



Morning June 29, 2020 Livestock Report

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CATTLE

USDA FEDERAL SLAUGHTER

JUNE 26, 2020	119,000	
WEEK AGO	119,000	
YEAR AGO	121,000	
SATURDAY 06/27/2020	82,000	- A WEEK AGO 59,000, YEAR AGO 59,000
WEEK TO DATE (EST)	680,000	
SAME PERIOD LAST WEEK (EST)	656,000	
SAME PERIOD LAST YEAR (ACT)	670,000	
2020 YEAR TO DATE	15,285,000	
2019 *YEAR TO DATE	16,266,000	
PERCENT CHANGE YEAR TO DATE	MINUS 6.0%	A WEEK AGO MINUS 6.3%

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	CHOICE	SELECT
BOXED BEEF FINAL	207.17	198.85
CHANGE FROM PRIOR DAY	(1.09)	(1.08)
CHOICE/SELECT SPREAD:		8.32
TOTAL LOAD COUNT		135
5 DAY SIMPLE AVERAGE:	211.51	202.68

PREVIOUS WEEK PRICES

BOXED BEEF FINAL 06/19/2020	213.72	203.91
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FINAL JUNE 26, 2020 BOXED	CHOICE	SELECT
Primal Rib	346.11	315.38
Primal Chuck	168.69	162.43
Primal Round	168.76	168.80
Primal Loin	278.59	264.25
Primal Brisket	151.48	153.29
Primal Short Plate	130.40	130.40
Primal Flank	122.36	121.84



Previous weeks close

FINAL JUNE 19, 2020 BOXED	CHOICE	SELECT
Primal Rib	359.80	331.18
Primal Chuck	167.96	162.58
Primal Round	166.17	166.65
Primal Loin	303.03	280.93
Primal Brisket	158.22	151.49
Primal Short Plate	131.95	131.95
Primal Flank	126.60	125.73

LOAD COUNT AND CUTOUT VALUE SUMMARY FOR PRIOR 5 DAYS

Date	Choice	Select	Trim	Grinds	Total	CHOICE	SELECT
						600-900	600-900
06/25	113	27	29	38	208	208.26	199.93
06/24	111	32	15	39	196	209.69	201.69
06/23	96	40	18	52	205	211.81	203.57
06/22	81	33	17	23	154	214.06	204.30
06/19	96	24	11	35	167	213.72	203.91

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NATIONAL BOXED BEEF CUTS - NEGOTIATED SALES FOB Plant basis negotiated sales for delivery within 0-21-day period. Prior days sales after 1:30pm are included.

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

Choice Cuts	61.28 loads	2,451,183 pounds
Select Cuts	18.29 loads	731,593 pounds
Trimming	22.53 loads	901,368 pounds
Ground Beef	32.88 loads	1,315,106 pounds

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USDA BY-PRODUCT DROP VALUE (STEER) FOB CENTRAL U.S.
[HTTPS://WWW.AMS.USDA.GOV/MNREPORTS/NW_LS441.TXT](https://www.ams.usda.gov/mnreports/nw_ls441.txt)

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Due to market volatility, we would like to remind our clients of the ADMIS delivery policy which states that all speculative positions must be liquidated prior to LTD. This policy will be strictly enforced on ALL expiring deliverable positions.

TUESDAY, JUNE 30, 2020 IS LAST TRADING DAY FOR JUNE 2020 LIVE CATTLE.



DELIVERY NOTICE SERVED – JUNE 2020 - LIVE CATTLE
 SETTLEMENT: JUNE 26, 2020 - \$ 94.70
 OLDEST LONG: 02/24/20 SETTLEMENT \$107.37
 43 – DELIVERIES

FIRM #	FIRM NAME	DEL	REC
350	GOLDMAN SACHS & CO.		43
685	R.J.O'BRIEN ASSOC	43	

AMARILLO 10
 DODGE CITY 33
 24

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 On May 29th June Live cattle made a high at \$101.40 and settled at 99.72. August Live Cattle on May 29th, opened at \$101.05 and settle the day at \$99.60. Friday, June 26th, June 2020 Live Cattle settled at \$94.70 and August Cattle at \$96.02. Next week packers will kill 5 days but doubtful on July 4th they will kill. This Saturday's kill is 23,000 above last week and carcass are heavy. Point I am trying to make, killing fewer cattle next week when slaughter is off for the year already will just add more cattle to kill throughout July.

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 For the year compared to 2019 cattle slaughter is off 981,000 head or 6.0 percent lower. Somewhere there are cattle that need to be slaughter. Packers are making up kills with a bigger Saturday slaughter. However, continuing working 6 days a week can't go on much longer. With COVID 19 increasing in the Southwest, it is possible there will be some cattle packers shutting down for what is called "super cleaning." Tyson has halted poultry facilities in Arkansas until they can be cleaned.

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 USDA POSTED CATTLE PRICES ON 6/26/2020 FRIDAY
 IA/MN –CASH 98.00 DRESSED; NO DRESSED
 NE - CASH – 95.00 DRESSED 155.00
 KS – CASH - NO CASH SALES FRIDAY NO DRESSED SALES FRIDAY
 TX/OK/NM – CASH: NO CASH SALES FRIDAY
 CO - **Information not available due to confidentiality**

National Daily Direct Cattle June 25, 2020
 (5 day accumulated weighted avg)

	Weight	Price	Head
Live Steer:	1444	\$96.43	23,302
Live Heifer:	1290	\$96.35	8,982
Dressed Steer:	918	\$154.96	27,292
Dressed Heifer:	837	\$154.75	9,361



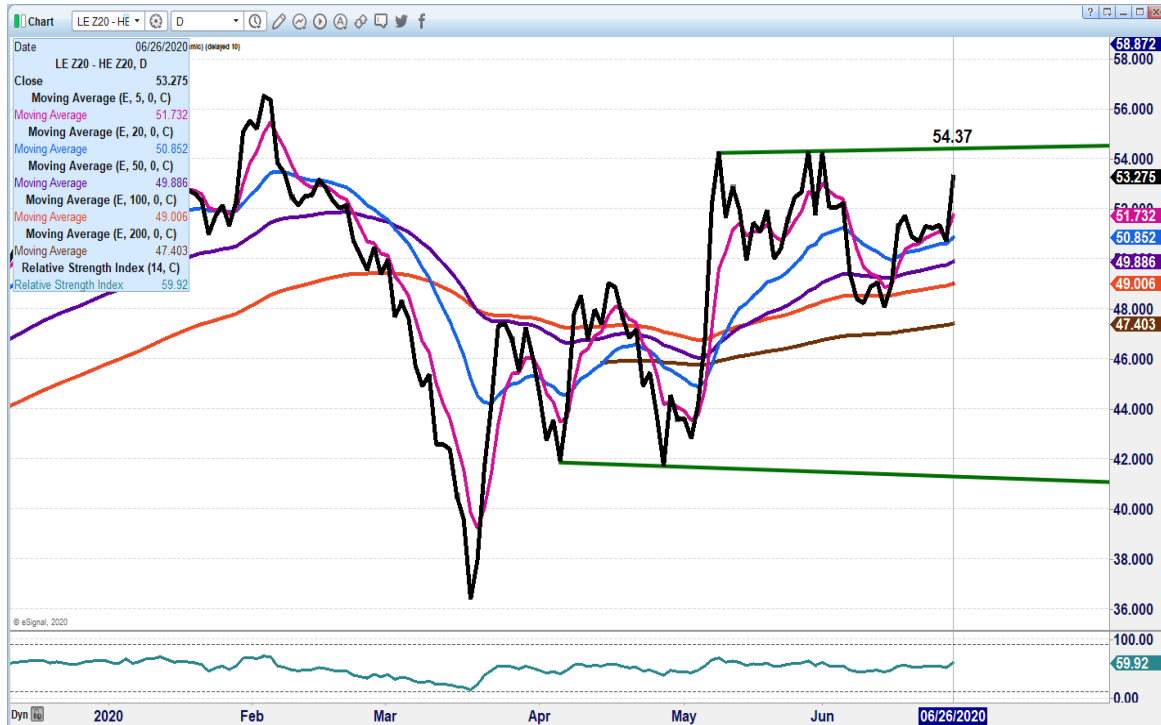
National Daily Direct Cattle June 19, 2020
(5 day accumulated weighted avg)

	Weight	Price	Head
Live Steer:	1439	\$101.17	31,298
Live Heifer:	1306	\$100.94	15,841
Dressed Steer:	922	\$160.89	35,509
Dressed Heifer:	837	\$154.58	9,628

As of June 23RD Dressed weights were 872.8 compared to previous week at 877.4. Weights are 51 pounds over a year ago. Grading percent was 83.5% compared to previous week at 82.90%.

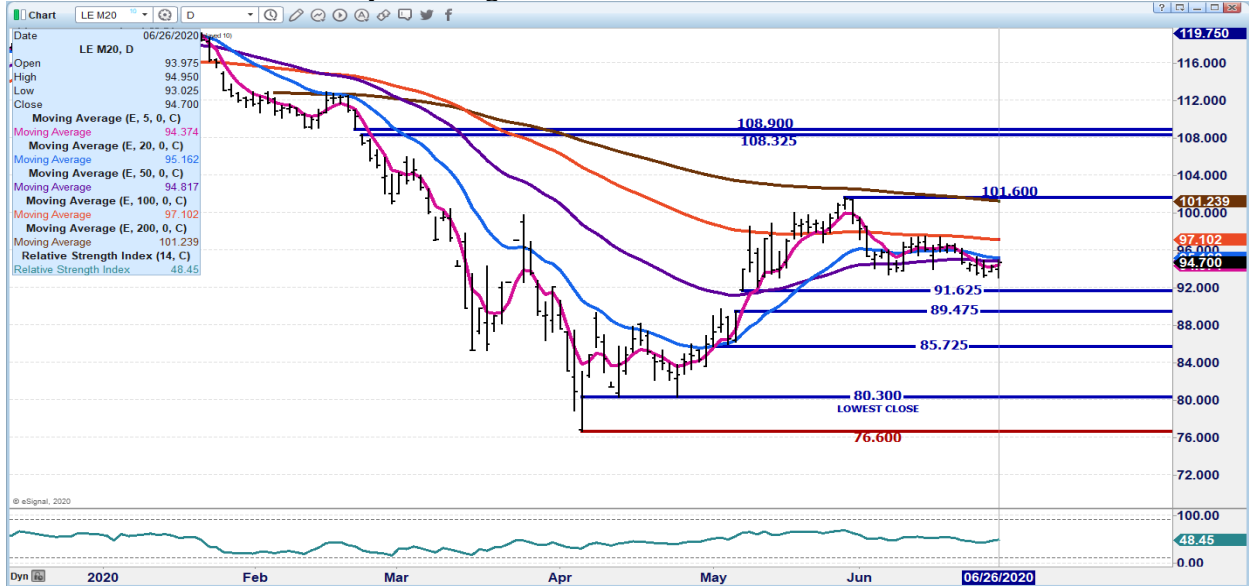
CHARTS ARE UPDATED ON MORNING REPORTS –

DECEMBER 2020 Live Cattle/DECEMBER Lean Hogs – SEASONAL TRADE PLACE ON MAY 29. OPENED AT 54.32 AND THE SETTLEMENT ON MAY 29TH WAS \$51.82. JUNE 29TH IS DAY TO LIQUIDATE





JUNE 2020 LIVE CATTLE – Friday morning open interest at 1,813 contracts. Monday 1194 open interest Trading Tuesday's close and expected cash on short kill week and slowing demand usual for end of July and August

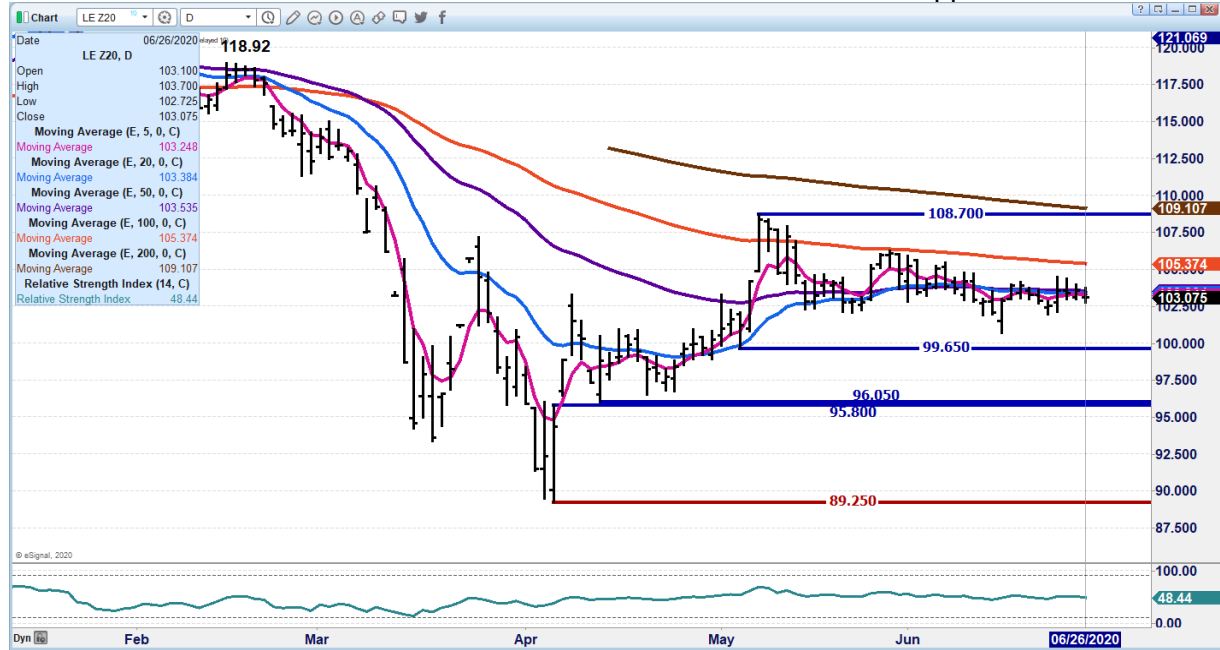


AUGUST 2020 LIVE CATTLE – Resistance at 96.75 to 98.47 Support at 96.12 to 92.45 RSI at 48 neutral to slightly negative Volume moderate to light Friday at 17,007





DECEMBER 2020 LIVE CATTLE - Resistance at 104.45 to 105.37 Support at 101.87 to 99.65



Feeder Cattle

THE CME FEEDER INDEX ON 06/25/2020 IS 130.04 UP .22 FROM PREVIOUS DAY
 (UPDATED ON MORNING REPORT)
 AUGUST 2020 FEEDER CATTLE SETTLED AT \$132.60 ON JUNE 26, 2020.

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NATIONAL FEEDER & STOCKER CATTLE SUMMARY – WEEK ENDING 06/26/2020

RECEIPTS:	AUCTIONS	DIRECT	VIDEO/INTERNET	TOTAL
THIS WEEK:	155,900	55,000	60,600	271,500
LAST WEEK:	160,400	46,500	9,700	216,600
YEAR AGO:	156,200	35,700	46,100	238,000

COMPARED TO LAST WEEK, STEERS AND HEIFERS SOLD STEADY TO 4.00 HIGHER, WITH THE BIGGEST ADVANCE BEING IN THE NORTH CENTRAL REGION. LOADS OF

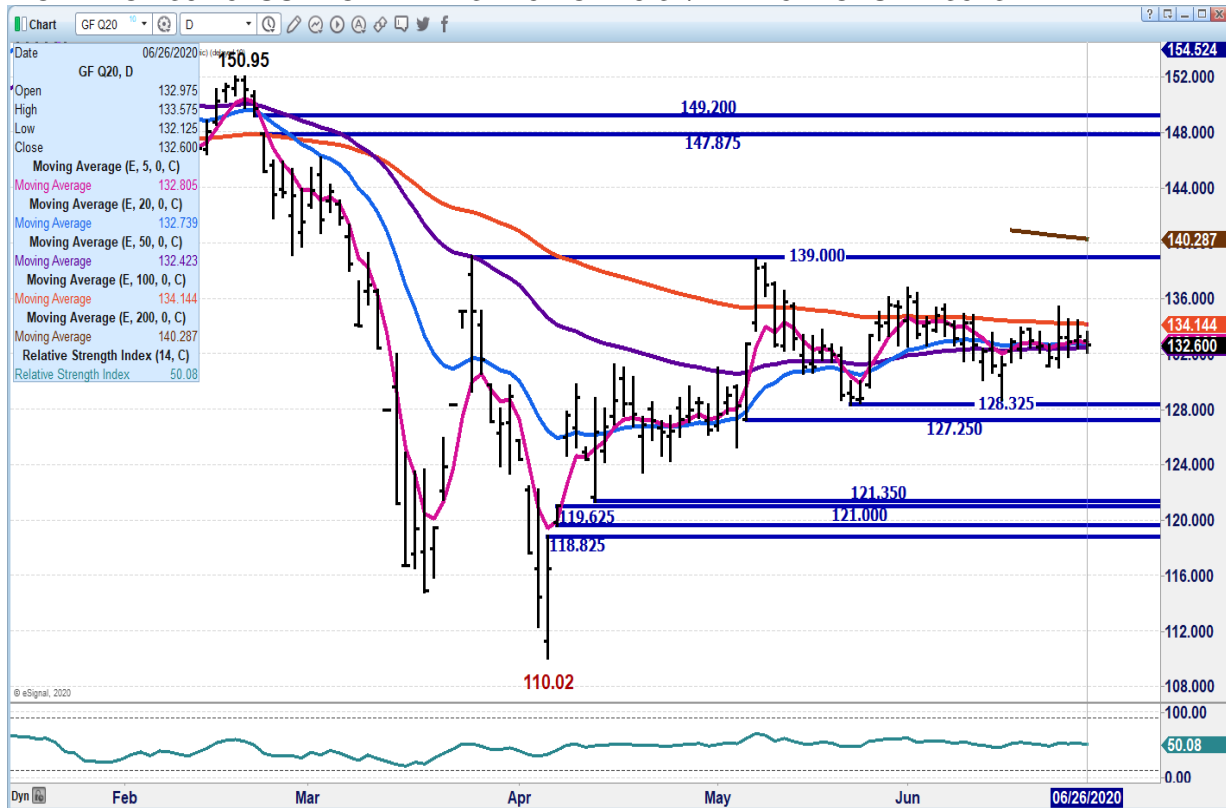


YEARLINGS CONTINUE TO FIND THE MARKETPLACE WITH GOOD TO VERY GOOD DEMAND FOR THEM AT AUCTIONS THIS WEEK, BRINGING SOME MUCH-NEEDED EXCITEMENT TO THE AUCTIONS. RECEIPTS FOR THIS REPORT WILL BE CURTAILED THIS WEEK DUE TO THE INDEPENDENCE DAY HOLIDAY OCCURRING LATE WEEK

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

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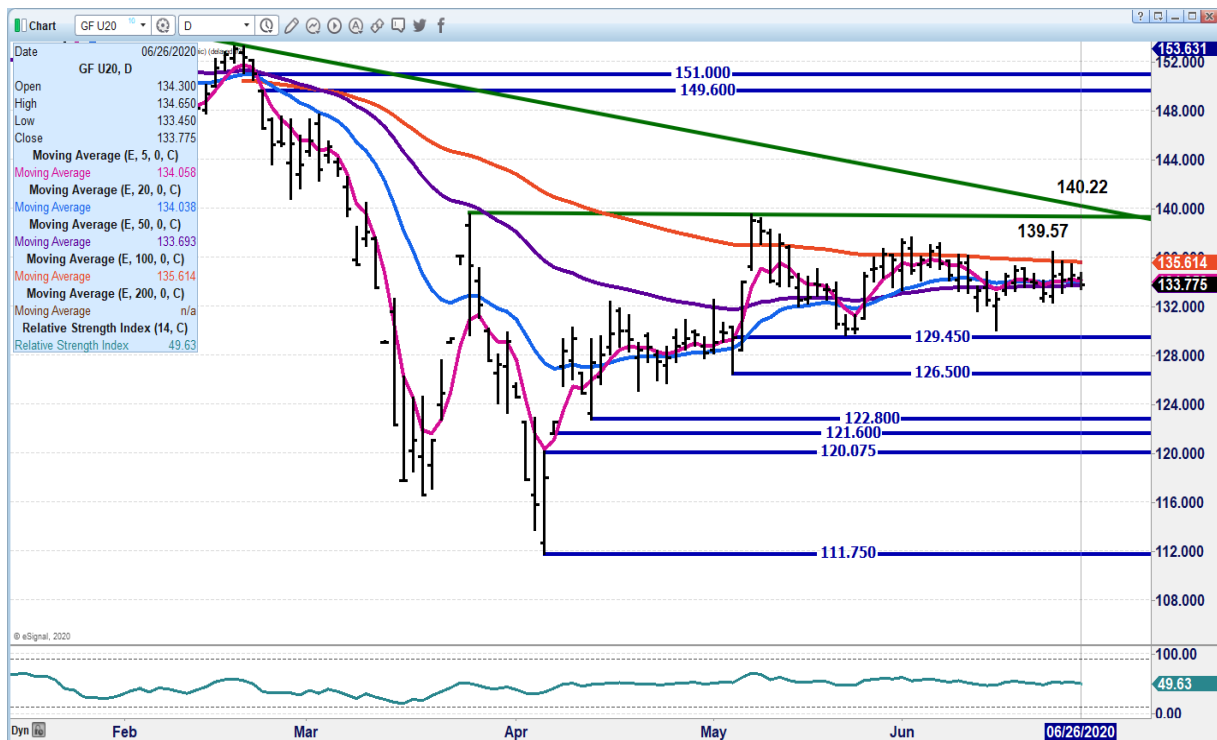
AUGUST 2020 FEEDER CATTLE – A CLOSE ABOVE 134.25 REISTANCE NEEDED TO MOVE TO 136.15. SUPPORT AT 131.75 TO 128.32/ 127.25. VOLUME 3523



SEPTEMBER 2020 FEEDER CATTLE - RESISTANCE 135.62 TO 139.57 SUPPORT AT 132.30 TO 129.45



ADM Investor Services, Inc.



LEAN HOGS

USDA ESTIMATED FEDERAL HOG SLAUGHTER

JUNE 26, 2020	472,000
WEEK AGO	457,000
YEAR AGO	453,000
SATURDAY 06/27/2020	323,000 - A WEEK AGO 290,000 - YEAR AGO 60,000
WEEK TO DATE (EST)	2,641,000
SAME PERIOD LAST WEEK (EST)	2,587,000
SAME PERIOD LAST YEAR (ACT)	2,386,000
2020 YEAR TO DATE	62,294,000
2019 *YEAR TO DATE	62,468,000
PERCENT CHANGE YEAR TO DATE:	MINUS .7% COMPARED TO A WEEK AGO MINUS 1.3%

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CME CASH HOG INDEX 06/24/2020 AT 44.87 DOWN .13 FROM PREVIOUS DAY.

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CME CASH PORK CUTOUT INDEX 06/25/2020 AT 64.93 UNCHANGED FROM PREVIOUS DAY.

CME CASH FRESH BACON INDEX ON 06/19/2020 WAS 128.71 COMPARED TO 06/12/2020 WAS 130.68

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Packers push 5 day kill this week but won't have Saturday kill to take care of all hogs that are needed to be killed.

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On May 29th July Lean Hogs settled at \$57.02 and August Lean Hogs settled at \$55.02. On Friday's close, June 26th July Lean Hogs settled at \$45.27 and August settled at \$48.12 . Next week will be end of a quarter and end of the first half of 2020.

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Net export sales at 24,100 metric tonnes is lower than it needs to be if pork is to move higher. With exporters decreasing previous commitments, it isn't positive. China is buying pork but is buying much less than it did during the first 4 months of 2020. Mexico continues to be a strong buyer and is likely the reason fresh hams moved off the lows.

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Besides the EU pork producing countries selling pork to China with additional trade agreements made during the US and China tariff war, Brazil made agreements with China and Chinese investors have plowed money into the Brazilian pork, beef and poultry industries. During May 2020 Brazilian pork exports to China were 370,000 tons, up 86% compared to May 2019.

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JUNE 26, 2020 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 FINAL

LOADS OF PORK CUTS: 436.98
LOADS TRIM/PROCESSED PORK : 45.20

Date	Loads	Carcass	Loin	Butt	Pic	Rib	Ham	Belly
06/26/2020	482.18	65.95	69.25	73.86	51.59	145.27	44.13	91.62
Change :		0.90	6.24	-1.17	-2.38	5.67	-0.41	-2.40
Five Day Average --		65.34	64.88	74.55	48.15	142.27	46.46	93.50



LAST WEEK'S CLOSE

Date	Loas	Carcass	Loin	Butt	Pic	Rib	Ham	Belly
06/19/2020	383.42	64.64	66.04	69.92	43.58	135.46	45.72	94.34

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NATIONAL DAILY DIRECT HOG PRIOR DAY REPORT - SLAUGHTERED SWINE
Slaughter Data for JUNE 25, 2020

Average carcass weight - 282.77
Average live weight - 212.63
https://www.ams.usda.gov/mnreports/ams_2511.pdf

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DAILY DIRECT HOGS PLANT DELIVERED AS OF 1:30 PM JUNE 26, 2020
NATIONAL NEGOTIATED PURCHASE BASE CARCASS PRICES
Carcass Base Price: \$24.00 - \$30.00
Weighted Average: \$28.48
Change from Prior Day: 0.18 lower
HOGS SOLD: 6,201

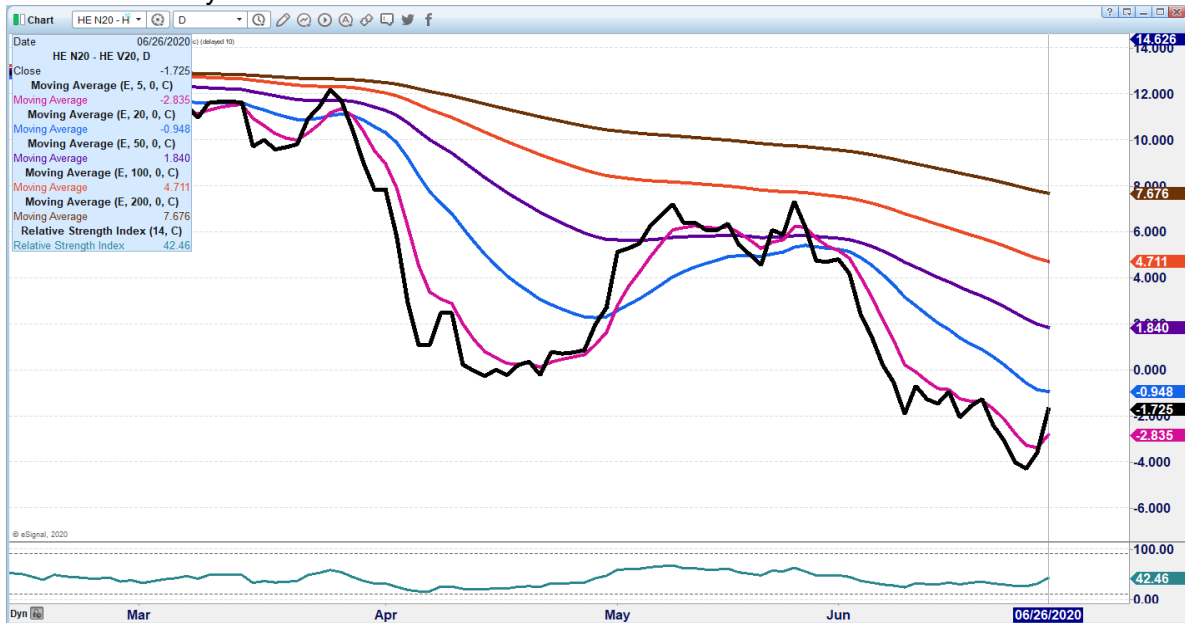
SWINE OR PORK MARKET FORMULA PURCHASE (Including Packer Sold)
PRICE RANGE: \$26.84 - \$61.38
Weighted Average \$43.81 PREVIOUS DAY \$44.75
HOGS SOLD: 156,377

NATIONAL NEGOTIATED LIVE HOG PURCHASE PRICE
PRICE RANGE: \$20.50 - \$27.00
Weighted Average: \$25.21
Change from Prior Day: 0.87 higher
Hogs sold: 1,170

https://www.ams.usda.gov/mnreports/lm_hq203.txt



JULY 2020/OCTOBER 2020 LEAN HOG SPREAD – Volume so light on July and moving with CME Index. July under October is contra seasonal



JULY 2020 LEAN HOGS – Gapped lower. Resistance the gap to 46.60 to upper gap at 48.07. Support 41.30 to 37.50 Look for possible end of the quarter and half year profit taking





AUGUST 2020 LEAN HOGS – Resistance 50.60 to 52.80 Support 47.57 to 43.37



DECEMBER 2020 LEAN HOGS – Resistance 51.25 to 51.52 Support the contract lows



CHARTS FROM ESIGNAL INTERACTIVE, INC.

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JUNE 25TH HOGS AND PIGS REPORT

USDA HOGS AND PIGS REPORT JUNE 25, 2020

	AVERAGE	ACTUAL
All hogs June 1	103.7	105
Kept for breeding	98.2	99
Kept for market	104.2	106
Pig crop		
March-May	98.7	101
Weight Groups		
Under 50 lbs	97.3	100
50-119 lbs	102.3	103
120-179 lbs	105.2	112
Over 180 lbs	117.9	113
Farrowings		
March-May	98.8	101
Farrowing intentions		
June-Aug	95.3	95
Sept-Nov	95.6	95
Pigs per litter		
March-May	99.1	100% at 11.01 compared to 11 pigs in 2019
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