



ADM Investor
Services, Inc.

Daily Futures Market Commentary Livestock Outlook

FRIDAY MORNING JULY 7, 2023 LIVESTOCK REPORT

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

BEEF AND PORK EXPORT HIGHLIGHTS ON LAST PAGE

CATTLE

JULY 06, 2023	127,000
WEEK AGO	125,000
YEAR AGO	125,000
WEEK TO DATE	336,000
SAME PERIOD LAST WEEK	502,000
SAME PERIOD LAST YEAR (ACT)	375,000

=====

2:00 PM JULY 06, 2023

BOXED BEEF	CHOICE	SELECT
CURRENT CUTOUT VALUES:	319.87	289.97
CHANGE FROM PRIOR DAY:	(2.91)	(2.72)
CHOICE/SELECT SPREAD:	29.90	
TOTAL LOAD COUNT (CUTS, TRIMMINGS, GRINDS)	126	
5 DAY SIMPLE AVERAGE:	326.96	294.90

=====

CME BOXED BEEF INDEX ON 07/05/2023 WAS 317.91 DOWN 1.41 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 JULY 6, 2023

PRIMAL RIB	453.20	402.41
PRIMAL CHUCK	252.19	248.42
PRIMAL ROUND	240.60	234.86
PRIMAL LOIN	469.41	378.26
PRIMAL BRISKET	273.49	245.94
PRIMAL SHORT PLATE	261.68	261.68
PRIMAL FLANK	235.59	206.54

2:00 PM JULY 05, 2023

PRIMAL RIB	478.71	409.22
PRIMAL CHUCK	255.09	249.68
PRIMAL ROUND	240.06	237.33
PRIMAL LOIN	468.06	382.39
PRIMAL BRISKET	274.49	255.43
PRIMAL SHORT PLATE	255.69	255.69
PRIMAL FLANK	233.51	209.38

PREVIOUS WEEK

2:00 PM JUNE 30, 2023

PRIMAL RIB	501.11	425.33
PRIMAL CHUCK	252.47	252.01
PRIMAL ROUND	238.86	239.25
PRIMAL LOIN	483.86	375.25
PRIMAL BRISKET	278.02	246.99
PRIMAL SHORT PLATE	254.25	254.25
PRIMAL FLANK	233.33	210.31

=====

LOAD COUNT AND CUTOFF VALUE SUMMARY

Date	Choice	Select	Trim	Grinds	Total	600-900	600-900
07/05	55	25	8	13	101	322.78	292.69
07/03	40	17	0	14	71	328.34	294.30
06/30	58	20	10	11	98	327.72	293.63
06/29	57	24	0	16	96	328.05	297.18
06/28	60	20	15	11	105	327.90	296.68

=====

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.

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	80.59 loads	3,223,546 pounds
Select Cuts	25.04 loads	1,001,720 pounds
Trimming	5.03 loads	201,274 pounds
Ground Beef	15.43 loads	617,050 pounds

=====

Packers started buying Thursday, They want to buy cattle lower with boxed beef prices down but feedlots are holding out for steady. It doesn't look like packers will give in.

=====

Choice rib primals lead the market higher and lower and coming back after the July 4th break , they are leading beef prices down., but so are Select rib primals. Beef buyers are buying cheaper beef. The Choice/Select beef spread is widening because Choice beef is dropping faster than Select beef. There is also more Select beef coming onto the market with cattle grading at a low 80.7%.

=====

The wide spread between cash and futures will encourage producers to move cattle as soon as a packer will take them. August Live Cattle on Thursday settled at \$174.57. Thursday the 5 day negotiated steer price was \$182.13. The price is widening.

=====

BEEF NET EXPORTS FOR WEEK ENDING JUNE 22, 2023 WERE 17,000 MT , There were no large buyers. Japan was the biggest buyer taking 5100 MT with South Korea taking 3700 MT,

- Week Ending June 22, 2023 12,000 MT
- Week Ending June 15, 2023 13,300 MT
- Week Ending June 8, 2023 12,800 MT
- Week Ending June 1, 2023 12,800 MT
- Week Ending May 25 , 2023 18,100 MT

=====

NATIONAL WEEKLY FED CATTLE COMPREHENSIVE REPORT JULY 5, 2023

As of July 5, 2023 dressed steer and heifer carcasses averaged 851.3 pounds down 1.6 pound from previous week at 852.9 pounds and 5.7 pounds lower than a year ago. The grading percent as of 7/05/23 was 80.7 % compared to previous week at 81.1%. A year ago the grade percent was 81.1%. https://www.ams.usda.gov/mnreports/ams_2700.pdf

****WEEKLY FUTURES PRICE CHANGE**

	06/30/2023	07/07/2023
AUGUST 2023 LIVE CATTLE	177.17	
OCTOBER 2023 LIVE CATTLE	179.55	
DECEMBER 2023 LIVE CATTLE	183.52	
FEBRUARY 2024 LIVE CATTLE	186.95	
APRIL 2024 LIVE CATTLE	188.37	

=====

*****NATIONAL DAILY DIRECT CATTLE 07/06/23
5 DAY ACCUMULATED WEIGHTED AVG**

	WEIGHT	PRICE	HEAD
LIVE STEER:	1432	\$182.13	19,684
LIVE HEIFER:	1306	\$181.84	6,331
DRESSED STEER	922	\$289.47	6,246
DRESSED HEIFER:	814	\$289.85	1,861

=====

USDA POSTED SUMMARY CATTLE PRICES ON 07/06/2023 STEER AND HEIFERS

IA/MN – CASH FOB – 179.00 - 184.00 STEERS WEIGHING 1,400 - 1,500 POUNDS AVE PRICE 182.32
LIVE DELIVERED – NO REPORTABLE TRADE
DRESSED DELIVERED – NO REPORTABLE TRADE

NE – CASH FOB – 180.00 ON 120 HEIFERS
DRESSED – 290.00 ON 266 HEAD WEIGHING 928.5 POUNDS

KS – CASH – 176.00 - 178.00 AVERAGE PRICE 177.87 FOR STEERS AND HEIFERS
LIVE DELIVERED: 182.00 ON 257 HEAD
DRESSED - NO REPORTABLE TRADE

TX/OK/NM CASH – 178.00 FOR STEERS AND HEIFERS ON 2,220 HEAD ALL GRADES
DRESSED – NO REPORTABLE TRADE

CO - ****NOT REPORTED DUE TO CONFIDENTIALITY****

=====

NO CHARTS - UNABLE TO COPY

AUGUST LIVE CATTLE/AUGUST LEAN HOG SPREAD –
AUGUST LIVE CATTLE/OCTOBER LIVE CATTLE SPREAD –
OCTOBER/DECEMBER 2023 LIVE CATTLE SPREAD –
AUGUST 2023 LIVE CATTLE –
OCTOBER 2023 LIVE CATTLE –
DECEMBER 2023 LIVE 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.

FEEDER CATTLE

CME FEEDER INDEX ON 07/05/2023 WAS 230.26 DOWN 2.54 FROM PREVIOUS DAY –

AUGUST 2023 FEEDER CATTLE FUTURES SETTLED ON 07/05/2023 AT \$242.47.

=====

NATIONAL FEEDER & STOCKER CATTLE SUMMARY - WEEK ENDING 07/01/2023

RECEIPTS:	AUCTIONS	DIRECT	VIDEO/INTERNET	TOTAL
THIS WEEK:	136,200	38,500	27,000	201,700
LAST WEEK:	134,200	29,300	34,700	198,200
YEAR AGO:	144,000	57,400	8,500	209,900

COMPARED TO LAST WEEK, STEERS AND HEIFERS SOLD VERY UNEVEN AS THE WEEK WAS A ROLLERCOASTER. EARLY WEEK SALES WERE UNEVEN NATIONWIDE; 3.00 LOWER TO 2.00 HIGHER. HOWEVER, THE STORY BEGAN TO CHANGE MID-WEEK AND BY WEEK'S END THERE WAS NO QUESTION THE MARKET WAS SHARPLY HIGHER. THE SUPPLY OF FEEDERS WAS MODERATE TO HEAVY, WITH MANY LOAD LOTS OF YEARLINGS WHICH HAD BEEN HIDDEN BACK FOR THE SUMMER MARKETS STARTING TO SHOW UP. DEMAND WAS MODERATE TO GOOD AS TYPICAL THE SUMMER MARKET FINDS THE BEST DEMAND FOR YEARLINGS WHICH ARE ALWAYS HARDER TO FIND IN THE SUMMER, BUT MORE SO THIS YEAR THAN EVER BEFORE. THE CALF MARKET IS BEING PULLED ALONG AND PLENTY OF BUYERS FOR THOSE AS WELL, HOWEVER THE QUALITY AND CONDITION MUST BE TOP NOTCH TO FETCH THE EXTREME TOP PRICES.

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

=====

THERE IS A WIDE SPREAD BETWEEN CURRENT CME FEEDER INDEX PRICE AND AUGUST FEEDER CATTLE, BUT THERE ARE CLOSE TO TWO MONTHS BEFORE AUGUST EXPIRES, WHEN CONVERGENCE WILL OCCUR.

=====

WEEKLY FUTURES PRICE CHANGE

	06/30/2023	07/07/2023
AUGUST 2023 FEEDER CATTLE	247.57	
SEPTEMBER 2023 FEEDER CATTLE	250.82	
OCTOBER 2023 FEEDER CATTLE	252.52	
NOVEMBER 2023 FEEDER CATTLE	252.65	
JANUARY 2024 FEEDER CATTLE	250.75	
MARCH 2024 FEEDER CATTLE	250.75	
APRIL 2024 FEEDER CATTLE	253.22	
MAY 2024 FEEDER CATTLE	255.50	

=====

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.

NO CHARTS - UNABLE TO COPY

**AUGUST 2023 FEEDER CATTLE/SEPTEMBER 2023 FEEDER CATTLE SPREAD –
AUGUST 2023 FEEDER CATTLE –
SEPTEMBER 2023 FEEDER CATTLE –**

=====

HOGS

USDA ESTIMATED FEDERAL HOG SLAUGHTER

JULY 06, 2023	472,000
WEEK AGO	456,000
YEAR AGO	465,000
WEEK TO DATE	1,344,000
SAME PERIOD LAST WEEK	1,812,000
SAME PERIOD LAST YEAR (ACT)	1,394,000

=====

CME LEAN HOG INDEX ON 07/03/2023 WAS 94.68 UP 37 CENTS FROM PREVIOUS DAY

CME PORK CUTOUT INDEX 07/05/2023 AT 104.40 UP 2.11 FROM PREVIOUS DAY

THE CME LEAN HOG INDEX IS MINUS \$9.72 TO THE CME PORK INDEX.

=====

WEEKLY FUTURES PRICE CHANGE

	06/30/2023	07/07/2023
JULY 2023 LEAN HOGS	95.65	
AUGUST 2023 LEAN HOGS	92.60	
OCTOBER 2023 LEAN HOGS	78.37	
DECEMBER 2023 LEAN HOGS	75.15	
FEBRUARY 2023 LEAN HOGS	80.77	
APRIL 2023 LEAN HOGS	85.20	

=====

Over the past week there has been price improvement on pork and it has been from loins, hams and bellies. These primal cuts need to remain the leader.

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 reversed off highs made when markets opened Thursday. Daily pork prices dropped Thursday as bellies that had rallied fell 9.90 and hams were down 2.91. However, the 5 day average carcass price was \$1.46 higher.

July settled down \$1.22 at \$100.05 as Lean Hogs pulled off Thursday's high prices nearer to the CME Lean Hog Index at \$94.68.

=====

The CME Pork Index has been gaining on the CME Hog Index. This is positive for packers. At the current difference \$9.72 packers are working in the black on daily hogs and daily pork sales. Over the past several months the \$10 level has been a difference where the spread reverses and begins to favor hogs.

=====

Pork exports remain good. The strength in sales is all about the amount Mexico buys. If it wasn't for Mexico, U.S. exports would be dismal.

Pork net sale exports were 26,000 MT for week ending June 29, 2023. Mexico is the largest buyer taking 15,100 MT. Canada took 4600 MT followed by Japan with 1700 MT. Pork exports are all about Mexico

WEEK ENDING JUNE 15, 2023 NET EXPORT SALES WERE 28,700 MT
 WEEK ENDING JUNE 08, 2023 NET EXPORT SALES WERE 26,700 MT
 WEEK ENDING JUNE 01, 2023 NET EXPORT SALES WERE 25, 500 MT
 WEEK ENDING MAY 25, 2023 NET EXPORT SALES WERE 22,600 MT

=====

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 : 285.91
 Loads TRIM/PROCESS PORK : 25.09

2:00 PM	LOADS	CARCASS	LOIN	BUTT	PIC	RIB	HAM	BELLY
07/06/2023	311.00	105.00	98.88	152.88	83.92	151.20	93.50	129.47
CHANGE:		-3.69	0.76	-8.96	0.92	-4.26	-3.72	-11.53
FIVE DAY AVERAGE --		105.41	97.44	160.67	83.56	153.31	94.00	127.86

PREVIOUS WEEK

2:00 PM	LOADS	CARCASS	LOIN	BUTT	PIC	RIB	HAM	BELLY
06/30/2023	227.01	102.45	96.62	162.95	85.30	150.73	92.86	111.09
CHANGE:		-0.45	1.77	-1.42	3.41	-3.72	4.72	-12.33
FIVE DAY AVERAGE --		100.83	96.29	165.05	83.03	152.31	87.12	109.75

=====

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.

**DAILY DIRECT AFTERNOON HOG REPORT - PLANT DELIVERED PURCHASE
JULY 06, 2023**

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

National Negotiated Carcass Price

Head Count: 12,656

Lowest price: 88.00

Highest price: 103.00

Weighted Average 100.20

Change from Previous Day 1.88 higher

Other Market Formula (Carcass)

Head Count: 45,287

Lowest Base Price: 69.26

Highest Base Price: 104.28

Weighted Average Price: 91.87

Swine/Pork Market Formula (Carcass)

Head Count 147,891

Lowest base price: 84.87

Highest Base Price: 102.82

Weighted Average Price 95.95

Other Purchase Arrangement (Carcass)

HEAD COUNT: 64,730

Lowest base price: 87.80

Highest base price: 111.39

Weighted Average Price: 98.35

=====

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 JULY 3, 2023

****PRODUCER SOLD:**

HEAD COUNT 216,898

AVERAGE LIVE WEIGHT 276.10

AVERAGE CARCASS WEIGHT 206.72

PACKER SOLD:

HEAD COUNT 28,671

AVERAGE LIVE WEIGHT 283.07

AVERAGE CARCASS WEIGHT 212.73

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.

PACKER OWNED:
HEAD COUNT 182,183
AVERAGE LIVE WEIGHT 280.85
AVERAGE CARCASS WEIGHT 212.39

=====

NO CHARTS -

AUGUST/OCTOBER 2023 LEAN HOG SPREAD –
JULY 2023 LEAN HOGS -
AUGUST 2023 LEAN HOGS –
OCTOBER 2023 LEAN HOGS –

=====

Beef: Net sales of 17,000 MT for 2023 were up 41 percent from the previous week and 33 percent from the prior 4-week average. Increases primarily for Japan (5,100 MT, including decreases of 300 MT), South Korea (3,700 MT, including decreases of 300 MT), Taiwan (2,200 MT), Canada (2,100 MT, including decreases of 100 MT), and Mexico (1,500 MT), were offset by reductions for Colombia (100 MT). Exports of 17,700 MT were up 18 percent from the previous week and 11 percent from the prior 4-week average. The destinations were primarily to Japan (4,400 MT), South Korea (4,200 MT), China (3,200 MT), Mexico (1,700 MT), and Taiwan (1,500 MT).

Pork: Net sales of 26,000 MT for 2023 were down 3 percent from the previous week and from the prior 4-week average. Increases were primarily for Mexico (15,100 MT, including decreases of 200 MT), Canada (4,600 MT, including decreases of 500 MT), Japan (1,700 MT, including decreases of 200 MT), Australia (900 MT), and South Korea (700 MT, including decreases of 200 MT). Exports of 35,500 MT were up 21 percent from the previous week and 18 percent from the prior 4-week average. The destinations were primarily to Mexico (17,800 MT), Japan (3,600 MT), China (3,100 MT), South Korea (2,000 MT), and Canada (1,900 MT).

=====

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.