

Daily Futures Market Commentary Livestock Outlook

WEDNESDAY MORNING MAY 12, 2021 LIVESTOCK REPORT

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

CATTLE

USDA FEDERAL CATTLE SLAUGHTER

MAY 11, 2021	118,000
WEEK AGO	121,000
YEAR AGO	94,000
WEEK TO DATE (EST)	230,000
SAME PERIOD LAST WEEK (EST)	235,000
SAME PERIOD LAST YEAR (ACT)	183,000

****Revised Monday Cattle Slaughter..112,000**PREVIOUS ESTIMATE 119,000**

=====

	CHOICE	SELECT
BOXED BEEF FINAL	312.37	296.34
CHANGE FROM PRIOR DAY:	3.26	2.58
CHOICE/SELECT SPREAD:	16.03	
TOTAL LOAD COUNT (CUTS, TRIMMINGS, GRINDS):	106	
5 DAY SIMPLE AVERAGE:	305.47	288.70

FINAL MAY 11, 2021

PRIMAL RIB	524.32	454.55
PRIMAL CHUCK	228.93	223.48
PRIMAL ROUND	220.59	221.47
PRIMAL LOIN	474.44	442.14
PRIMAL BRISKET	292.97	296.99
PRIMAL SHORT PLATE	211.05	211.05
PRIMAL FLANK	155.31	155.43

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 MAY 10, 2021

PRIMAL RIB	522.63	447.02
PRIMAL CHUCK	228.07	221.46
PRIMAL ROUND	215.36	220.80
PRIMAL LOIN	467.39	437.89
PRIMAL BRISKET	292.05	297.09
PRIMAL SHORT PLATE	209.89	209.89
PRIMAL FLANK	154.68	155.84

CME BOXED BEEF INDEX FOR 05/10/2021 WAS AT 302.30 UP 2.64 FROM PREVIOUS DAY

=====

LOAD COUNT AND CUTOFF VALUE SUMMARY

Date	Choice	Select	Trim	Grinds	Total	CHOICE 600-900	SELECT 600-900
05/10	35	14	13	9	71	309.11	293.76
05/07	36	10	9	9	64	305.88	290.27
05/06	65	17	4	14	100	306.37	289.36
05/05	73	21	8	19	121	304.78	286.18
05/04	67	27	13	22	130	301.22	283.91

=====

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	73.46 loads	2,938,373 pounds
Select Cuts	11.40 loads	455,939 pounds
Trimming	7.46 loads	298,557 pounds
Ground Beef	13.21 loads	528,379 pounds

=====

MAY 2021 LIVESTOCK REPORTS

CATTLE ON FEED REPORT - FRIDAY MAY 21, 2021 2:00PM CENTRAL TIME

COLD STORAGE REPORT - MONDAY MAY 24, 2021 2:00PM CENTRAL TIME

=====

Beef continues to move higher. Spread between Choice and Select is widening. Daily beef movement is light showing packers are filling contracts first and sell beef on daily market at their price. Beef is a seller's market. Cattle are current. Spring and summer, especially this year, are when grilling out increases. Compared to world prices, US cattle are cheap.

=====

There are a couple Midwest packers needing part of their kill to be heavier and grading high choice to prime. Groups of cattle are being sold bigger on purpose. Cattle are being priced with a buyer's premium attached to the price.

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.

GROUND BEEF DEMAND REMAINS STRONG

<https://www.extension.iastate.edu/agdm/articles/schulz/SchMar21.html>

=====

As of APRIL 27, 2021 dressed steer and heifer weights were 869.1 compared to previous week at 866.1, up 3 pounds for the week . Grading percent was 83.1 down .2% compared to previous week at 83.3%.

=====

USDA POSTED NEGOTIATED CATTLE PRICES ON 05/11/2021

IA/MN – CASH – 120.00
DRESSED 190.00 - 192.00

NE – CASH 120.00
DRESSED - 191.00 - 192.50

KS – CASH No Reportable Trade.
DRESSED 16 HEAD AT 190.00

TX/OK/NM – 292 HEIFERS AT 119.50
DRESSED NO SALES

CO – No Reportable Trade

=====

*****National Daily Direct Cattle 05/11/2021**

5 day accumulated weighted avg)

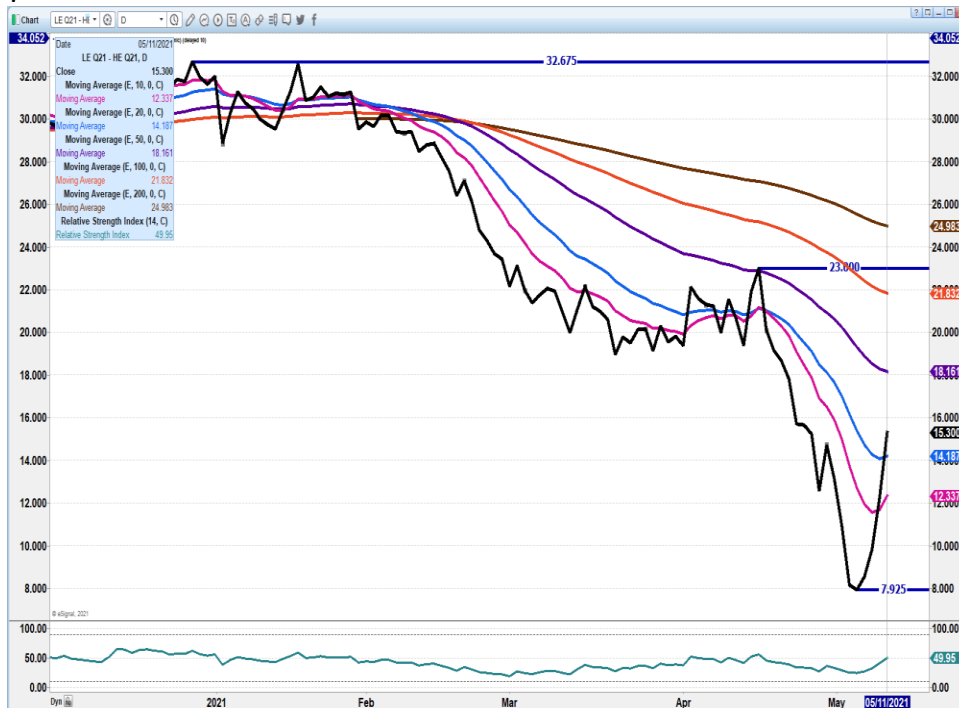
	Weight	Price	Head
Live Steer:	1453	\$118.66	25,933
Live Heifer:	1309	\$118.38	11,081
Dressed Steer:	928	\$188.51	15,724
Dressed Heifer:	834	\$188.52	4,319

=====

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 LIVE CATTLE/AUGUST LEAN HOGS – SPREAD STILL HAS A WAY TO GO TO CORRECT. BUY THE SPREAD IF PULL BACK TO AUGUST 13.00 OVER HOGS RISKING A CLOSE UNDER \$11.00



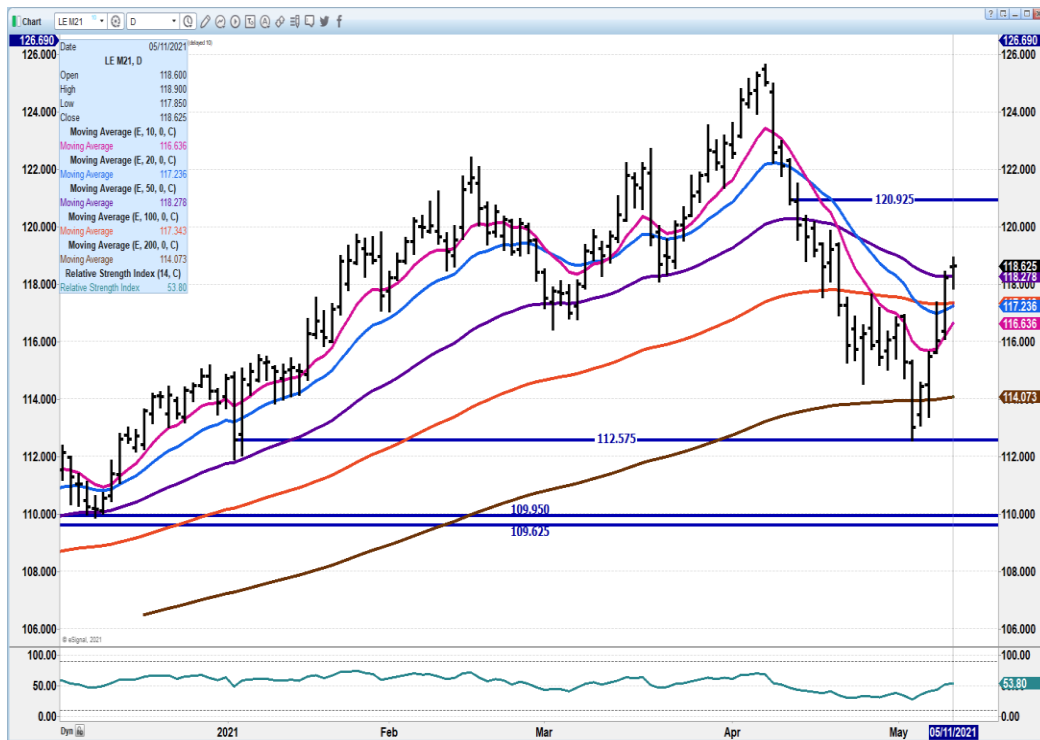
AUGUST/OCTOBER 2021 LIVE CATTLE SPREAD - REMAINS WIDE. LOOK FOR AUGUST TO MOVE \$3.00 UNDER OCTOBER, BUT ALSO COULD SEE AUGUST EVENTUALLY MOVING OVER OCTOBER AS TRADERS BULL SPREAD



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.

JUNE 2021 CATTLE – Strong close over all moving averages. Support at 117.35 to 116.67 Resistance at 120.92



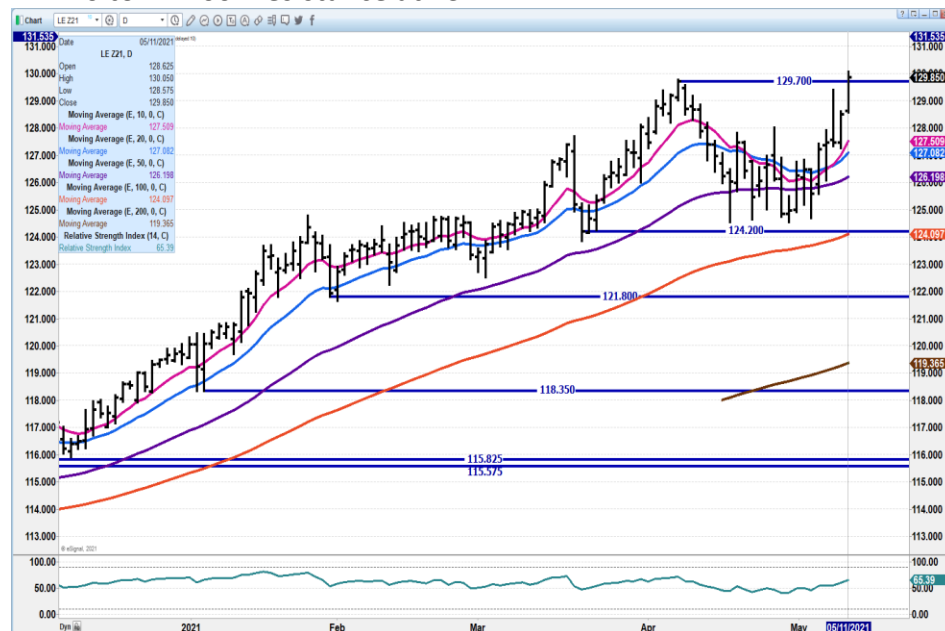
AUGUST LIVE CATTLE –Resistance at 122.40 to contract high at 124.12 Support at 119.17 RSI at 62 is friendly to upside



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 LIVE CATTLE – New contract high close. RSI at 65 is friendly. Support at 127.20 to 127.00 Resistance at 131.47



Feeder Cattle

THE CME FEEDER INDEX ON 05/10/2021 WAS 130.45 UP 30 FROM PREVIOUS DAY –

MAY 2021 FEEDER CATTLE FUTURES SETTLED ON MAY 11, 2021 AT 135.32

NATIONAL FEEDER & STOCKER CATTLE SUMMARY – WEEK ENDING 05/08/2021

RECEIPTS:	AUCTIONS	DIRECT	VIDEO/INTERNET	TOTAL
THIS WEEK:	144,700	58,200	50,600	253,500
LAST WEEK:	152,900	28,900	1,100	181,900
YEAR AGO:	182,100	83,700	29,300	295,100

COMPARED TO LAST WEEK, STEERS AND HEIFERS SOLD 1.00 TO 4.00 LOWER, WITH THE EXCEPTION OF STEERS IN THE NORTH CENTRAL REGION SUITABLE FOR GRASS BEING 1.00 TO 3.00 HIGHER. DEMAND WAS GOOD FOR GRASS CATTLE, MODERATE TO INSTANCES GOOD FOR FEEDLOT PLACEMENTS. AGAIN THIS WEEK, THE RISE IN FEEDSTUFF PRICES IS ON THE MIND OF EVERY RANCHER FROM THE SOUTHERN PLAINS TO HIGH PLAINS TO THE SOUTHEAST. THE CURRENT DROUGHT MAP LOOKS MUCH DIFFERENT THAN THAT OF A YEAR AGO. LAST YEAR, THE MAP SHOWED NO AREA IN THE COUNTRY BEING IN THE EXCEPTIONAL DROUGHT DESIGNATION(D4); WHEREAS THIS YEAR, 9.4 PERCENT OF THE COUNTRY IS IN THAT CATEGORY. THE EXTREME DROUGHT (D3) CATEGORY CURRENTLY IS AT 22.6 PERCENT

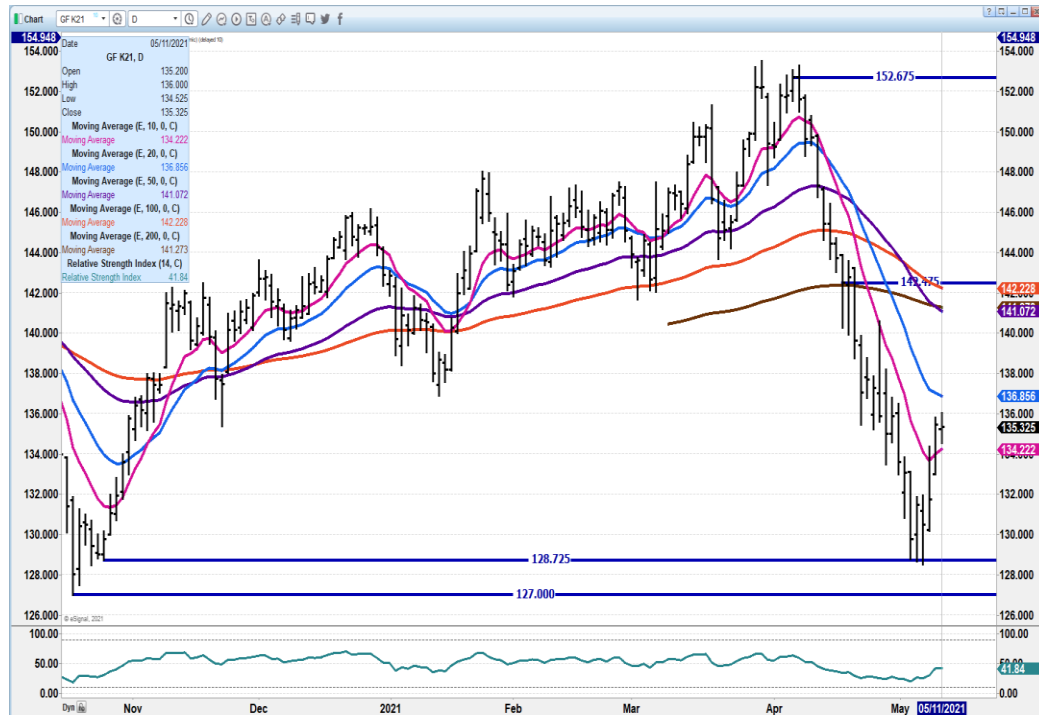
ADMIS.com | 312.242.7000 | Chicago | New York | London | Hong Kong | Singapore | Taipei | Shanghai

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.

WHILE LAST YEAR WAS LESS THAN 1 PERCENT. THE LARGE GRAIN PRODUCING STATE OF IOWA IS CURRENTLY SHOWING OVER 78 PERCENT IN SOME TYPE OF DROUGHT DESIGNATION. WITH THE RUNUP IN GRAIN PRICES DUE TO CONCERNS OVER GRAIN ENDING STOCK, SUBSTANTIAL RAINFALL HAS BEEN SPOTTY THIS SPRING AND THE CALENDAR HASN'T TURNED TO SUMMER YET.

CONTRACT FEEDLOTS AND PACKER FEEDLOTS NEED FEEDERS TO SUPPLY CONTRACTS FOR BEEF. THERE WILL BE FEWER FEEDERS MOVING INTO SUMMER, FALL AND WINTER.

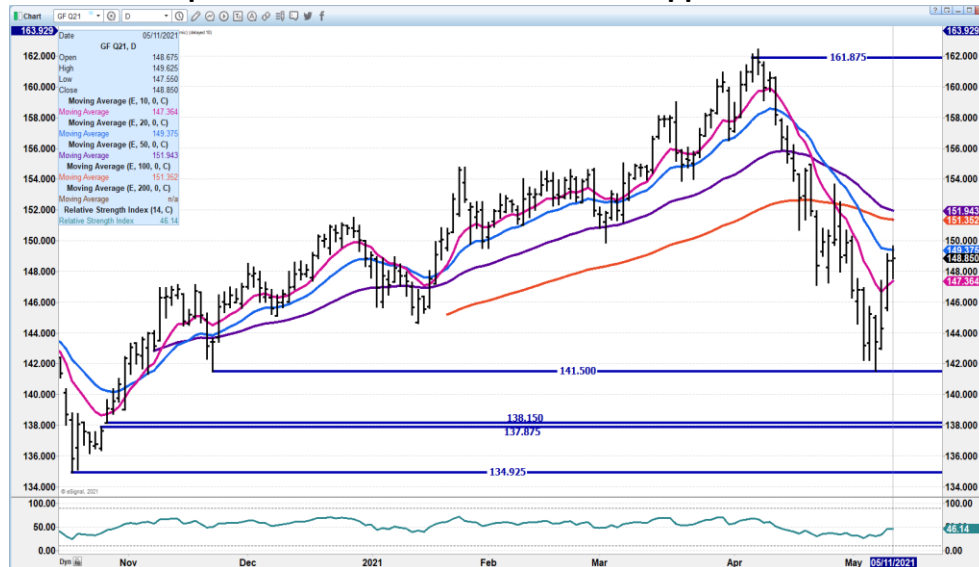
MAY 2021 FEEDER CATTLE - MOVING HIGHER TRYING TO FOLLOW CATTLE UP, BUT GRAIN PRICES PRESSURING RESISTANCE AT 136.85 SUPPORT AT 134.25



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 2021 FEEDER CATTLE - 50 day stopped upside on Tuesday Next resistance at 151.35 Contract and packer owned lots need feeders. Support at 147.37



LEAN HOGS

USDA ESTIMATED FEDERAL HOG SLAUGHTER

MAY 11, 2021	485,000
WEEK AGO	487,000
YEAR AGO	371,000
WEEK TO DATE (EST)	968,000
SAME PERIOD LAST WEEK (EST)	965,000
SAME PERIOD LAST YEAR (ACT)	736,000

=====

CME CASH LEAN HOG INDEX 05/7/2020 AT 110.10 UP .88 FROM PREVIOUS DAY

CME CASH PORK CUTOUT INDEX 05/10/2021 AT 112.64 UP 27 FROM PREVIOUS DAY

CME CASH FRESH BACON INDEX ON 5/07/2021 WAS 205.09 COMPARED TO 4/30/2021 WAS 216.16

CME PORK INDEX TO CME LEAN HOG INDEX 2.54

=====

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.

Hog slaughter has been dropping as pork and hog prices are moving higher. Tuesday, hog prices on negotiated sales averaged \$117.40. June hogs settled at \$111.17. The contract high on June hogs was \$115.00 on May 6th. The high price paid for cash hogs Tuesday was \$125.00. Tuesday, June hogs dropped into gap from 110.87 to 109.72 They didn't fill the gap and closed above the high side.

Pork keeps creeping higher and loins are finally a part of it. With loins moving higher it is a positive indicator. Spreaders are a big reason hogs have fallen of their highs, but July 2021 hogs through the end of 2021 remain bull spread.

The US Dollar is weak, and the Peso, Australian Dollar, Canadian Dollar and Yen should keep exports strong.

Carcasses at \$113.00 aren't high especially with current price of loins and hams

=====

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

MAY 11, 2021

LOADS OF PORK CUTS: 291.75

LOADS TRIM/PROCESSED PORK: 19.09

FINAL

Date	Loads	Carcass	Loin	Butt	Pic	Rib	Ham	Belly
05/10/2021	310.83	113.20	106.66	127.77	75.31	259.16	87.71	161.65
Change		0.04	1.61	1.30	0.46	0.72	-0.80	-2.36
Five Day Average --		113.18	104.45	124.35	73.50	255.18	91.64	164.37

NOON

Date	Loads	Carcass	Loin	Butt	Pic	Rib	Ham	Belly
05/11/2021	199.65	113.71	106.34	125.95	74.78	258.40	91.01	162.01
Change		0.55	1.29	-0.52	-0.07	-0.04	2.50	-2.00
Five Day Average --		113.29	104.38	123.98	73.39	255.03	92.30	164.45

FINAL

Date	Loads	Carcass	Loin	Butt	Pic	Rib	Ham	Belly
------	-------	---------	------	------	-----	-----	-----	-------

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.

05/10/2021	259.95	113.16	105.05	126.47	74.85	258.44	88.51	164.01
Change		-0.63	-0.59	-0.65	1.58	2.59	-2.80	-1.21
Five Day Average --		112.78	103.18	121.69	73.98	252.68	92.78	163.91

=====

NATIONAL DAILY DIRECT HOG PRIOR DAY REPORT - SLAUGHTERED SWINE

Slaughter Data for May 11, 2021

Average live weight 283.22

Average carcass - 212.66

=====

A User's Guide to USDA's LMR Hog Price Reports

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

DAILY DIRECT AFTERNOON HOG REPORT FRIDAY MAY 11, 2021

National Negotiated Carcass Price

Lowest price: 105.76

Highest price: 125.00

Weighted Average Price: 117.40

Head Count: 13,223

On a National basis, compared to the previous day's weighted average 5.18 higher

Other Market Formula (Carcass)

Lowest base price: 66.67

Highest base price: 117.10

Weighted Average Price: 102.48

Head Count: 29,191

Swine/Pork Market Formula (Carcass)

Lowest base price: 81.81

Highest Base Price: 126.46

Weighted Average Price: 108.54

Head Count: 150,593

Other Purchase Arrangement (Carcass)

Lowest base price: 69.35

Highest base price: 121.01

Weighted Average Price: 105.81

Head Count: 62,608

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

=====

Past Highs on Lean Hogs

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.

Contract Month & Year	Contract High	Date
April 2014	\$128.77	April 2, 2014
June 2014	\$133.42	March 18, 2014
July 2014	\$133.90	July 15, 2014
August 2014	\$133.37	July 1, 2014
October 2014	\$118.35	July 7, 2014
December 2014	\$105.50	July 9, 2014
February 2015	\$100.00	June 22, 2014

=====

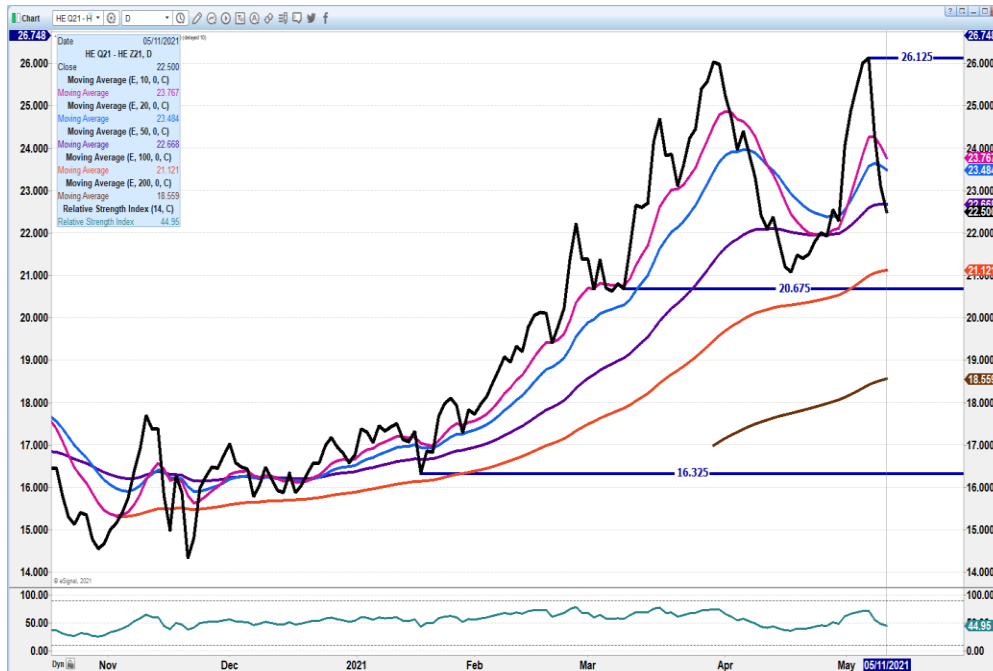
JULY/AUGUST LEAN HOG SPREAD – SPREAD IS WIDE AND SHOULD REMAIN WIDE.



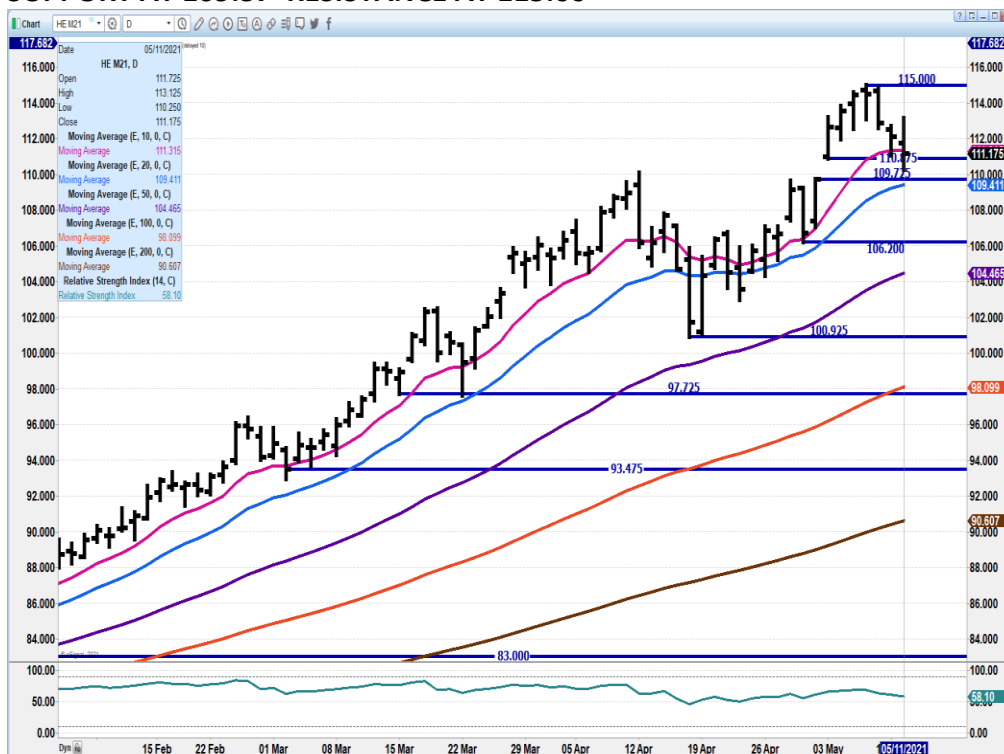
ADMIS.com | 312.242.7000 | Chicago | New York | London | Hong Kong | Singapore | Taipei | Shanghai

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/DECEMBER 2021 LEAN HOG SPREAD – CORRECTING BUT STILL WIDE. MARKET MOVING DOWN TO \$16 EASILY COULD HAPPEN



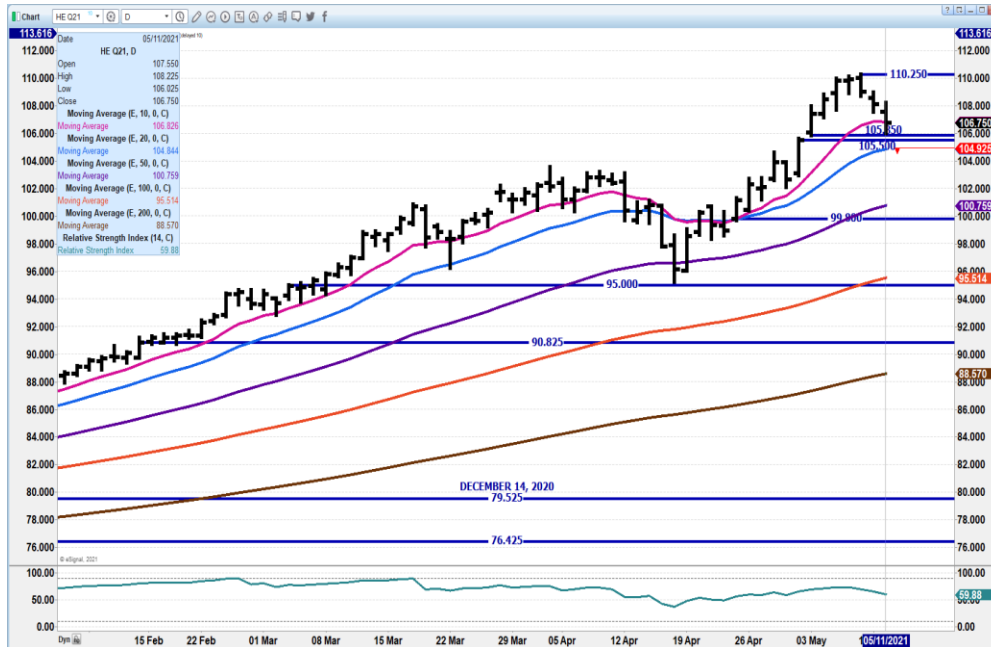
JUNE 2021 LEAN HOGS - FELL INTO GAP BUT DIDN'T FILL AND CLOSED ABOVE GAP. SUPPORT AT 109.37 RESISTANCE AT 115.00



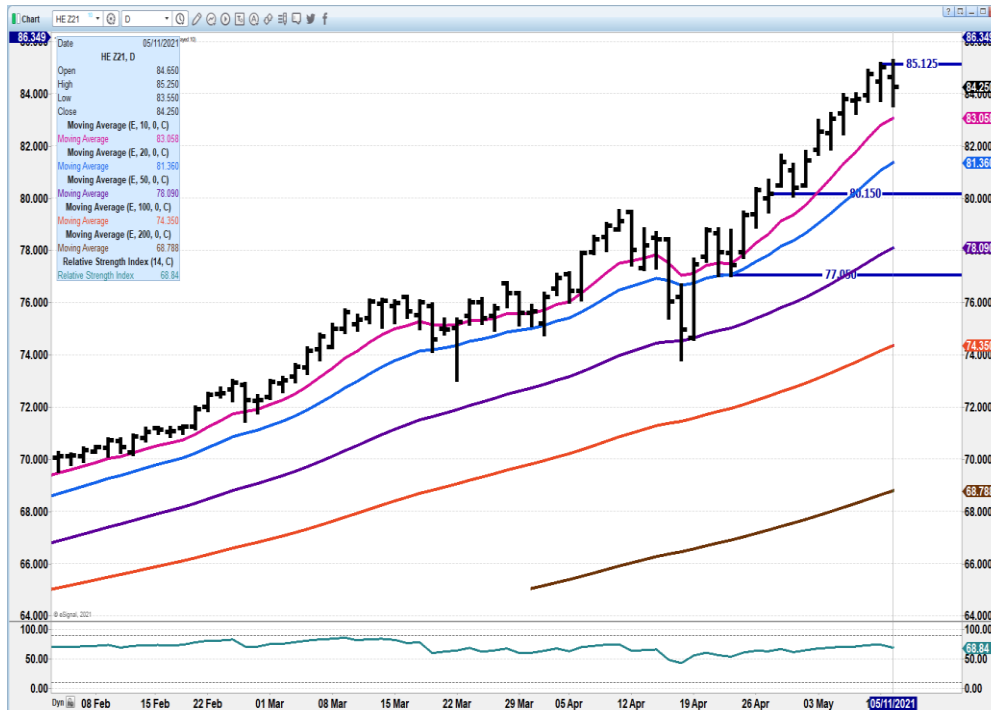
ADMIS.com | 312.242.7000 | Chicago | New York | London | Hong Kong | Singapore | Taipei | Shanghai

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.

AUGUST 2021 LEAN HOGS – SUPPORT AT 104.92 RESISTANCE AT 110.25



DECEMBER 2021 LEAN HOGS - RESISTANCE AT 85.37 SUPPORT AT 83.05



CHARTS FROM ESIGNAL INTERACTIVE, INC.

Christopher Lehner chris.lehner@admis.com 312 242 7942 913.787.680

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.