DAILY DIRECT CATTLE 08/01/22**

5 DAY ACCUMULATED WEIGHTED AVG

	WEIGHT	PRICE	HEAD
*LIVE STEER:	1438	\$140.23	25,870
LIVE HEIFER:	1326	\$138.18	12,810
DRESSED STEER:	927	\$225.41	15,904
DRESSED HEIFER:	840	\$225.08	3,686

PREVIOUS MONTH END

*****NATIONAL DAILY DIRECT CATTLE 06/30/22**

5 DAY ACCUMULATED WEIGHTED AVG

	WEIGHT	PRICE	HEAD
LIVE STEER:	1456	\$146.82	43,781
LIVE HEIFER:	1294	\$144.86	18,242
DRESSED STEER:	917	\$234.51	23,934
DRESSED HEIFER:	829	\$234.70	6,227

USDA POSTED SUMMARY CATTLE PRICES ON 08/01/2022

**IA/MN – CASH - NO REPORTABLE TRADE.
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.
DRESSED – NO REPORTABLE TRADE.**

CO – **NOT REPORTED DUE TO CONFIDENTIALITY**

=====

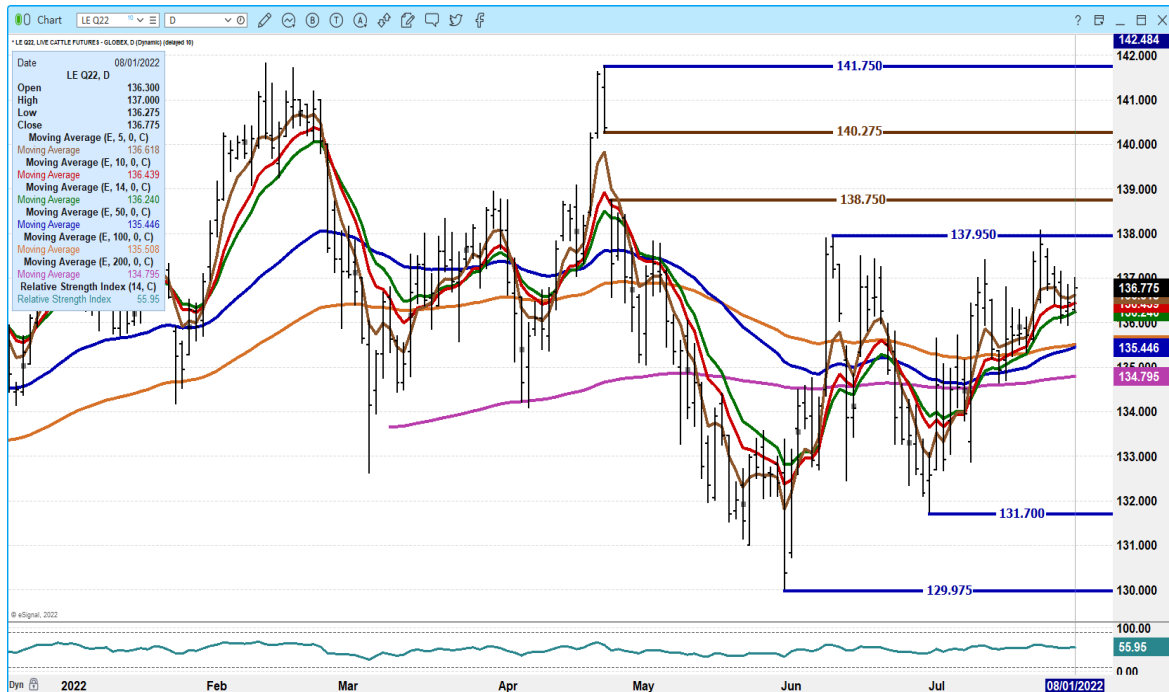
ADMIS.com | 312.242.7000 | Chicago | New York | London | Hong Kong | Singapore | Taipei | Shanghai

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/APRIL 2023 LIVE CATTLE SPREAD – FEWER CATTLE EXPECTED INTO 2023 SHOULD SEE SPREAD GO TO A BULL SPREAD FROM A BEAR SPREAD



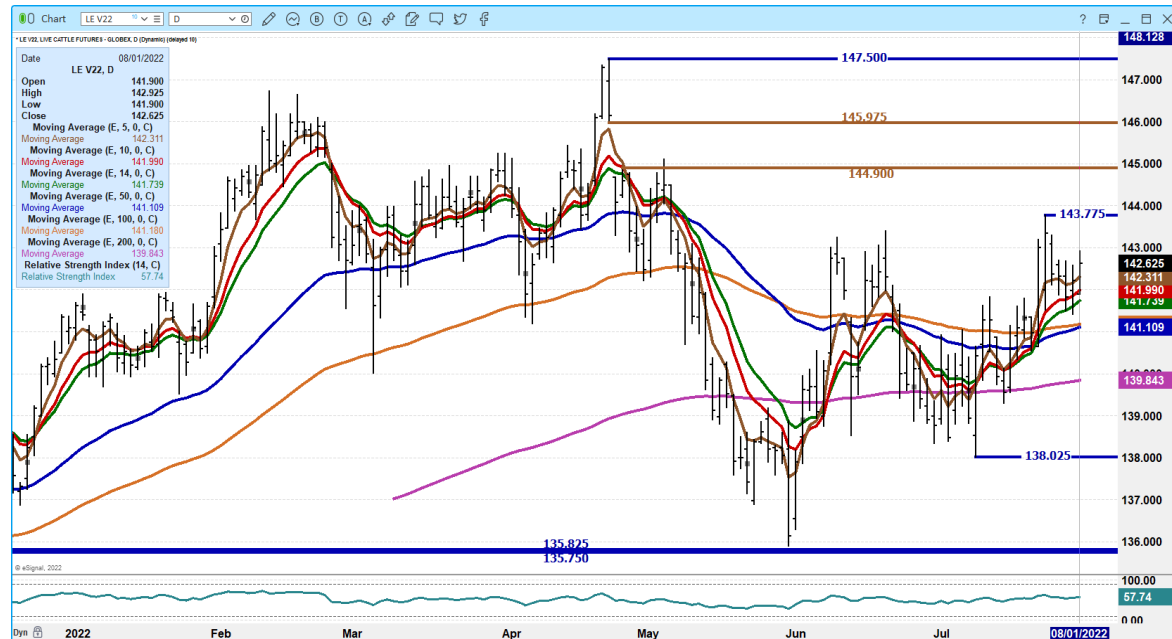
AUGUST 2022 LIVE CATTLE – VOLUME AT 8145 OPEN INTEREST AT 24, 283 SUPPORT AT 136.20 TO 134.80 RESISTANCE AT 138.00 TO 138.75



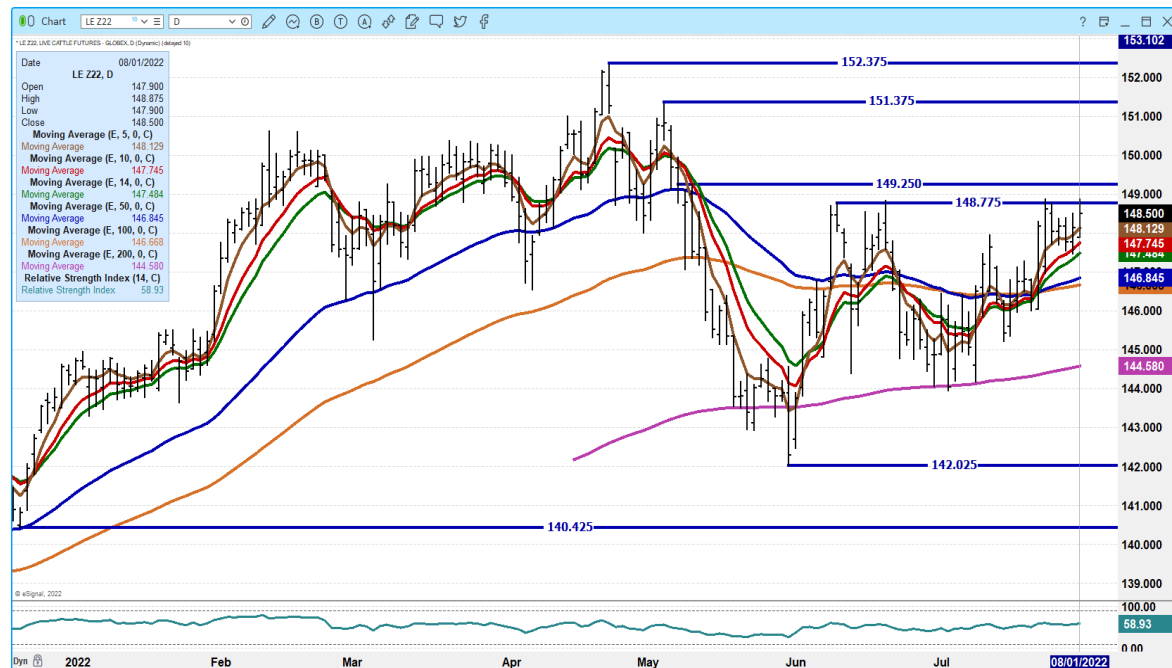
ADMIS.com | 312.242.7000 | Chicago | New York | London | Hong Kong | Singapore | Taipei | Shanghai

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.

OCTOBER 2022 LIVE CATTLE - VOLUME AT 20,344 SUPPORT AT 141.70 TO 141.00 RESISTANCE AT 143.77 TO GAP AT 144.90 TO 145.97



DECEMBER 2022 LIVE CATTLE – VOLUME AT 9,882 SUPPORT AT 147.50 TO 146.67 RESISTANCE AT 149.25 TO 151.37



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 07/29/2022 WAS 174.74 DOWN 2.43 FROM PREVIOUS DAY -

AUGUST 2022 FEEDER CATTLE SETTLED ON 8/01/2022 AT \$179.65

=====

CME INDEX TRYING TO CATCH UP TO THE CME PRICE AND THE CME HAS TO CATCH UP TO ACTUAL CASH PRICES. CASH FEEDER CATTLE AT AUCTIONS ARE AT LEAST \$4.00 TO \$5.00 BETTER THAN CME PRICES ESPECIALLY FOR 700 POUND TO 800 POUNDS. PACKER AND CONTRACT BUYERS ARE THE BEST BUYERS.

=====

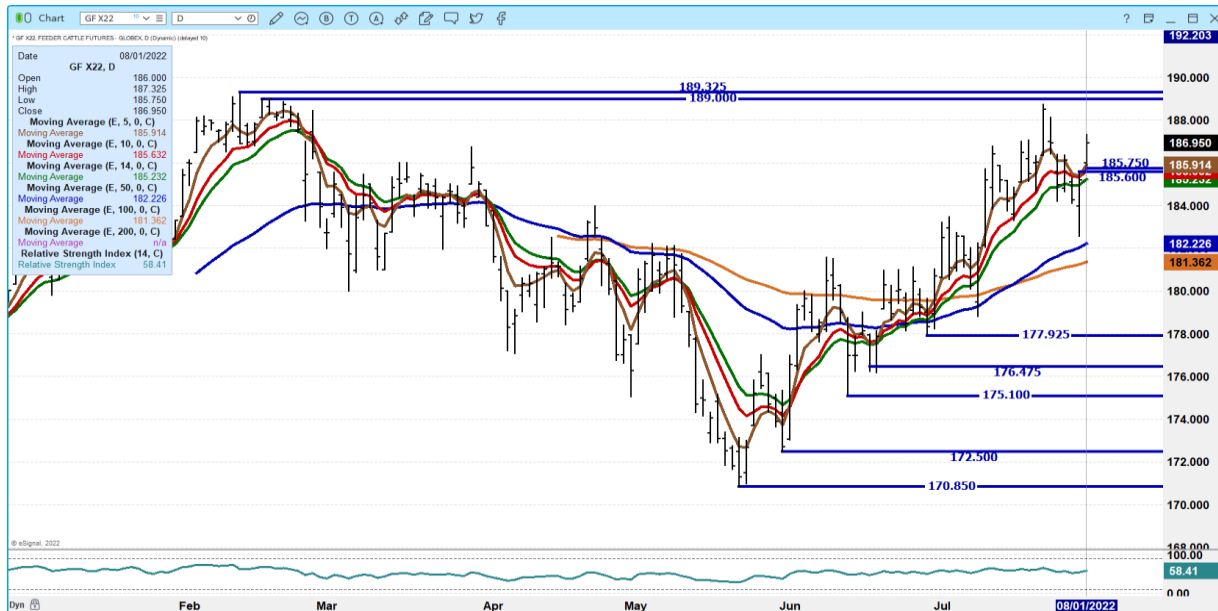
AUGUST 2022 FEEDER CATTLE – STRONG MARKET HELPED BY LOWER GRAIN PRICES MONDAY. SUPPORT AT 175.55 RESISTANCE AT 182.05 TO 182.50



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 2022 FEEDER CATTLE – resistance at 189.00 to 189.32 support at 185.20 to 182.22



LEAN HOGS

USDA ESTIMATED FEDERAL HOG SLAUGHTER

AUGUST 1, 2022	408,000
WEEK AGO	450,000
YEAR AGO	414,000

YEAR TO DATE SLAUGHTER DOWN 2,747,000 HEAD 7/30/22

=====

CME CASH LEAN HOG INDEX 07/28/2022 AT 121.42 UP 84 CENTS FROM PREVIOUS DAY

CME PORK CUTOUT INDEX 07/29/2022 AT 127.48 UP 46 CENTS FROM PREVIOUS DAY –

CME CASH FRESH BACON INDEX ON JULY 29, 2022 WAS 259.52 COMPARED TO JULY 22, 2022 AT 236.40

THE CME LEAN HOG INDEX IS MINUS 6.06 TO THE CME PORK INDEX -

=====

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.

Bound to happen. Packer cutting kill on Monday. From what I was told, but I can't verify the packer, a packer used a floating holiday on Monday. As you may recall, packers worked on Presidents Day and Emancipation Day.

I wouldn't be at all surprised to see more packers do it. Since majority of pork is contracted and daily pork is such a small amount, shutting down a day isn't going to rally pork any more than it is currently doing.

Last week, there wasn't even one day when pork movement was over 300 loads including trimmings. Monday, 8/01/2022, sales just barely made it over 300 loads. Packers can't keep plants open when fixed and variable costs are eating them up. The packer margins companies like Sterling Marketing use are based on prices posted by the USDA on daily prices, not the majority of pork sold on contracts. They don't use contract hog prices or contracted meat prices and they aren't calculated on hogs killed per shackle or by the hour or use fixed cost expenses. Plant working short hours lose money.

=====

Last week, pork exports were decent at 21,600 MT especially with fewer hogs killed in the US. Mexico biggest buyer buying 13,100 MT Japan 7000 MT China took 3,100 MT

=====

With the lower hog kill, there is less pork available. It is a seller's market.

=====

Packers are buying as many hogs as possible that are market ready. Weights on formula and carcass purchased hogs have been coming down and feedlots that sell on the open market are moving hogs as soon as they are ready capturing the better prices as they move up.

=====

DAILY PORK 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

AUGUST 01, 2022

LOADS OF PORK CUTS: 269.03

TRIM/PROCESSED PORK: 37.72

2:00 PM	LOADS	CARCASS	LOIN	BUTT	PIC	RIB	HAM	BELLY
08/01/2022	306.76	127.70	105.55	144.56	87.42	166.28	120.14	215.12
CHANGE:		0.36	1.10	-4.86	-2.99	0.27	1.78	2.43
FIVE DAY AVERAGE --		127.48	104.80	152.70	88.96	166.52	118.09	212.61

2:00 PM	LOADS	CARCASS	LOIN	BUTT	PIC	RIB	HAM	BELLY
07/29/2022	226.12	127.34	104.45	149.42	90.41	166.01	118.36	212.69
CHANGE:		-1.45	-3.56	-10.15	1.40	2.90	3.23	-3.68
FIVE DAY AVERAGE --		127.50	104.64	155.55	89.14	167.73	117.58	211.74

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.

PREVIOUS MONTH

2:00PM	LOADS	CARCASS	LOIN	BUTT	PIC	RIB	HAM	BELLY
07/01/2022	241.41	108.75	98.14	146.15	72.82	181.73	99.06	149.48
CHANGE:		1.50	0.02	-8.69	4.69	-0.70	4.86	5.51
FIVE DAY AVERAGE --		107.81	98.71	151.87	71.82	180.62	96.09	144.48

=====

****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 FOR FRIDAY, JULY 29, 2022 AND SATURDAY, JULY 30, 2022

NEGOTIATED

****PRODUCER SOLD:**

AVERAGE LIVE WEIGHT 277.26
AVERAGE CARCASS WEIGHT 208.54
HEAD COUNT 217,644

PACKER SOLD:

AVERAGE LIVE WEIGHT 287.72
AVERAGE CARCASS WEIGHT 216.80
HEAD COUNT 26,761

PACKER OWNED:

AVERAGE LIVE WEIGHT 283.82
AVERAGE CARCASS WEIGHT 215.74
HEAD COUNT 139,300

=====

****DAILY DIRECT AFTERNOON HOG REPORT - PLANT DELIVERED PURCHASE**

AUGUST 01, 2022

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

National Negotiated Carcass Price

Lowest price: 113.50
Highest price: 128.00
Weighted Average 116.14
Change from Previous Day -0.94 LOWER
Head Count: 3,956

National Negotiated Carcass Price PREVIOUS WEEK FRIDAY PRICES

Lowest price: 113.50
Highest price: 134.00
Weighted Average 118.48
Change from Previous Day -6.23 lower
Head Count: 4,795

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 Market Formula (Carcass)

Lowest Base Price 79.27
Highest base price: 123.37
Weighted Average Price: 105.31
Head Count: 31,129

Pork Market Formula (Carcass)

Lowest base price: 101.87
Highest Base Price: 130.67
59Weighted Average Price 118.26
Head Count 127,179

Other Purchase Arrangement (Carcass)

Lowest base price: 91.35
Highest base price: 125.14
Weighted Average Price: 114.29
HEAD COUNT: 60,678

=====

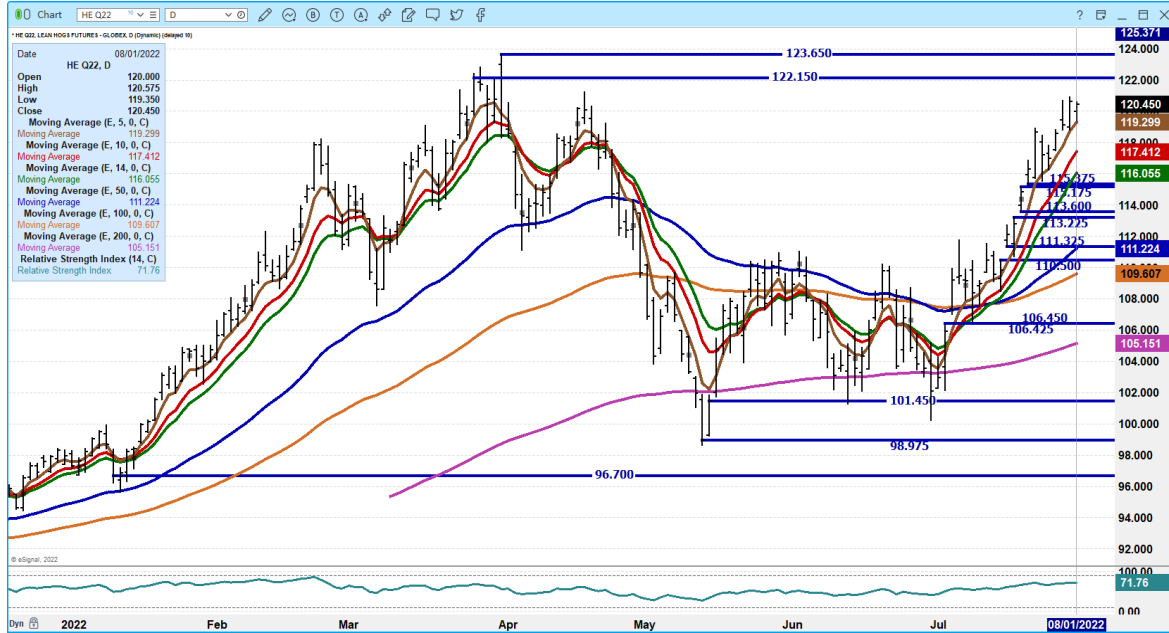
FEBRUARY/APRIL 2023 LEAN HOG SPREAD - FEWER HOGS AND CATTLE ARE EXPECTED IN 2023



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 2022 LEAN HOGS – 5 DAY AVERAGE IS SUPPORT AT 119.30 TO 116.05 RESISTANCE AT 122.15 TO 123.65 VOLUME AT 4942 OPEN INTEREST AT 20,122



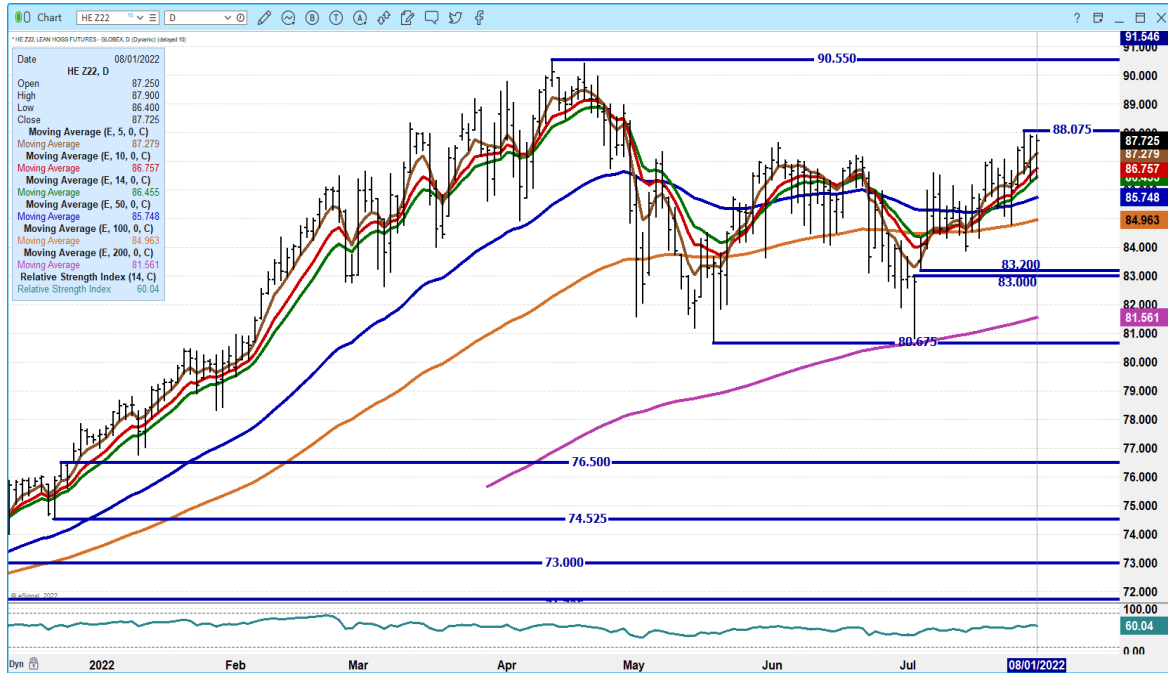
OCTOBER 2022 LEAN HOGS – VOLUME AT 17,656 RESISTANCE AT 97.87 TO 100.82



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.

**DECEMBER 2022 LEAN HOGS – SUPPORT AT 86.40 TO 83.00 RESISTANCE AT 88.07 TO 90.55
VOLUME AT 9,882**



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.