

Friday, August 19, 2022

Number 34 - Volume 15

WEEKLY COMMODITY AT A GLANCE

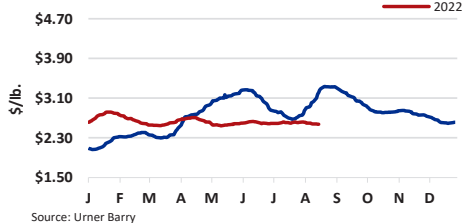
	This Week	Last Week	Last Year
Omaha, US No 2 Yellow Corn	UNQ	7.50	6.20
CBOT Soybean	1,488.75	1,669.25	1,337.00
NYMEX Light Crude Oil	90.77	92.09	67.54
Loose Lard, Chicago Basis	UNQ	UNQ	0.74
Edible Tallow, Chicago Basis	UNQ	UNQ	0.750
Beef Trimmings, 90% Fresh	273.00	273.00	278.00
Beef Trimmings, 50% Fresh	104.00	108.00	170.00
Aust/NZ Blend Cow 90% EC Spot	264.00	264.00	278.00
USDA Drop Credit	0.136	0.138	0.151
112A 3 Ribeye Roll, Lip-On CH	950.00	935.00	1,500.00
116A 3 Chuck Roll, Neck-Off CH	330.00	340.00	550.00
168 3 Round, Top (Inside) CH	280.00	285.00	405.00
180 3 Strip Loin, Bnls, Ox1 CH	880.00	900.00	875.00
136 Coarse Ground 81%	250.00	250.00	275.00
189A 4 Loin, Tenderloin, PSMO CH	1,175.00	1,200.00	1,780.00
Cattle-Fax, 6-State Fed Steer Price	143.35	139.75	122.46
Select Hams 20/23	105.00	110.00	62.00
Sq Cut Bellies 14/16	195.00	208.00	200.00
1/4 Trmd. Loins 21/dn	128.00	126.00	110.00
1/4 Tr Boston Butts 9/dn	127.00	134.00	124.00
Spareribs, Light, Fresh	153.00	153.00	174.00
Fresh Pork Trim (42%)	138.00	135.00	145.00
Fresh Pork Trim (72%)	142.00	150.00	126.00
Carcass Lamb Y4+S5/65	4.51	4.41	5.61
Lamb Cuts, 204 Rack, 8-Rib, 7/Up	14.50	14.50	15.00
Lamb Cuts, 206 Shoulder, Cross Cut	4.55	4.55	5.75
Lamb Cuts, 232 Loin Trmd 4x4	8.50	8.50	11.65
Lamb Cuts, 234 Leg, Boneless	7.50	7.50	9.60
Carcass Veal, Hide-off, 255/315, NC	4.35	4.35	3.45
Veal Cuts, 306 Hotel Rack, 7-Rib 14/20	12.50	12.50	10.50
Veal Cuts, 310 Shoulder Clod 14/20	8.25	8.25	8.00
Veal Cuts, 332 Loin, 4x4 Trim 12/18	6.75	6.75	7.25
Veal Cuts, 363A Leg, TBS 3-Pc 24/32	10.75	10.75	10.75

Quotes represent the high side of Friday's trading range

RIEMANN CONTRACT SETTLEMENTS

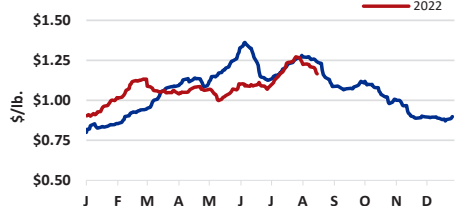
	8/19	8/12	8/5
Weekly Imported Aust/NZ Blend Cow 90% EC 7:45	2.64	2.64	2.64
Weekly Weighted Average Blended Boxed Beef Cutout Index	257.27	256.84	260.32

UB Beef Index



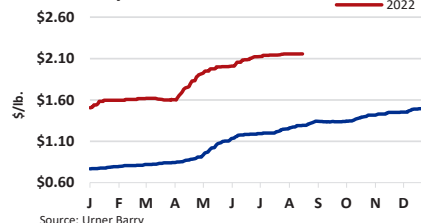
Source: Urner Barry

UB Pork Cutout



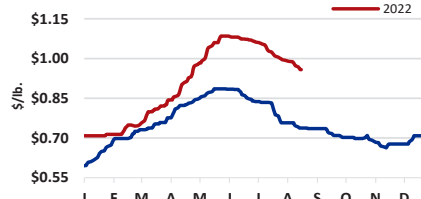
Source: Urner Barry

UB Turkey Index



Source: Urner Barry

UB Chicken Index



Source: Urner Barry

EST. DAILY CATTLE SLAUGHTER

	M	T	W	TH	F	S	Total
TW	121	126	126	126	122	40	661
LW	119	126	126	125	118	33	647
*LY	118	122	120	118	117	72	666

EST. DAILY HOG SLAUGHTER

	M	T	W	TH	F	S	Total
TW	428	476	478	474	467	58	2,381
LW	458	474	474	463	433	23	2,325
*LY	475	471	473	472	458	82	2,432

EST. DAILY SHEEP SLAUGHTER

	M	T	W	TH	F	S	Total
TW	8	7	7	7	4	0	33
LW	8	7	8	6	4	0	33
*LY	9	6	6	7	4	1	33

EST. DAILY CALVES SLAUGHTER

	M	T	W	TH	F	S	Total
TW	2	1	1	1	1	0	6
LW	2	1	1	1	1	0	6
*LY	1	2	1	1	2	0	8

EST. DAILY COW & BULL SLAUGHTER

	F	S	M	T	W	TH	Total
LW	8/5	8/6	8/8	8/9	8/10	8/11	142
TW	8/12	8/13	8/15	8/16	8/17	8/18	144
*LY	25	11	24	26	27	25	138

*Last Year's numbers are rounded

FOREIGN EXCHANGE RATES

	This Week	Last Week	Last Year
Australia, Dollar	0.690	0.710	0.725
Mexico, Peso	20.169	19.905	20.276
Canada, Dollar	1.298	1.278	1.262
Japan, Yen	136.895	133.783	109.545
China, Yuan (RMB)	6.814	6.742	6.477
Brazil, Real	5.177	5.134	5.332
South Korea, Won	1,335.45	1,304.57	1,165.15
Taiwan, Dollar	30.102	29.975	27.951
European Union, Euro	1.006	1.027	1.175

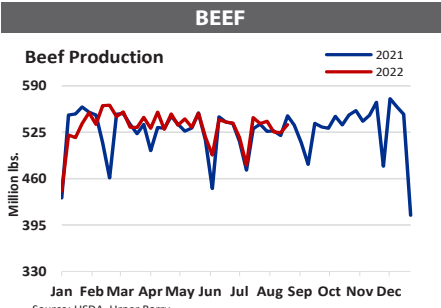
COLD STORAGE STOCKS

(Pounds in Thousands)	6/30/21	5/31/22	6/30/22
Beef in Freezer, Bnls	371,969	478,243	468,801
Cuts	29,546	47,897	47,402
Total Beef	401,515	526,140	516,203
PORK & OTHER	6/30/21	5/31/22	6/30/22
Pork in Freezer, Picnics	4,717	8,982	8,025
Hams	130,550	126,491	139,219
Bellies	36,385	56,728	53,194
Loins	33,871	40,270	35,296
Spareribs	69,276	115,000	108,935
Butts	9,944	19,771	17,440
Trimmings	41,280	51,955	52,431
Other Pork in Freezer	50,032	54,251	51,653
Total	441,916	546,061	540,993
Veal in Freezer	5,818	2,841	2,705
Lamb & Mutton in Freezer	21,489	22,192	22,928
Total	27,307	25,033	25,633

Data Updated: July 22, 2022

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

UB BEEF CUTOUT Aug-19 v. Aug-12				
	CHOICE	SELECT	NO-ROLL	CAB
Rib	0.19%	1.75%	-0.61%	0.79%
Chuck	-1.56%	-1.01%	-0.97%	-1.86%
Round	-0.26%	0.04%	0.04%	0.38%
Loin	-1.01%	-1.34%	-1.14%	-0.32%
Brisket	-0.05%	-2.27%	-7.65%	-0.05%
Plate	-0.53%	-0.53%	-0.53%	-2.85%
Flank	-0.23%	-0.23%	-0.23%	-0.18%
Total	-0.71%	-0.48%	-1.03%	-0.46%



BEEF COMMENTARY

It appeared the boxed beef market began to come under some downward pressure throughout the week as business conditions continued to be noted as average. Participants across aisles seemed to hold their ground during negotiations and this has turned into a game of "who will blink first". Buyers sitting on their hands are seemingly gaining leverage as we finish out the last few weeks of August. On the other side sellers were seen with about adequate supplies which still led to about steady tones across the primal. Major primal cuts looked to be in decent to better standing throughout the week while "odd ball" items were where the burdensome inventories were coming from.

LIVE CATTLE: Prices in the South this week were up \$1.00 to \$2.00/cwt from the week prior at mostly \$141.00 to \$142.00/cwt live (full range \$140.50-\$142.00). Prices in the North were \$0.50 to \$2.00/cwt higher between \$145.00 - \$150.00/cwt live (full range \$145.00 to \$151.00/cwt). Dressed sales were \$4.00 to \$5.00/cwt higher at mostly \$234.00/cwt (full range \$228.00 to \$237.00/cwt).

SLAUGHTER & BEEF PRODUCTION: The weekly federally inspected slaughter was 661,000 head. Live weights ended the week flat at 1343 pounds up one pound. Dressed weights were flat at 812 pounds.

RIBS: Ribs were able to carve out higher money as this area continued to be a main topic of conversation throughout the week. Holiday ribs are on the radar which has more and more buyers beginning to scour the market. The main concern this week was if and how hard will these cuts run once we are closer to the holiday season. Assuming all else equal, consensus among participants so far is we should see a more gradual rise this year as volatility has largely been removed from the market this year.

CHUCKS: More items than not came under downward pressure in the Chuck complex this week as it seemed supplies were beginning to outpace demand. Rolls came under further pressure later in the week as interest has seemingly evaporated from the market. This doesn't seem to come as too much of a surprise given the date on the calendar with many participants declaring this to be a lull heading into September.

ROUNDS: Rounds were able to escape the pressure seen in the chuck complex and fared steady throughout the week. It looked like we are beginning to see some participants get orders on the books for fall business as gears will quickly switch from steaks towards roasts. Retail features have sprinkled in a good mixture of items the last few weeks as we have had much cooler weather as of late.

LOINS: Loins were able to hold fairly steady throughout the week but we did see some pressure begin to form around the shortloin as availability has loosened up. There still seemed to be adequate demand for these items which kept strips steady as well as top butts. Price levels remained a concern for participants which led to predominately hand to mouth purchasing.

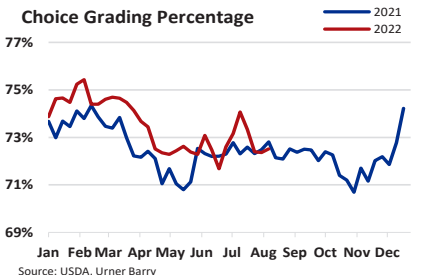
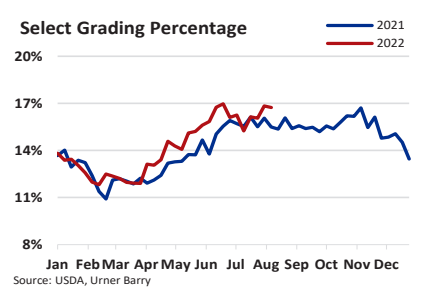
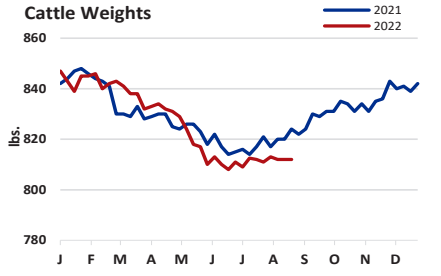
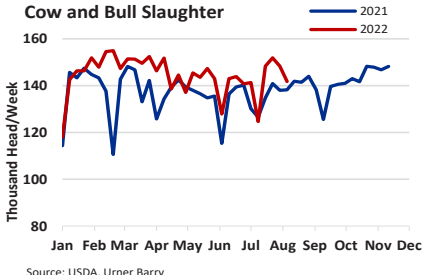
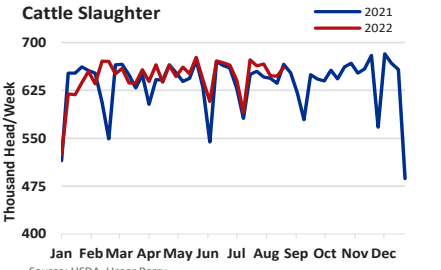
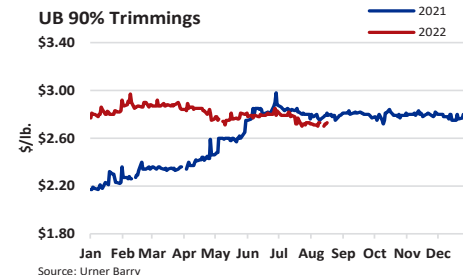
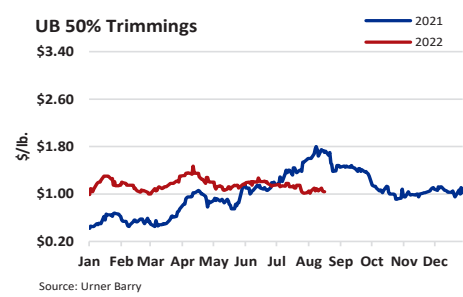
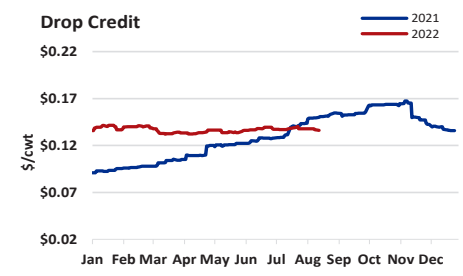
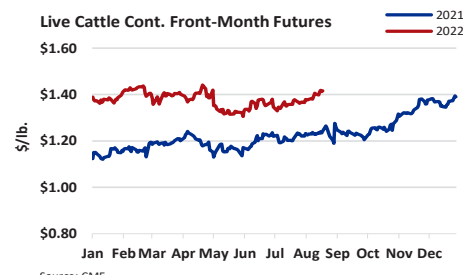
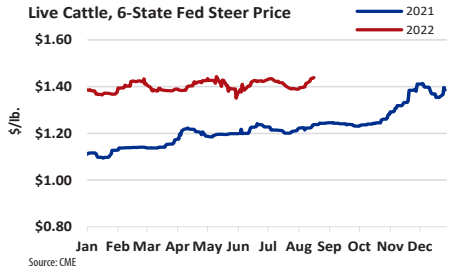
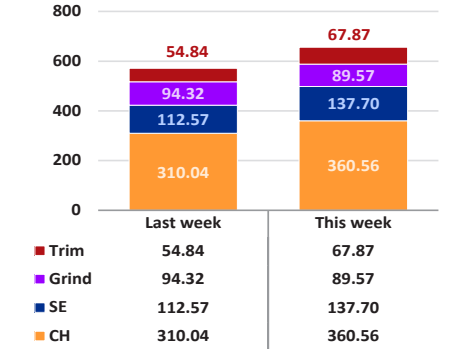
GROUND BEEF: Coarse grinds were steady throughout the week with fatter material finding some higher bids towards the end of the week. Demand has remained unphased throughout the summer months and with Labor Day along the horizon many expect interest could ramp back up temporarily.

BONELESS BEEF: Leaner boneless beef was mostly steady this week. Most traders seemed to be taking a more cautious approach to the market. Fresh 50s were mixed. Holiday scheduling seemed to cause some uncertainty in these markets. This week's cattle slaughter was estimated at 661,000 head.

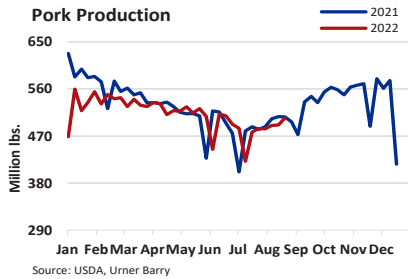
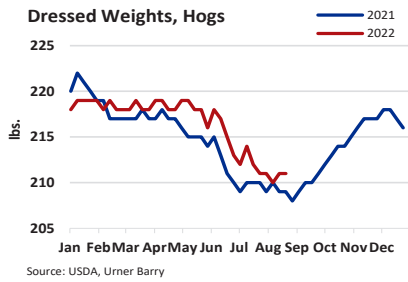
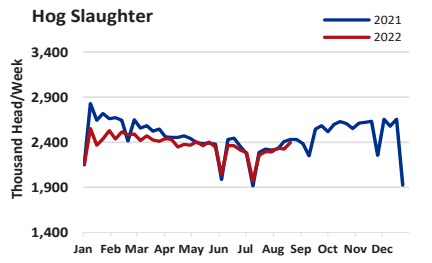
UB BEEF CUTOUT-CH/SE SPREAD (\$/cwt)					
	M	T	W	TH	F
TW	26.26	25.57	26.01	26.68	25.77
*LW	25.69	25.82	26.36	26.22	26.51

*Last Week's numbers are rounded

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

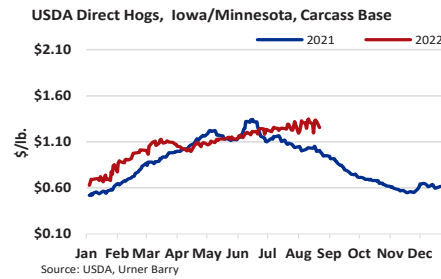
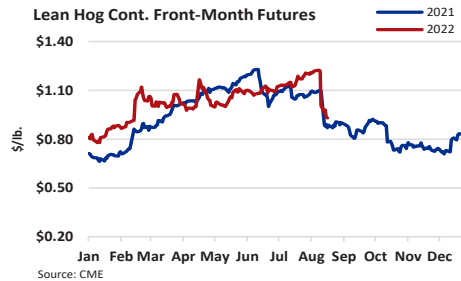


PORK PRODUCTION



LIVE HOGS & CUTOUT

PORK CUTOUT	Aug-12	Aug-19	Change
Loin	110.500	108.920	-1.580
Butt	116.180	111.490	-4.690
Picnic	96.310	93.060	-3.250
Sparerib	144.900	142.730	-2.170
Ham	110.060	106.990	-3.070
Belly	202.810	188.230	-14.580
Cutout Value	121.036	116.501	-4.535



PORK COMMENTARY

This week in the pork market, trade was mainly influenced by the seasonal increase in hog slaughter, varying degrees of demand ahead of the holiday, and hog weights increasing. Urner Barry's pork carcass cutout decreased by 3.75 percent during the week. Estimates of margins for outside purchasers of hogs on Thursday were -\$33.91/head while margins for vertically integrated packers were estimated at \$41.90/head.

PORK PRODUCTION: Pork production for the week ending 8/20/2022 was estimated to be 504.6 million pounds. This was 2.7% higher than last week and a 0.5 percent decrease from a year ago. Live hog weights averaged 283 pounds for the week, which was even with last week and 3 pounds heavier than a year ago.

GREEN MEATS: In the green meat complex, hams were mixed. While boneless product traded near recently established ranges, bone-ins saw considerable weakness. Pushback from both export and domestic partners on pricing was noted. Bellies saw steep declines on ample supply and diminishing demand for bacon as we moved further away from peak seasonal demand. Trimmings were unsettled as fat items, such as 42s and 15s, were full steady on tight supply while lean items such as 72s and boneless picnics were considered readily available most of this week.

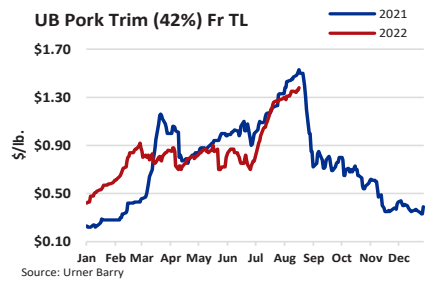
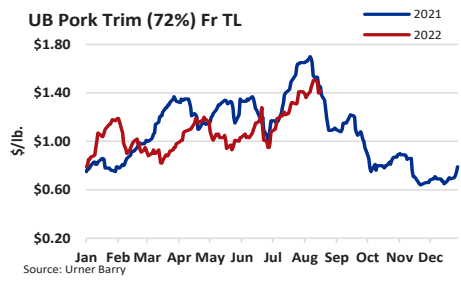
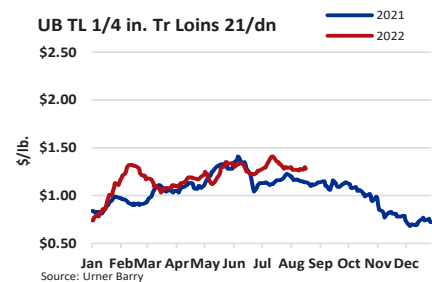
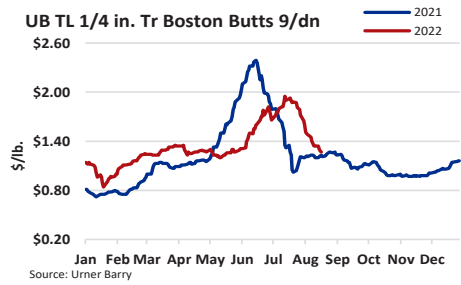
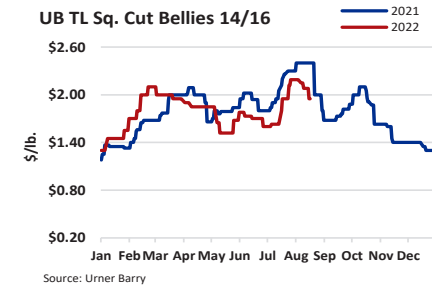
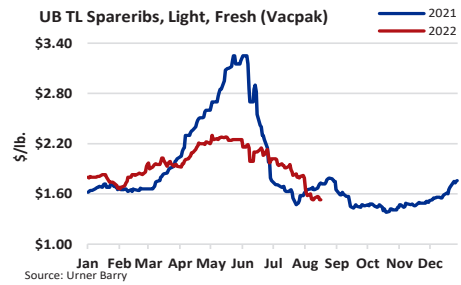
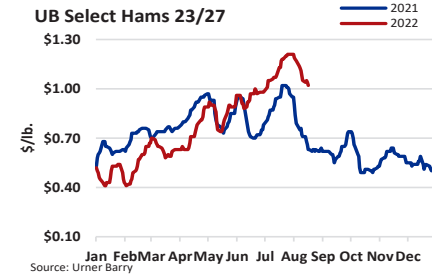
HAMS: Bone-in ham values were \$5.00/cwt to \$6.00/cwt weaker while boneless cuts were flat to \$3.00/cwt lower.

BELLIES: Skinless bellies were \$11.50/cwt to \$38.00/cwt weaker.

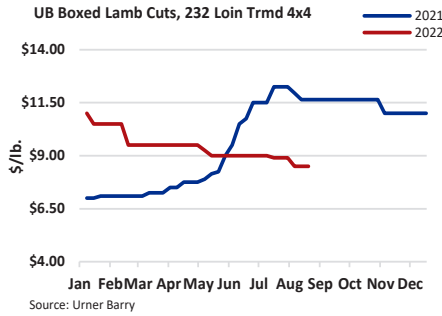
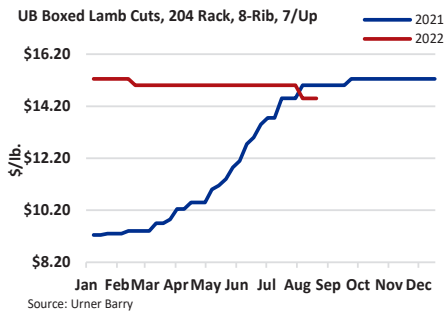
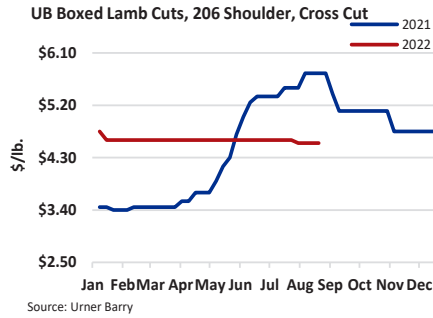
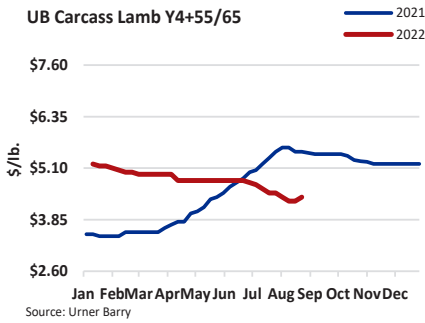
TRIMMINGS: 42s were \$3.50/cwt higher while 72s were \$8.00 weaker. Meanwhile, boneless picnics were \$6.00/cwt lower.

RETAIL: 1/4" bone-in loins were \$2.00/cwt stronger while 1/8" loins were \$3.00/cwt weaker. Boneless strap-on loins were \$8.50/cwt lower while boneless strap-off loins increased by \$2.00/cwt. Bone-in sirloins were \$3.00/cwt weaker while boneless sirloins also fell \$2.00/cwt. Tenderloins decreased by \$10.00/cwt throughout the week. 1/4" bone-in butts were down \$6.50/cwt while boneless butts increased \$4.00/cwt. Light spareribs saw an increase of \$0.50/cwt while medium spareribs were \$5.00/cwt weaker.

PORK PROCESSING ITEMS & RETAIL CUTS

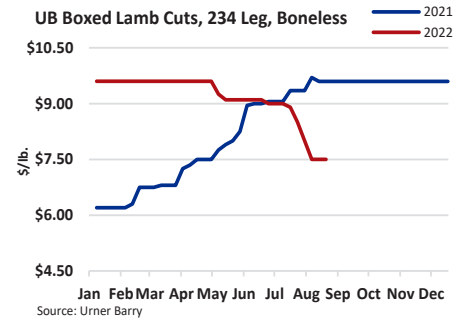


LAMB

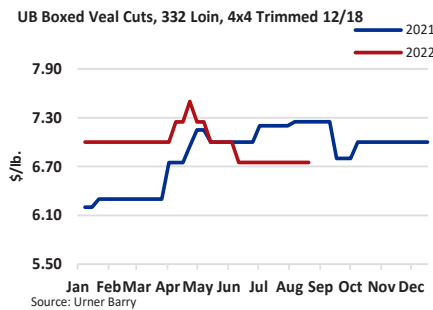
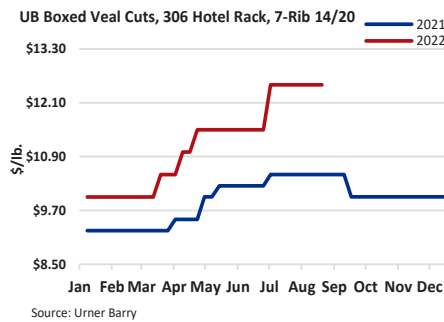
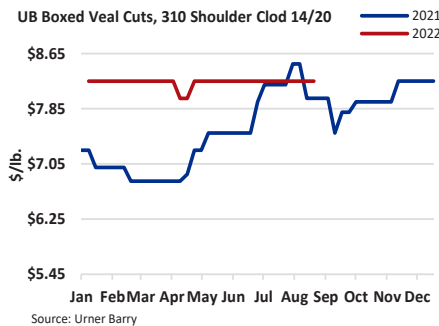
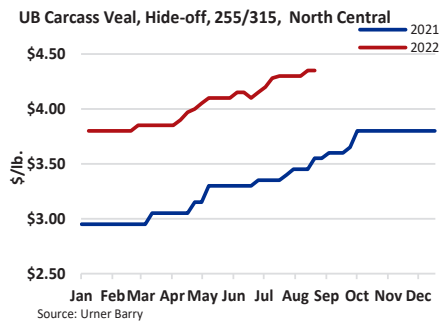


LAMB COMMENTARY

Domestic lamb consisted of minimal changes this week, though carcasses were mixed. Light carcasses saw gradual increases to their price levels as weights increased, gradually limiting the supply of lighter product. On the other hand, heavy carcasses saw decreases on fully adequate availability and lackluster demand. Boxed cuts were generally unchanged this week. In the most recent USDA Weekly Meat Production Under Federal Inspection report, weekly sheep slaughter was at 33,000 head, which was even with last week and 1,000 more than a year ago. Weights were at 134 pounds which is 2 pounds heavier than last week and 17 pounds heavier than a year ago.

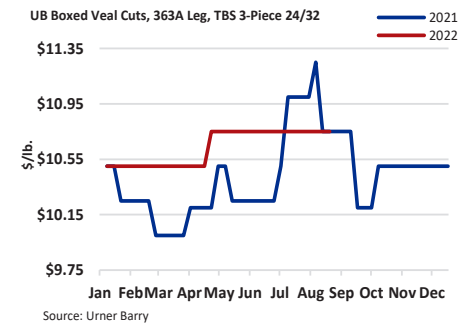


VEAL

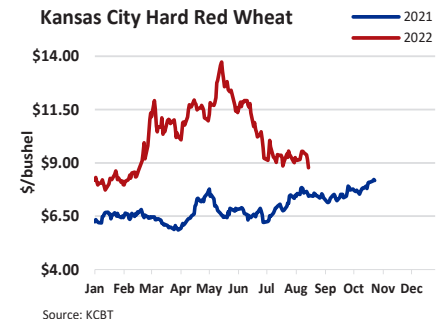
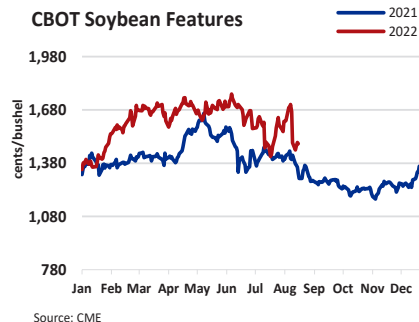
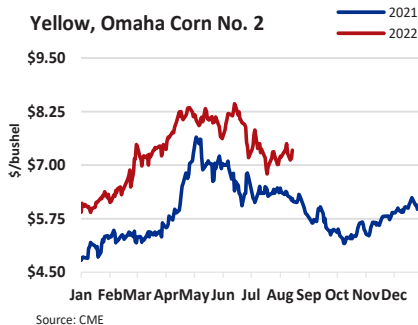


VEAL COMMENTARY

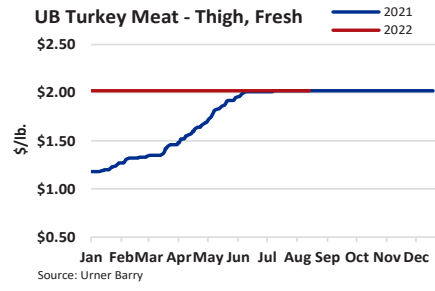
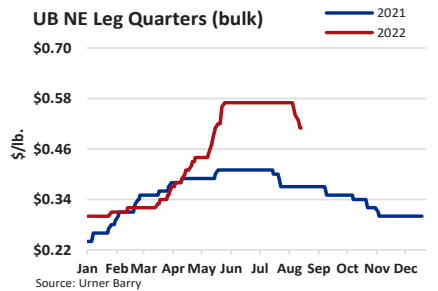
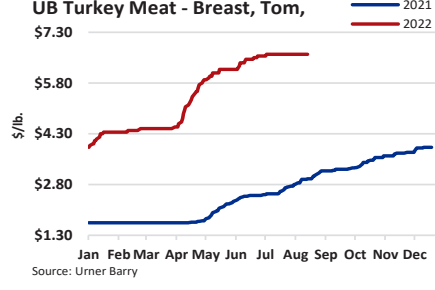
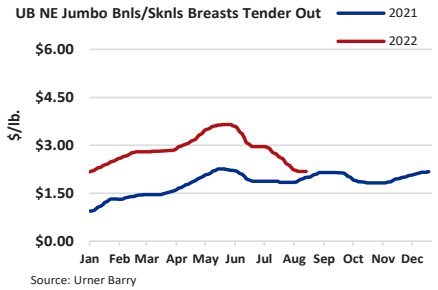
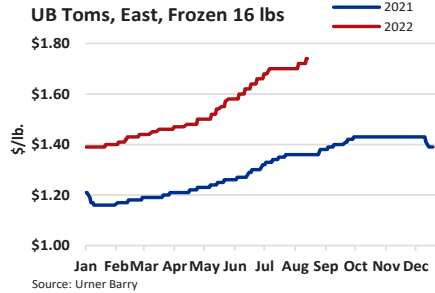
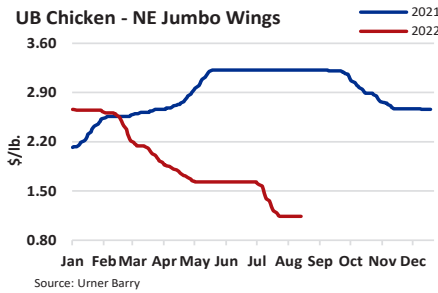
This week in veal, all carcass and boxed items that Urner Barry quotes were unchanged from last week. Recently, elevated input costs have resulted in carcass prices seeing strong price increases, but we have not seen the same for boxed cuts due to the lack of demand. Competing proteins being generally cheaper coupled with non-supportive seasonal factors as we are in the midst of summer have resulted in veal items seeing lackluster demand. The USDA Special Fed Veal Slaughter was at 2,560, which was slightly less than last week. The USDA Special Fed Veal Weights were at 279.9 pounds, which was 9.1 pounds less than the previous week.



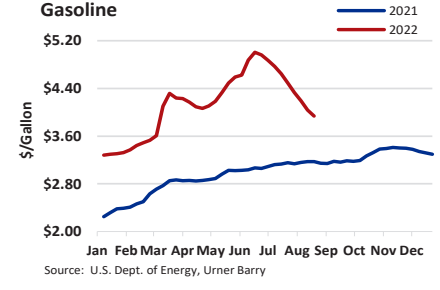
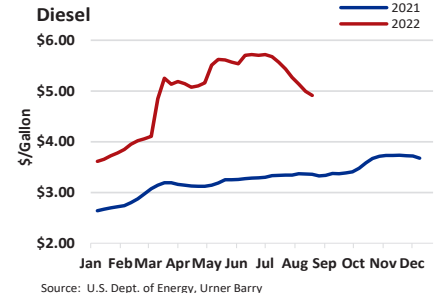
FEEDS: CORN, SOY BEAN, RED WHEAT



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](#)

Contributors:

- Joe Muldowney - joemo@urnerbarry.com
- Russ Whitman - rwhitman@urnerbarry.com
- Russ Barton- rbarton@urnerbarry.com
- Gary Morrison- gmorrison@urnerbarry.com
- Bill Smith - bsmith@urnerbarry.com
- Matt Busardo - mbusardo@urnerbarry.com
- Dylan Hughes - dhughes@urnerbarry.com
- Ryan Hojnowski - rhojnowski@urnerbarry.com
- Todd Unger - tunger@urnerbarry.com

POULTRY COMMENTARY

Whole chickens and WOGs remained mostly steady this week. Jumbo boneless, along with all-sized wings were absorbed with regularly at supportive price points. Tenders were slightly weaker as demand in certain sectors slowed somewhat. Chunk and trim meats continue to see downward pressure. Moving to the back half, all lines saw varying degrees of pressure. Leg quarters and drums were sold at slightly lower levels. Thighs were in a similar position, but input was thin. Leg meat demand remained light, which forced processors to entertain lower figures. Thigh meat offerings moved with more consistency than last week into retail.

Whole body toms and hens, along with consumer and institutional-sized breasts, were pushed higher this week as limited offerings were sold at premium levels. The bone in breast

sector is particularly firm, given processors' preference to debone most supply to move into the deli complex. The parts segment was somewhat quiet but nonetheless rock solid. Drums, necks, and wings were the most in-demand at full steady levels. Gizzards and tails were mostly steady but paid prices were somewhat wide-ranging. The raw materials segment was similarly quiet, but this does little to affect the current full steady to firm undertone in place. All breast meat lines, as well as scapula and tenders, remain mostly short of buyer needs.

This report is offered to you conditioned on your acceptance without modification of the terms, conditions, and notices contained herein. Please read the End-User License Agreement (the "Agreement), a copy of which is available at www.urnerbarry.com before utilizing this Urner Barry product. Your use of a particular UB Product(s) may also be subject to additional terms set forth in the Agreement. Your use of the UB Product(s) constitutes your acceptance of all of the terms, conditions, and notices set forth in the Agreement. Urner Barry reserves the right to amend, remove, or add to these terms, conditions and notices at any time without notice. Accordingly please continue to review the Agreement whenever accessing or using the UB Product(s). If at any time you do not accept the Agreement along with the terms and conditions outlined in the Services and Products Order Form, you may not use this or any UB Product. Commodity Indices, Cattle Fax, Daily Beef Quotations, Daily Pork Quotations, Daily Lamb & Veal Quotations, Daily Poultry Quotations, Beef and Pork Futures, USDA Direct Hogs, are quoted in \$/lb; USDA Slaughter is quoted as Head in Thousands; USDA Production is quoted as Pounds in Millions; USDA Weights are quoted in Pounds; USDA Drop credit is quoted in \$/cwt live; Feeds are quoted in \$/Bushel; Gasoline & Diesel are quoted in Cents/Gallon.