

Friday, June 10, 2022

Number 24 - Volume 15

WEEKLY COMMODITY AT A GLANCE

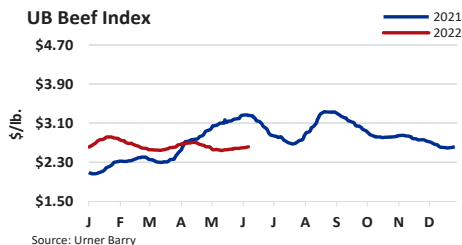
	This Week	Last Week	Last Year
Omaha, US No 2 Yellow Corn	UNQ	7.62	6.76
CBOT Soybean	1,745.50	1,697.75	1,465.75
NYMEX Light Crude Oil	120.67	118.87	72.12
Loose Lard, Chicago Basis	0.82	0.82	0.68
Edible Tallow, Chicago Basis	UNQ	0.84	UNQ
Beef Trimnings, 90% Fresh	279.00	278.00	284.00
Beef Trimnings, 50% Fresh	121.00	119.00	115.00
Aust/NZ Blend Cow 90% EC Spot	280.00	282.00	280.50
USDA Drop Credit	0.000	0.136	0.125
112A 3 Ribeye Roll, Lip-On CH	923.00	915.00	1,320.00
116A 3 Chuck Roll, Neck-Off CH	320.00	305.00	385.00
168 3 Round, Top (Inside) CH	285.00	285.00	365.00
180 3 Strip Loin, Bnls, 0x1 CH	825.00	823.00	1,035.00
136 Coarse Ground 81%	295.00	310.00	349.00
189A 4 Loin, Tenderloin, PSMO CH	1,375.00	1,375.00	1,825.00
Cattle-Fax, 6-State Fed Steer Price	0.00	137.65	119.90
Select Hams 20/23	90.00	97.00	78.00
Sq Cut Bellies 14/16	173.00	178.00	202.00
1/4 Trmd. Loins 21/dn	134.00	130.00	135.00
1/4 Tr Boston Butts 9/dn	150.00	131.00	237.00
Spareribs, Light, Fresh	199.00	216.00	285.00
Fresh Pork Trim (42%)	84.00	84.00	102.00
Fresh Pork Trim (72%)	103.00	104.00	135.00
Carcass Lamb Y4+55/65	4.80	4.80	4.65
Lamb Cuts, 204 Rack, 8-Rib, 7/Up	15.00	15.00	12.75
Lamb Cuts, 206 Shoulder, Cross Cut	4.60	4.60	5.25
Lamb Cuts, 232 Loin Trmd 4x4	9.00	9.00	10.50
Lamb Cuts, 234 Leg, Boneless	9.10	9.10	9.00
Carcass Veal, Hide-off, 255/315, NC	4.15	4.15	3.30
Veal Cuts, 306 Hotel Rack, 7-Rib 14/20	11.50	11.50	10.25
Veal Cuts, 310 Shoulder Clod 14/20	8.25	8.25	7.50
Veal Cuts, 332 Loin, 4x4 Trim 12/18	6.75	7.00	7.00
Veal Cuts, 363A Leg, TBS 3-Pc 24/32	10.75	10.75	10.25

Quotes represent the high side of Friday's trading range

RIEMANN CONTRACT SETTLEMENTS

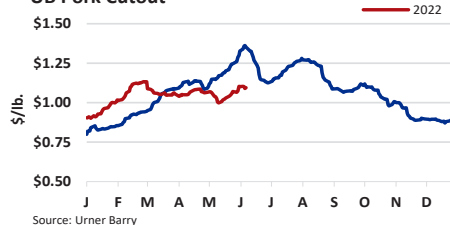
	6/10	6/3	5/27
Weekly Imported Aust/NZ Blend Cow 90% EC 7:45	2.81	2.85	2.85
Weekly Weighted Average Blended Boxed Beef Cutout Index	264.49	262.69	259.28

UB Beef Index



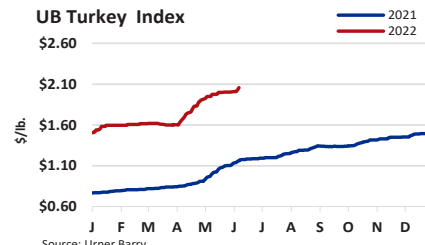
Source: Urner Barry

UB Pork Cutout



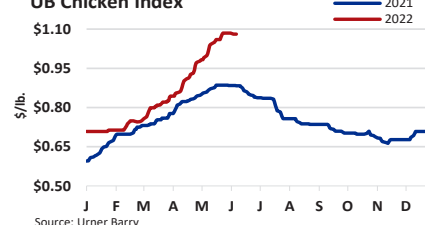
Source: Urner Barry

UB Turkey Index



Source: Urner Barry

UB Chicken Index



Source: Urner Barry

EST. DAILY CATTLE SLAUGHTER

	M	T	W	TH	F	S	Total
TW	125	126	126	126	124	47	674
LW	3	126	125	127	126	96	603
*LY	117	121	121	122	119	70	670

EST. DAILY HOG SLAUGHTER

	M	T	W	TH	F	S	Total
TW	475	479	477	476	446	19	2,372
LW	2	467	477	475	478	145	2,044
*LY	479	483	484	482	453	50	2,432

EST. DAILY SHEEP SLAUGHTER

	M	T	W	TH	F	S	Total
TW	8	8	7	7	4	0	34
LW	0	9	7	8	6	0	30
*LY	10	7	7	7	3	0	34

EST. DAILY CALVES SLAUGHTER

	M	T	W	TH	F	S	Total
TW	2	2	1	1	1	0	7
LW	0	2	1	1	1	0	5
*LY	1	2	1	1	2	0	7

EST. DAILY COW & BULL SLAUGHTER

	F	S	M	T	W	TH	Total
LW	5/27	5/28	5/30	5/31	6/1	6/2	113
TW	6/3	6/4	6/6	6/7	6/8	6/9	154
*LY	24	16	23	24	27	25	139

*Last Year's numbers are rounded

FOREIGN EXCHANGE RATES

	This Week	Last Week	Last Year
Australia, Dollar	0.709	0.723	0.769
Mexico, Peso	19.747	19.574	19.981
Canada, Dollar	1.276	1.258	1.219
Japan, Yen	133.897	130.504	110.104
China, Yuan (RMB)	6.700	6.660	6.401
Brazil, Real	4.923	4.812	5.077
South Korea, Won	1,276.52	1,246.19	1,117.78
Taiwan, Dollar	29.591	29.300	27.659
European Union, Euro	1.055	1.071	1.211

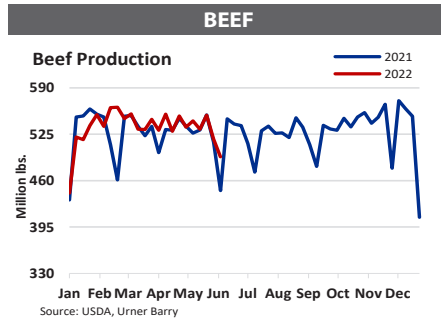
COLD STORAGE STOCKS

(Pounds in Thousands)	4/30/21	3/31/22	4/30/22
Beef in Freezer, Bnls	413,966	486,447	483,209
Cuts	34,888	49,392	48,519
Total Beef	448,854	535,839	531,728
PORK & OTHER	4/30/21	3/31/22	4/30/22
Pork in Freezer, Picnics	7,327	9,216	8,638
Hams	80,389	74,105	98,182
Bellies	35,204	56,779	58,702
Loins	44,869	39,472	42,383
Spareribs	102,061	116,768	116,955
Butts	14,528	20,670	21,714
Trimnings	41,315	52,991	52,097
Other Pork in Freezer	62,668	47,096	57,134
Total	456,921	485,929	530,244
Veal in Freezer	7,043	2,682	2,817
Lamb & Mutton in Freezer	24,753	24,006	24,435
Total	31,796	26,688	27,252

Data Updated: May 24, 2022

URNER BARRY'S WEEKLY RED MEAT INSIDER'S REPORT is available on FoodMarket.com and through Urner Barry's flagship service Comtell Online. FoodMarket is available for \$37.00 a month.

UB BEEF CUTOUT Jun-10 v. Jun-03				
	CHOICE	SELECT	NO-ROLL	CAB
Rib	0.67%	0.94%	0.37%	0.95%
Chuck	1.81%	2.29%	3.77%	0.19%
Round	0.81%	-0.09%	0.13%	0.62%
Loin	1.39%	0.00%	-0.33%	2.89%
Brisket	2.27%	0.87%	0.11%	1.81%
Plate	0.46%	0.46%	0.46%	-0.35%
Flank	0.52%	0.53%	0.55%	1.95%
Total	1.22%	0.77%	0.96%	1.31%



BEEF COMMENTARY

The boxed beef market chopped sideways for the most part this week. There has been some active buying over the last couple weeks given the discounts as retailers refocused on Father's Day needs. This combined with buyers seeing little supply risk in the immediate term and another record inflation number that calls into question consumers ability to absorb much more has led the more hand-to-mouth buying this week.

LIVE CATTLE: Cash cattle prices were steady to \$4.00/cwt higher on the week. Live cattle ranged from \$136.00/cwt to \$144.00/cwt, with premiums still in the North. Dressed sales traded between \$222.00/cwt to \$230.00/cwt.

SLAUGHTER & BEEF PRODUCTION: The weekly federally inspected slaughter was 674,000. Live weights ended the week at 1350 pounds down eight pounds – another drastic drop. Dressed weights were 815.

RIBS: Most rib prices were steady to slightly higher given the continued focus on retail spots in the upcoming weeks. Counterparties remained comfortable with price action which resulted in minimal changes.

CHUCKS: The biggest gains were noted in the chuck primal. There was broad-based interest from various segments of the industry that was price supportive. Domestic need for value steak cuts and interest in primal grinds aided in advancements. Exports continued to be near record levels on a volume basis pushing other items higher as well. All-in-all, chucks advanced around two percent on average.

ROUNDS: Rounds were a bit steadier than chucks. Prices were relatively unchanged, but we did start to see sentiment shift slightly with inflation concerns. Buyers started to shift focus a little and sellers noticed the trend to lesser priced items.

LOINS: It appeared most of the Father's Day buying was complete coming into the week after some increase in activity last. Strips are still the favorite for grills during this holiday and retailers focused on securing their needs. This kept the market steady, however.

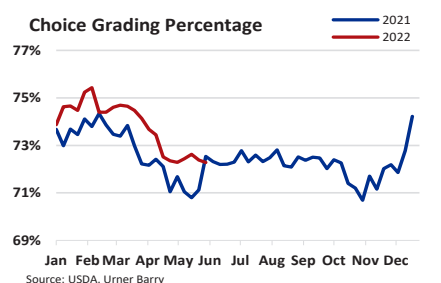
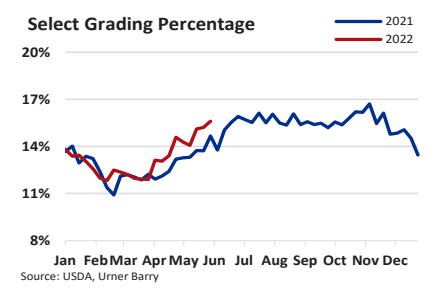
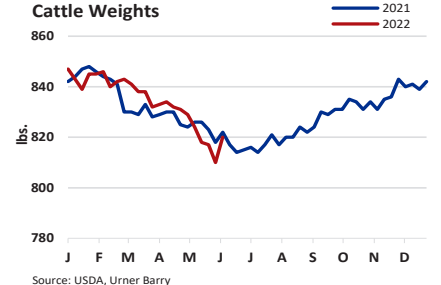
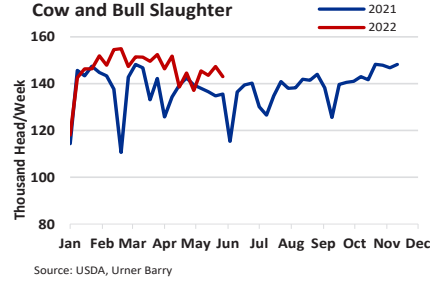
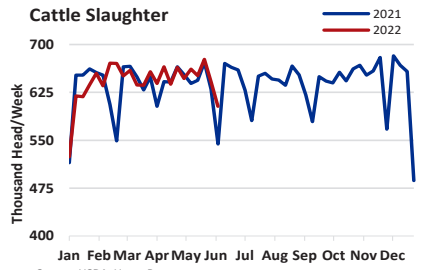
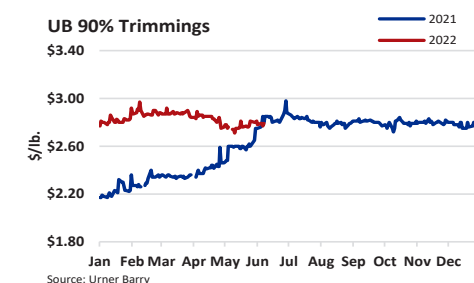
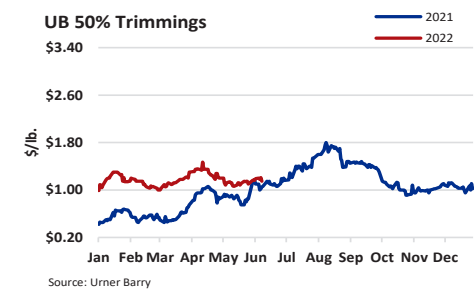
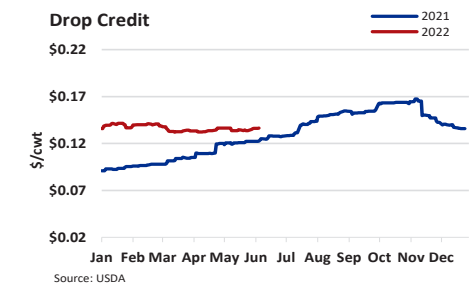
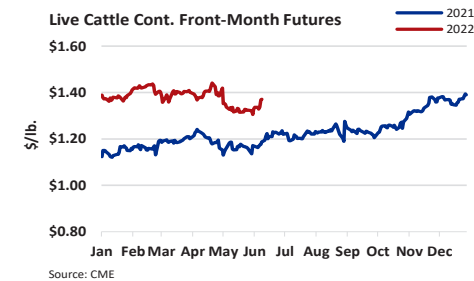
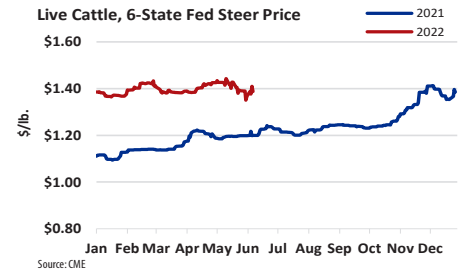
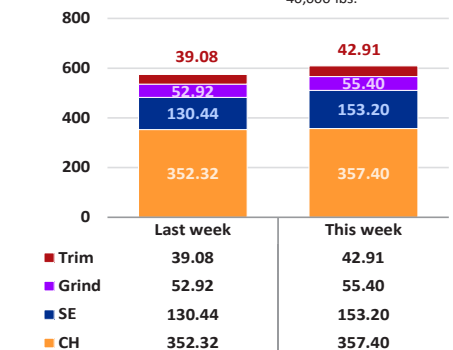
GROUND BEEF: Prices on grinds trended slightly lower week-to-week. While there was a good call for ground chuck, the rest were average at best. Add in the fact that price have been elevated and there is no wonder why we saw a little deflation.

BONELESS BEEF: Fresh 50s were steady to a little weaker this week. Offering levels varied noticeably from packer to packer. Leaner boneless beef was about steady. Cow supplies were tighter than expected in some areas.

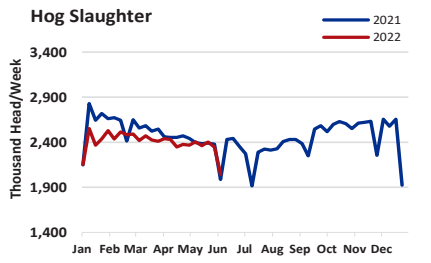
UB BEEF CUTOUT-CH/SE SPREAD (\$/cwt)					
	M	T	W	TH	F
TW	17.07	18.37	19.07	19.08	19.43
*LW	-	16.65	16.33	17.08	18.10

*Last Week's numbers are rounded

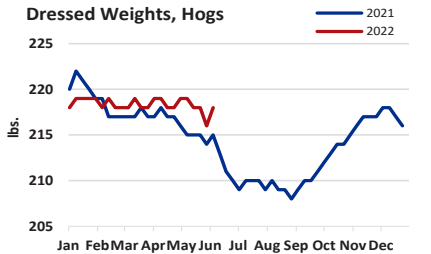
Weekly Beef Breakdown (# of loads) Source: USDA, Urner Barry
1 load = 40,000 lbs.



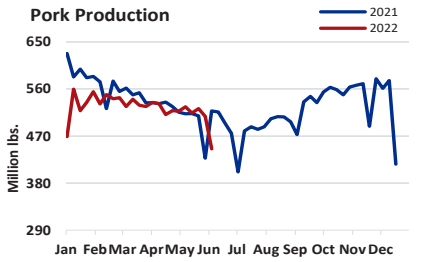
PORK PRODUCTION



Source: USDA, Urner Barry



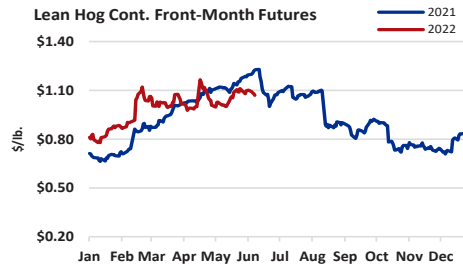
Source: USDA, Urner Barry



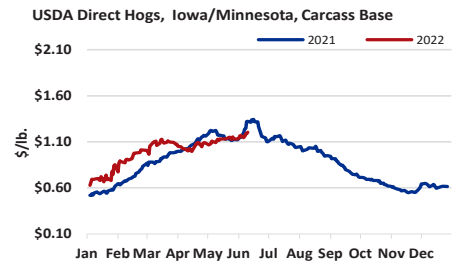
Source: USDA, Urner Barry

LIVE HOGS & CUTOUT

PORK CUTOUT	Jun-03	Jun-10	Change
Loin	106.110	108.050	1.940
Butt	112.750	124.950	12.200
Picnic	75.830	75.240	-0.590
Sparerib	201.410	190.540	-10.870
Ham	90.960	87.070	-3.890
Belly	173.730	164.530	-9.200
Cutout Value	110.200	108.89	-1.31



Source: CME



Source: USDA, Urner Barry

PORK COMMENTARY

This week in the pork market, the increased slaughter resulted in additional meat, while inflation, varying degrees of retail demand, and reduced export interest also influenced pork trade. Urner Barry's pork carcass cutout decreased by 1.19 percent during the week. Estimates of margins for outside purchasers of hogs on Thursday were -\$37.35/head while margins for vertically integrated packers were estimated at \$28.82/head.

PORK PRODUCTION: Pork production for the week ending 6/11/2022 was estimated to be 515.1 million pounds. This was a 15.6 percent increase from last week and a 0.6 percent decrease from a year ago. Live hog weights averaged 291 pounds for the week, one pound under last week and 5 pounds heavier than a year ago.

GREEN MEATS: In the green meat complex, hams were softer. Bone-in product saw declines amid pushback to their recently elevated levels from both domestic and export partners. Boneless hams continued to see lackluster demand, which resulted in declines. Bellies were highly unsettled amid supply that was called ample to start the week, though it eventually shifted to adequate. Nonetheless, bellies saw steep declines this week. In trim, 42s and 72s traded near their recently established ranges while boneless picnics were full steady on strong demand for grilling items ahead of Father's Day.

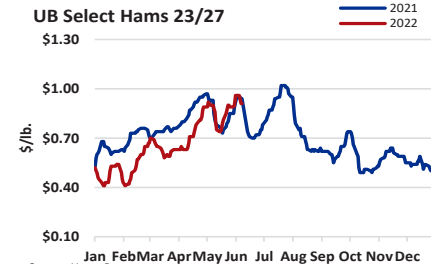
HAMS: Bone-in ham values declined \$7.00/cwt to \$8.50/cwt while boneless cuts were flat to \$2.00/cwt lower.

BELLIES: Skinless bellies were \$12.00/cwt to \$25.00/cwt weaker.

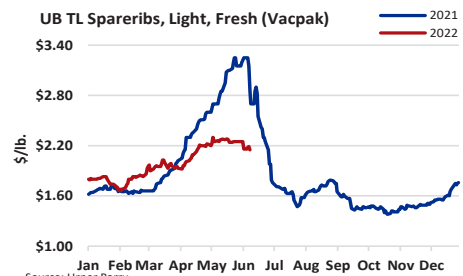
TRIMMINGS: 42s were \$0.50/cwt higher while 72s were \$0.50/cwt lower. Meanwhile, boneless picnics were \$4.00/cwt stronger.

RETAIL: 1/4" bone-in loins were \$4.00/cwt stronger and 1/8" loins were \$4.50/cwt firmer. Boneless strap-on loins were \$2.50/cwt higher and boneless strap-off loins were \$0.50/cwt stronger. Bone-in sirloins were \$9.00/cwt firmer and boneless sirloins were \$5.00/cwt stronger. Tenderloins were \$5.00/cwt lower for the week. 1/4" bone-in butts were \$18.00/cwt higher while boneless butts were \$11.00/cwt stronger. Light and medium spareribs were \$17.50/cwt lower and \$5.00/cwt weaker respectively.

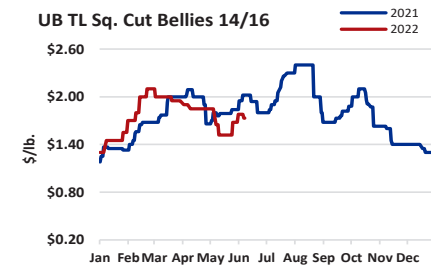
PORK PROCESSING ITEMS & RETAIL CUTS



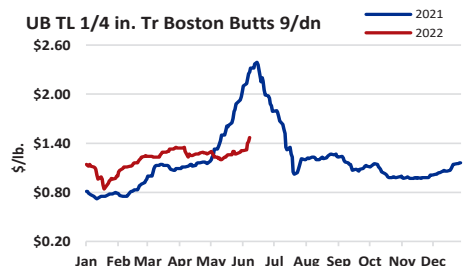
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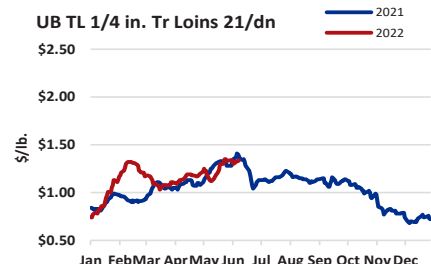
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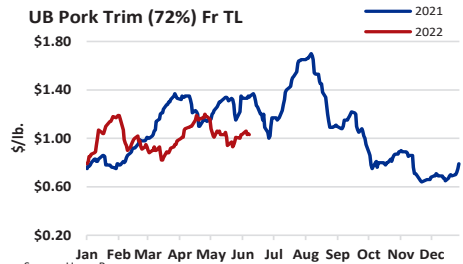
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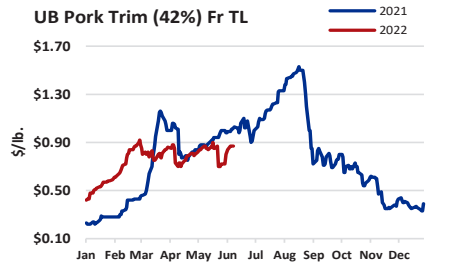
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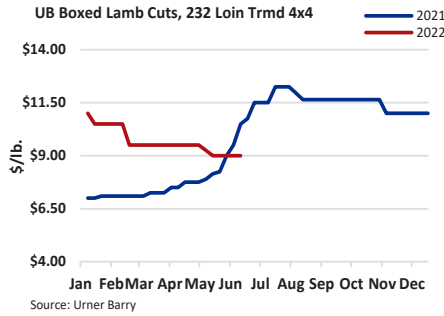
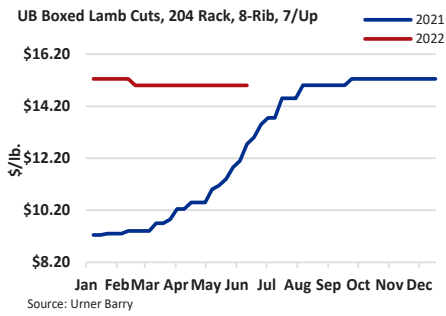
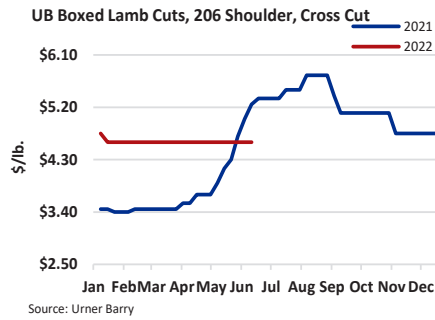
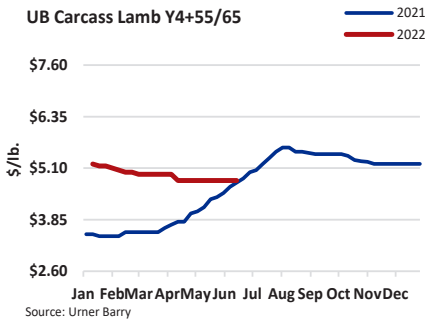


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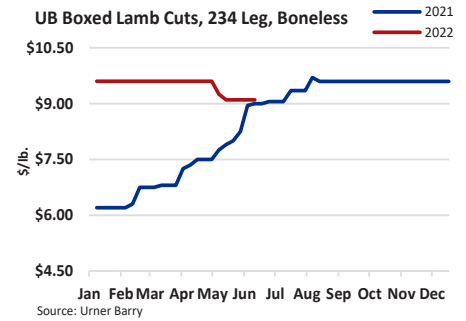
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LAMB

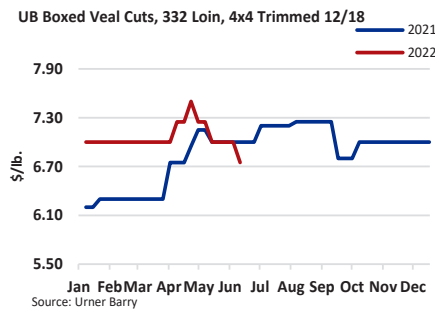
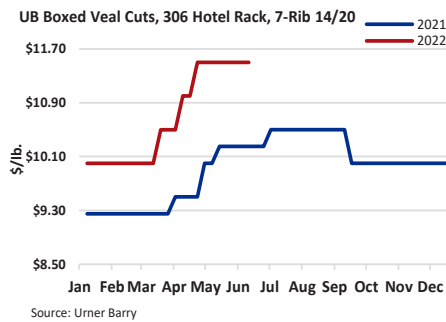
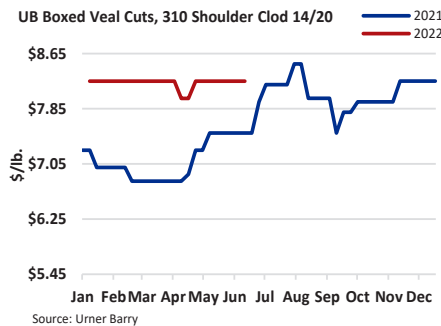
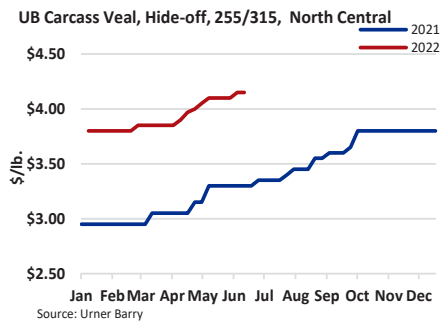


LAMB COMMENTARY

Lamb carcasses were steady this week. Domestic boxed cuts were generally unchanged and traded within their recently established quotes. Supply and demand appeared to be well in balance this week. In the most recent USDA Weekly Meat Production Under Federal Inspection report, weekly sheep slaughter was at 30,000, which was 5,000 less head than last week and 2,000 less than a year ago for the same period. Average weights were 138 pounds, which was 3 pounds heavier than the previous week and 12 pounds heavier than year ago figures.

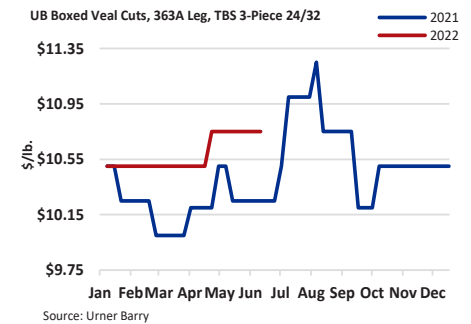


VEAL

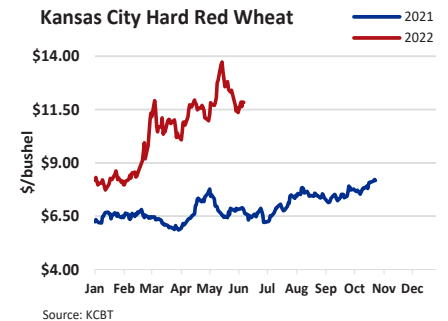
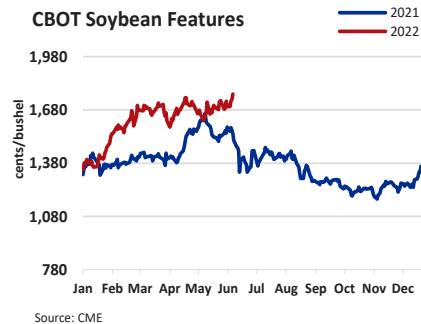
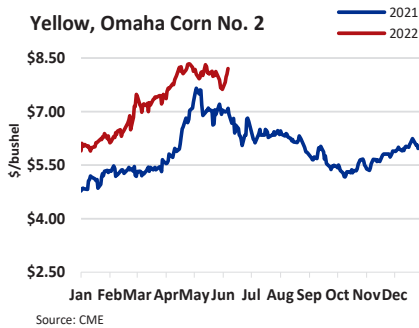


VEAL COMMENTARY

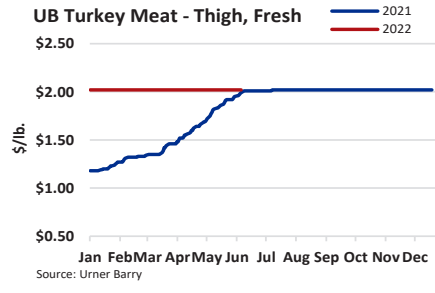
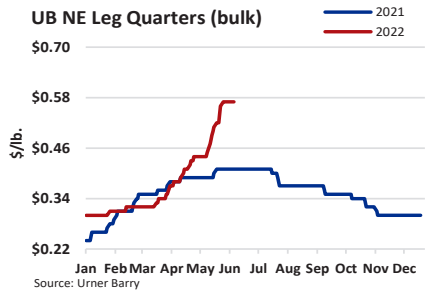
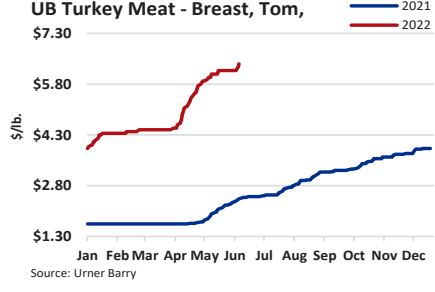
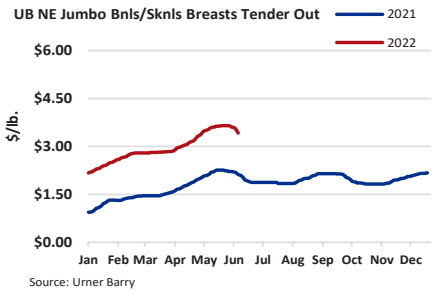
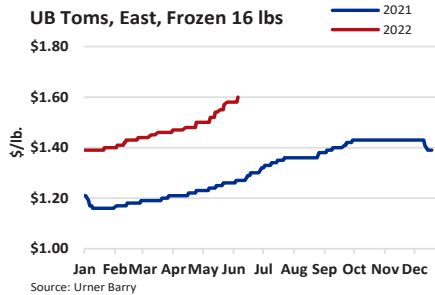
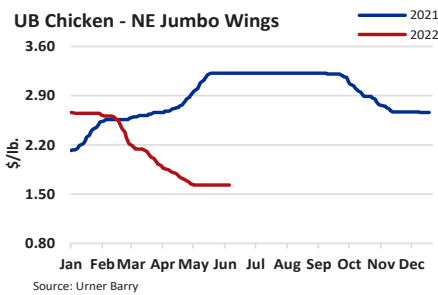
Veal carcasses were full steady this week, which continued their trend of modest increases during each of the previous two weeks. For boxed cuts, racks, foreshanks, hindshanks and legs were steady while chucks and loins traded in a narrow scope, which resulted in their price ranges tightening up this week. The USDA Special Fed Veal Slaughter was at 2800; that is roughly a 0.71% decline from the week prior. Special Fed Veal Dressed Weights came in at 290.5 pounds, which is up 1.2 pounds from the previous week.



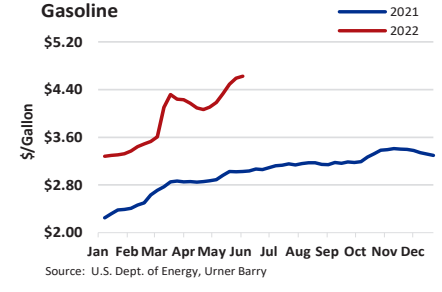
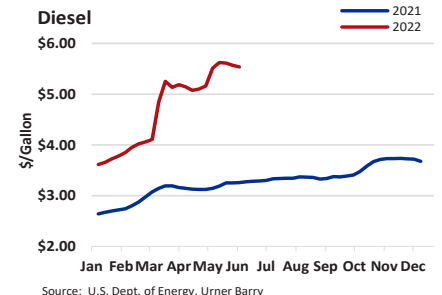
FEEDS: CORN, SOY BEAN, RED WHEAT



POULTRY



ENERGY



ANNOUNCEMENT

Urner Barry Price Reporting Receives Independent Assurance of IOSCO Compliance Achieving the Gold Standard for Price Reporting

For over 160 years, Urner Barry has been the trusted source for benchmark pricing in the food and agriculture industry. Now, the company has successfully completed an independent review of its price reporting methodology and control procedures, confirming Urner Barry's processes are aligned with the International Organization of Securities Commissions (IOSCO) Principles for Price Reporting Agencies (PRAs).

The Type 1 assurance report, issued by auditor BDO, examined eight benchmark price indices.

"Our clients require the highest quality information to effectively conduct their business and navigate the supply chain," said Urner Barry CEO, Joe Muldowney. "This independent assurance review reflects the pledge we undertake to provide them with robust, independent, and accurate market coverage."

Read more about the latest quality assurance [HERE](#)

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POULTRY COMMENTARY

Whole birds, as well as WOGs, remain in steady overall position and are held with confidence at supportive price points. Jumbo boneless remains under widespread pressure. Notably lower discounts are in play if buyers express any interest at all. Tenders, along with chunk and trim meats, continue to move with regularity, although some note demand is slowing. In wings, small and medium-sized product remains easily uncovered for a wide range of about to barely steady price points. Jumbo is mostly maintained due to consistent foodservice and retail demand. Upward momentum related to the back half has been stunted as deboning demand has softened this week. All lines remain well cleared, with leg quarters even being painted as stronger by some participants. Thigh meat is generally steady, but

some note buying interest has waned.

Whole-body toms and hens, as well as consumer and institutional-sized breasts continue to be mostly unavailable to the spot market buyer. When sales are inked, premiums are the rule. In parts, whole and two joint wings, along with necks, continue to be pursued at slightly higher levels. Drums are balanced and rated steady. The raw materials segment hasn't changed much. Barley adequate to short offerings of breast meat, tenders, scapula, and breast trim are pursued with aggression but are increasingly difficult to find. Premium level ask prices and bids remain firmly in play. MST demand continues to outpace production.

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