

Friday, November 04, 2022

Number 46- Volume 15

WEEKLY COMMODITY AT A GLANCE

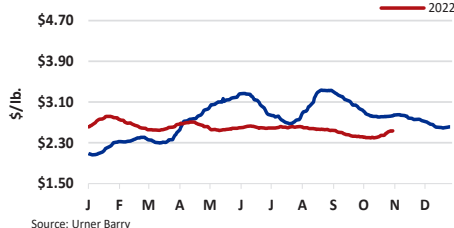
	This Week	Last Week	Last Year
Omaha, US No 2 Yellow Corn	UNQ	7.16	5.42
CBOT Soybean	1,451.50	1,387.75	1,199.50
NYMEX Light Crude Oil	92.61	87.90	84.15
Loose Lard, Chicago Basis	0.88	0.88	0.79
Edible Tallow, Chicago Basis	0.89	0.89	0.835
Beef Trimmings, 90% Fresh	248.00	252.00	280.00
Beef Trimmings, 50% Fresh	75.00	75.00	100.00
Aust/NZ Blend Cow 90% EC Spot	253.00	256.00	295.00
USDA Drop Credit	0.148	0.148	0.164
112A 3 Ribeye Roll, Lip-On CH	1,000.00	1,000.00	1,200.00
116A 3 Chuck Roll, Neck-Off CH	490.00	450.00	390.00
168 3 Round, Top (Inside) CH	285.00	285.00	300.00
180 3 Strip Loin, Bnls, Ox1 CH	600.00	600.00	700.00
136 Coarse Ground 81%	236.00	231.00	270.00
189A 4 Loin, Tenderloin, PSMO CH	1,500.00	1,475.00	1,450.00
Cattle-Fax, 6-State Fed Steer Price	151.24	149.16	126.59
Select Hams 20/23	104.00	105.00	58.00
Sq Cut Bellies 14/16	140.00	145.00	163.00
1/4 Trmd. Loins 21/dn	107.00	111.00	83.00
1/4 Tr Boston Butts 9/dn	108.00	110.00	99.00
Spareribs, Light, Fresh	133.00	133.00	145.00
Fresh Pork Trim (42%)	77.00	75.00	60.00
Fresh Pork Trim (72%)	106.00	103.00	89.00
Carcass Lamb Y4+55/65	4.41	4.41	5.36
Lamb Cuts, 204 Rack, 8-Rib, 7/Up	14.50	14.50	15.25
Lamb Cuts, 206 Shoulder, Cross Cut	4.55	4.55	4.75
Lamb Cuts, 232 Loin Trmd 4x4	8.50	8.50	11.00
Lamb Cuts, 234 Leg, Boneless	7.00	7.00	9.60
Carcass Veal, Hide-off, 255/315, NC	4.40	4.40	3.80
Veal Cuts, 306 Hotel Rack, 7-Rib 14/20	12.50	12.50	10.00
Veal Cuts, 310 Shoulder Clod 14/20	8.00	8.00	7.95
Veal Cuts, 332 Loin, 4x4 Trim 12/18	7.05	7.05	7.00
Veal Cuts, 363A Leg, TBS 3-Pc 24/32	10.75	10.75	10.50

Quotes represent the high side of Friday's trading range

RIEMANN CONTRACT SETTLEMENTS

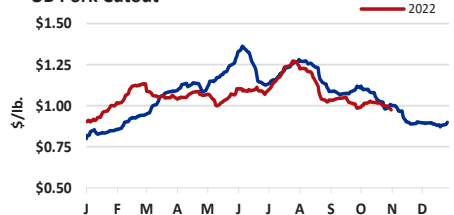
	11/4	10/28	10/21
Weekly Imported Aust/NZ Blend Cow 90% EC 7:45	2.52	2.53	2.54
Weekly Weighted Average Blended Boxed Beef Cutout Index	255.26	253.93	243.84

UB Beef Index



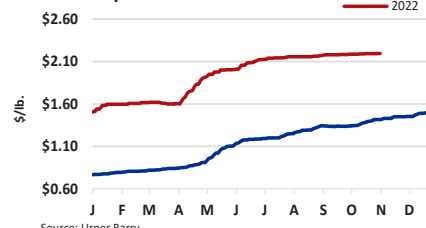
Source: Urner Barry

UB Pork Cutout



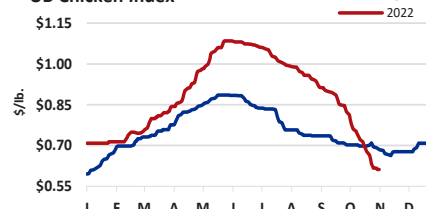
Source: Urner Barry

UB Turkey Index



Source: Urner Barry

UB Chicken Index



Source: Urner Barry

EST. DAILY CATTLE SLAUGHTER

	M	T	W	TH	F	S	Total
TW	128	128	129	128	125	29	667
LW	126	129	129	128	124	32	668
*LY	121	123	122	123	119	44	652

EST. DAILY HOG SLAUGHTER

	M	T	W	TH	F	S	Total
TW	491	482	488	489	468	164	2,582
LW	483	490	484	491	487	122	2,557
*LY	474	481	476	477	473	231	2,612

EST. DAILY SHEEP SLAUGHTER

	M	T	W	TH	F	S	Total
TW	9	7	6	7	5	0	34
LW	9	7	6	5	5	0	32
*LY	10	7	7	7	6	1	38

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	2	0	1	2	2	1	8

EST. DAILY COW & BULL SLAUGHTER

	F	S	M	T	W	TH	Total
LW	10/21	10/22	10/24	10/25	10/26	10/27	Total
	28	12	26	29	30	29	154
TW	10/28	10/29	10/31	11/1	11/2	11/3	Total
	28	11	27	28	29	29	152
*LY	26	13	27	27	29	27	149

*Last Year's numbers are rounded

FOREIGN EXCHANGE RATES

	This Week	Last Week	Last Year
Australia, Dollar	0.638	0.640	0.740
Mexico, Peso	19.618	19.860	20.312
Canada, Dollar	1.364	1.363	1.245
Japan, Yen	147.795	147.709	112.992
China, Yuan (RMB)	7.222	7.246	6.391
Brazil, Real	5.097	5.357	5.514
South Korea, Won	1,415.08	1,422.92	1,176.06
Taiwan, Dollar	32.052	32.107	27.733
European Union, Euro	0.979	0.994	1.158

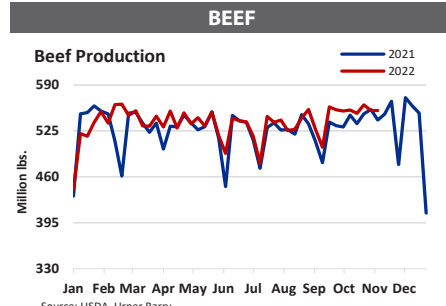
COLD STORAGE STOCKS

(Pounds in Thousands)	9/30/21	8/31/22	9/30/22
Beef in Freezer, Bnls	404,237	462,420	470,030
Cuts	35,384	51,390	52,832
Total Beef	439,621	513,810	522,862
PORK & OTHER	9/30/21	8/30/22	9/30/22
Pork in Freezer, Picnics	4,784	6,959	6,418
Hams	194,549	163,716	159,288
Bellies	12,928	35,684	36,592
Loins	29,969	33,541	37,151
Spareribs	58,069	108,107	103,703
Butts	11,961	16,834	17,508
Trimmings	42,690	39,918	40,517
Other Pork in Freezer	52,466	59,919	58,614
Total	469,917	538,596	537,879
Veal in Freezer	5,189	2,931	3,946
Lamb & Mutton in Freezer	25,607	29,161	31,353
Total	30,796	32,092	35,299

Data Updated: October 28, 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 Nov-04 v. Oct-28				
	CHOICE	SELECT	NO-ROLL	CAB
Rib	1.07%	8.25%	0.11%	6.44%
Chuck	4.70%	6.74%	13.95%	11.41%
Round	-0.39%	0.70%	2.30%	1.99%
Loin	0.15%	0.18%	-1.07%	-1.13%
Brisket	0.12%	-1.49%	3.58%	-3.68%
Plate	0.59%	0.59%	0.59%	-9.75%
Flank	0.48%	0.51%	0.53%	-9.40%
Total	1.37%	3.29%	4.17%	3.06%



BEEF COMMENTARY
 Cutout values saw modest increases this week as sellers became slightly less aggressive around pricing compared to the last. It seemed business was predominately stamped at steady money with a few items finding heavier interest. The amount of business seen appeared to be a bit lighter compared to previous weeks but it didn't come as too much of a surprise as we are in the month of turkey. Buyers seemed to become a bit more cautious this week as there was a broad spectrum of outlooks regarding performance for this month. Production numbers kept pace with the week prior it seemed and this has also given some cause for pause as many felt we are over producing.

LIVE CATTLE: Prices overall this week steady in the South at \$150.00/cwt live (full range \$147.50/cwt - \$152.00/cwt). Prices in the North were steady to up \$4.00/cwt between \$151.00 - \$155.00/cwt live and dressed was steady to up \$2.00/cwt at mostly \$240.00 - \$242.00/cwt (full range \$236.00 - \$245.00)

SLAUGHTER & BEEF PRODUCTION: The weekly federally inspected slaughter was 668,000 head, down 5,000 compared to last week. Live weights ended the week four pounds higher at 1378 pounds. Dressed weights were up one pound at 832 pounds.

RIBS: Ribs chopped sideways for the most part with the exception of select product which saw sizeable gains throughout the week. This seemed to be a function of available supplies and not so much demand, as grading is said to be hit or miss on a week-to-week basis at the moment. Buyer appetite appeared to be a bit lighter this week as consumer spending remained in question.

CHUCKS: It appeared the bulk of the chuck complex was in balance throughout the majority. There was a bit of weakness around clod tenders which saw quotes slide south. Chuck rolls continued to experience outsized demand which led asks stoutly higher once again. Chuck Flap and Chuck tenders saw a more gradual rise as supplies were worked through.

ROUNDS: Rounds were pegged within ranges for the good majority of the week. It seemed there was a slight softness around flats towards the final trading sessions. Insides appeared to be in balance with the demand seen which left quotes unchanged. It seemed buyers are awaiting a cold spell to take hold before stepping in for larger quantities.

LOINS: Loins became a bit more front and center throughout the week but it appeared sellers had inventories to work through which left trade sideways. The attractive price points compared to ribs offered a layer of support and with weather patterns still holding fairly warm this has given some confidence to buyers as grills remain within view.

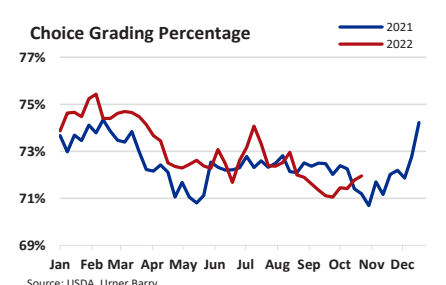
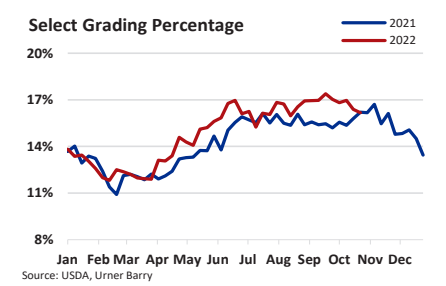
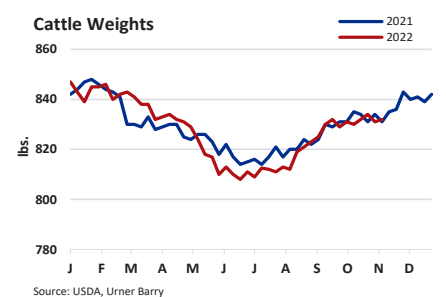
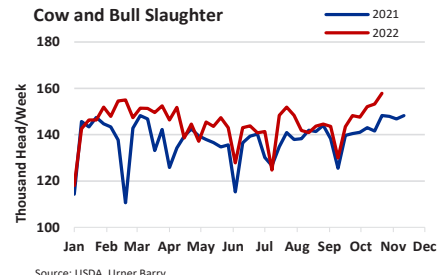
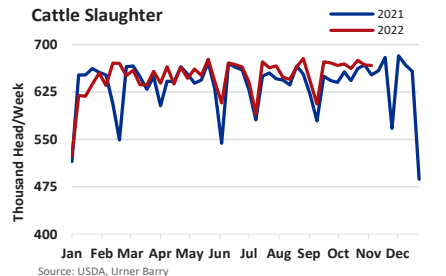
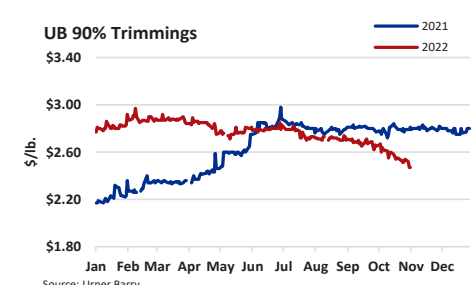
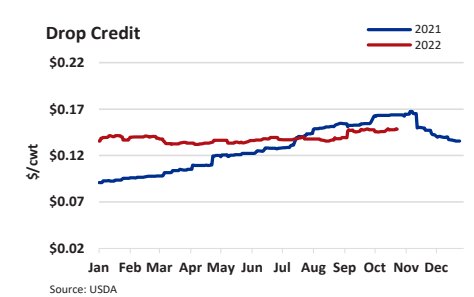
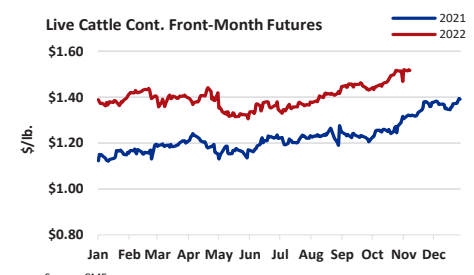
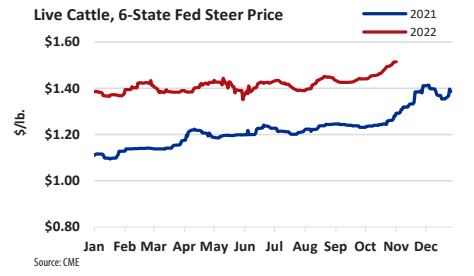
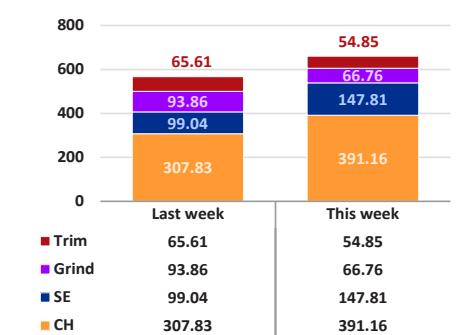
GROUND BEEF: Coarse grinds saw quotes inch up early in the week but from there chopped sideways. Demand was seen as steady to better in most areas as the consumer continues to seek out value. This area seemed to be well supported from both cooler and warmer regions as weather patterns have yet to pick a side.

BONELESS BEEF: The market for fresh 50s was mixed this week. Supply and demand appeared to be more in balance as the week progressed. This week's cattle slaughter was estimated at 667,000 head; down 1,000head compared to the previous week. Fresh 90s were steady to a little firmer in some instances. Offerings varied noticeably from region to region.

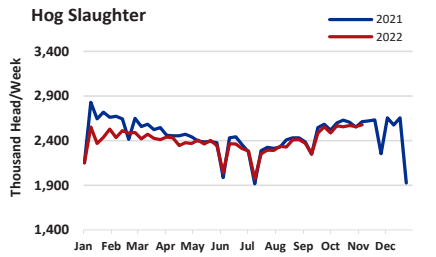
UB BEEF CUTOUT-CH/SE SPREAD (\$/cwt)					
	M	T	W	TH	F
TW	30.11	31.31	30.93	30.98	30.65
*LW	33.36	33.27	32.81	35.69	34.43

*Last Week's numbers are rounded

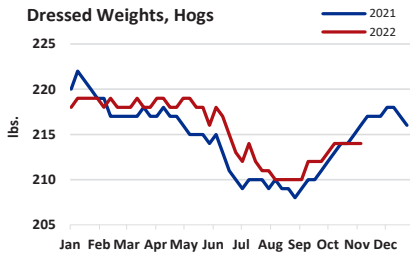
Weekly Beef Breakdown (# of loads) Source: USDA, Urner Barry
 1 load = 40,000 lbs.



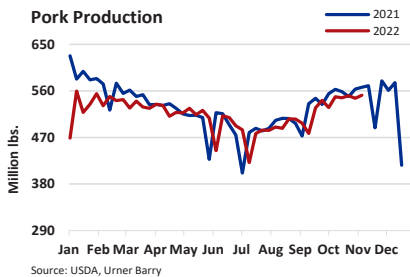
PORK PRODUCTION



Source: USDA, Urner Barry



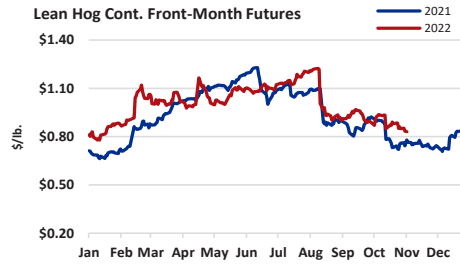
Source: USDA, Urner Barry



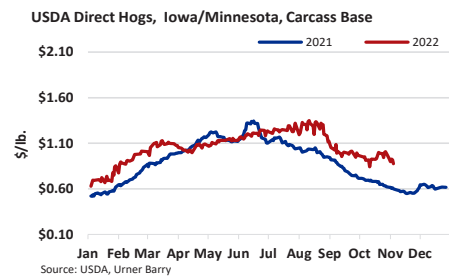
Source: USDA, Urner Barry

LIVE HOGS & CUTOUT

PORK CUTOUT	Oct-28	Nov-04	Change
Loin	91.480	88.790	-2.690
Butt	94.540	94.420	-0.120
Picnic	88.790	87.300	-1.490
Sparerib	126.300	124.860	-1.440
Ham	104.090	102.160	-1.930
Belly	137.070	131.110	-5.960
Cutout Value	99.801	97.396	-2.405



Source: CME



Source: USDA, Urner Barry

PORK COMMENTARY

This week, dull retail and export demand, reduced seasonal interest, and elevated slaughter figures influenced pork trade. Urner Barry's pork carcass cutout decreased by 2.41 percent during the week. Estimates of margins for outside purchasers of hogs on Friday were \$7.55/head while margins for vertically integrated packers were estimated at -\$6.49/head.

PORK PRODUCTION: Pork production for the week ending 11/05/2022 was estimated to be 551.50 million pounds. This was 1.10 percent more than last week and a 2.10 percent decrease from a year ago. Live hog weights averaged 288 pounds for the week, which was 1 pound heavier than last week and 2 pounds under a year ago.

GREEN MEATS: In the ham markets, a softer tone was noted. Bone-in hams saw declines on reduced interest from both domestic and export buyers. Boneless hams were under pressure amid the ending of Thanksgiving holiday prep. Bellies were generally weaker on fully adequate supplies and demand that was called moderate at best. Interest for retail bacon was called dull amid elevated pricing. In trim, 42s, 72s, and boneless picnics traded mostly sideways throughout the week.

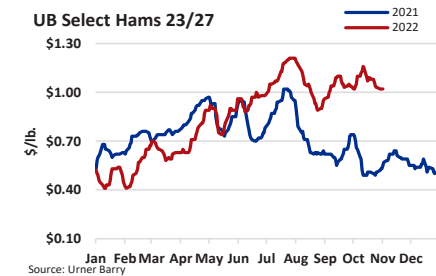
HAMS: Bone-in ham values were \$0.50/cwt to \$2.00/cwt weaker, while boneless cuts were also \$5.00/cwt to \$11.00/cwt weaker.

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

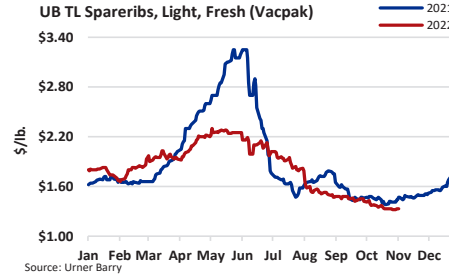
TRIMMINGS: 42s were \$2.50/cwt firmer while 72s also increased \$3.00/cwt. Meanwhile, boneless picnics were \$1.50/cwt stronger.

RETAIL: ¼ inch bone-in loins were \$4.50/cwt lower while 1/8-inch cuts also declined \$3.50/cwt. Boneless strap-on loins were \$2.50/cwt firmer while boneless strap-offs declined \$5.50/cwt. Bone-in sirloins were \$6.00/cwt weaker this week while boneless sirloins also lost \$4.50/cwt. Tenderloins were \$15.00/cwt weaker on average. 1/4" bone-in butts were \$2.00/cwt weaker while boneless butts increased \$0.50/cwt. Light spareribs were generally unchanged while medium spareribs declined \$3.00/cwt.

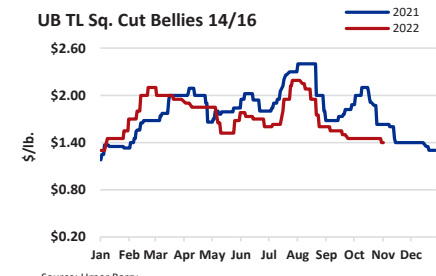
PORK PROCESSING ITEMS & RETAIL CUTS



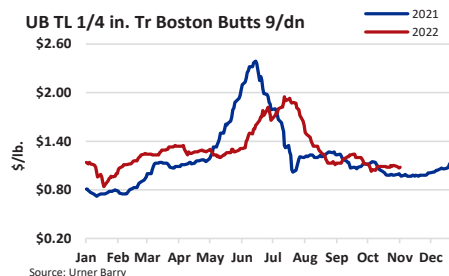
Source: Urner Barry



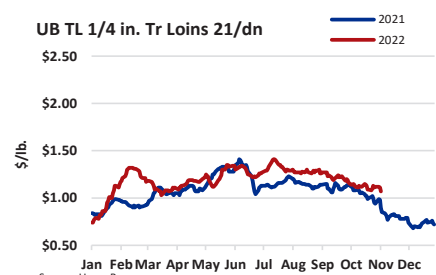
Source: Urner Barry



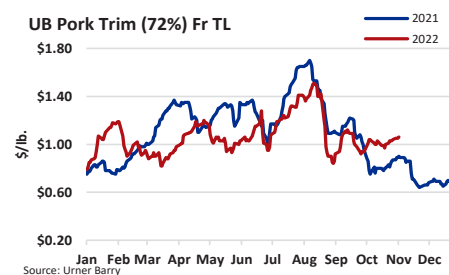
Source: Urner Barry



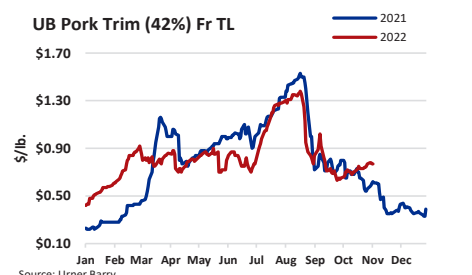
Source: Urner Barry



Source: Urner Barry

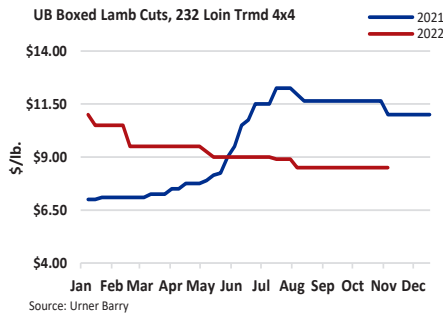
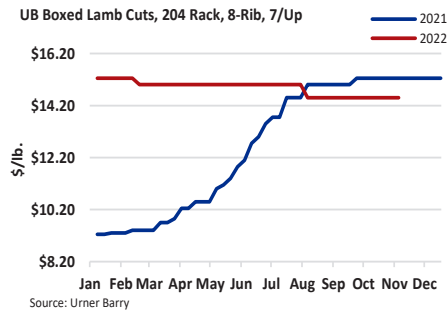
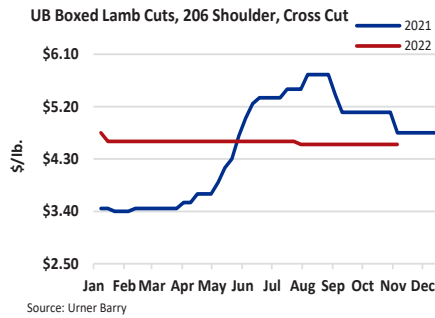
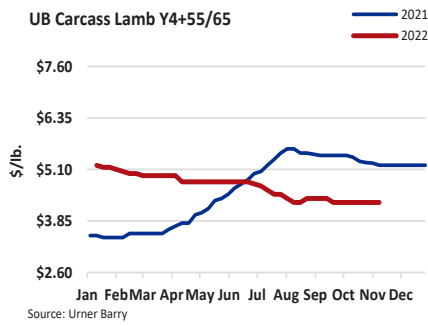


Source: Urner Barry



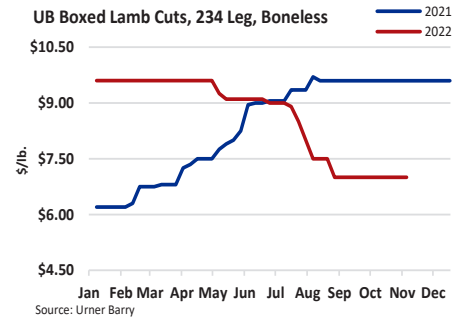
Source: Urner Barry

LAMB

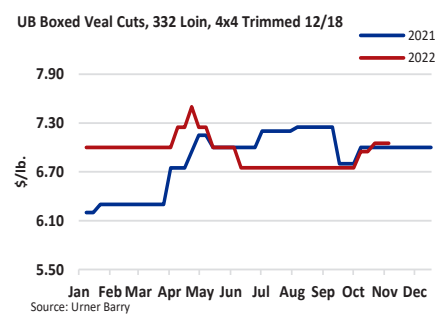
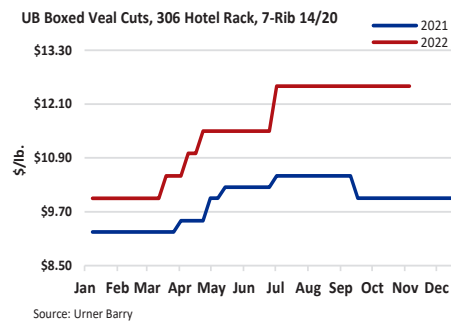
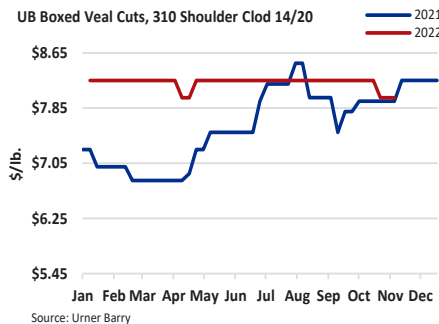
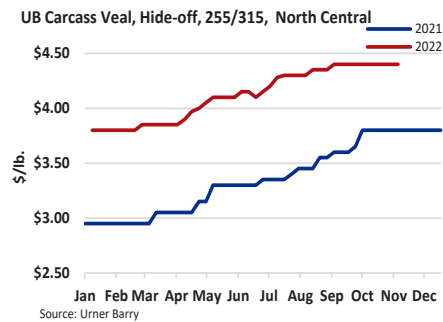


LAMB COMMENTARY

In domestic lamb, a mostly steady tone was noted. Both carcasses and boxed cuts were steady this week. Overall activity was on the quiet side, which resulted in minimal price action. Participants noted that upcoming holiday interested is expected to be supportive. Input costs remained elevated this week. In the Estimated Meat Production Under Federal Inspection report, lamb slaughter was reported at 32,000 head, which was 1,000 under last week and 5,000 under a year ago. Lamb weights registered at 126 pounds on average, which was 1 pound less than last week and 1 pound heavier than a year ago.

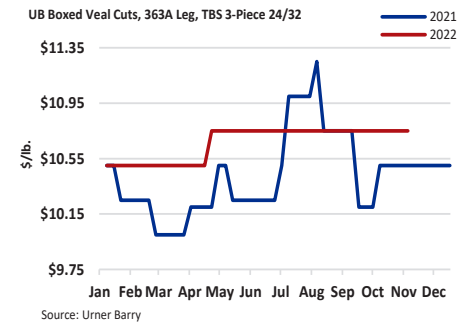


VEAL

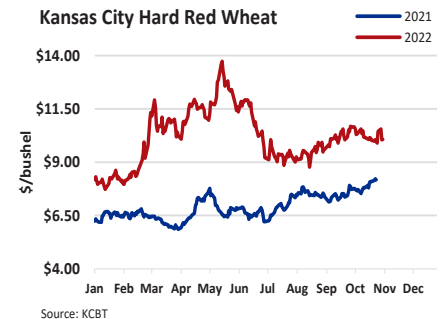
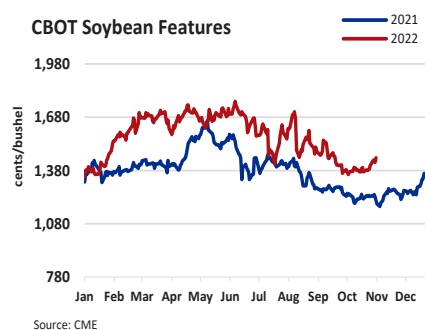
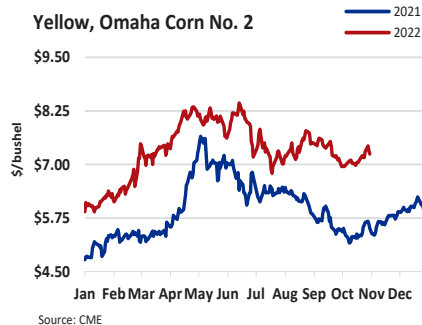


VEAL COMMENTARY

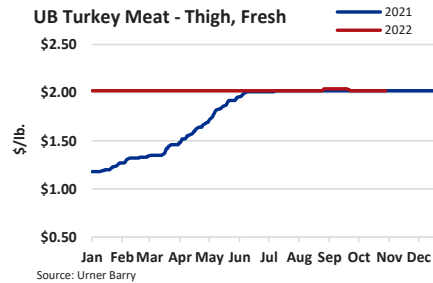
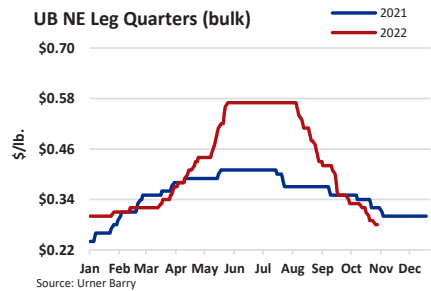
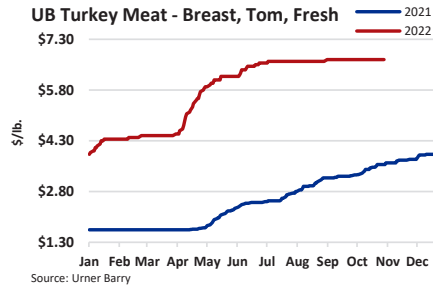
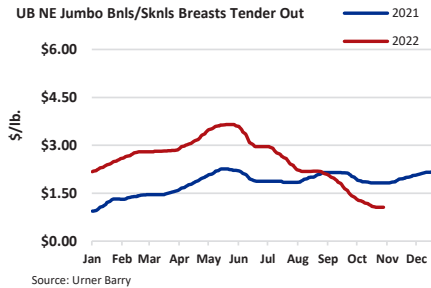
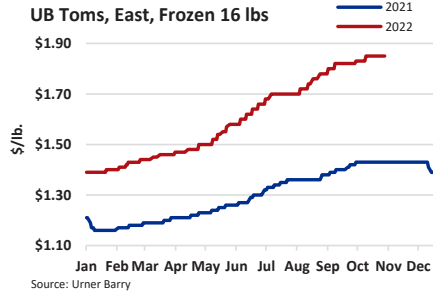
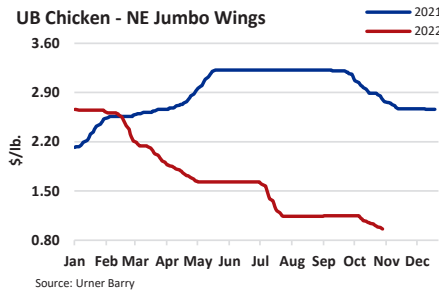
In veal this week, a mostly steady call applied for all boxed cuts and carcasses. Price volatility was minimal as supply and demand were generally in balance most of the week. Although recent reports have suggested that overall demand is lackluster, slaughter figures have steadily decreased versus year ago figures. Inflationary issues continued to be a concern, with veal remaining higher priced than a majority of other proteins. Looking forward, participants noted that upcoming holiday demand is expected to be supportive of the protein, but to what extent remains unknown. In the most recent report from the USDA, special fed veal slaughter was reported at 2,477, which was 206 head less than the previous week. For special fed veal weights, the figure came in at 290.3 pounds which is 1.3 pounds less than the previous week.



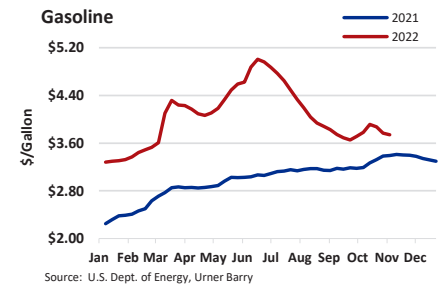
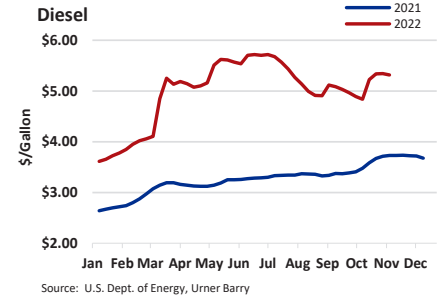
FEEDS: CORN, SOY BEAN, RED WHEAT



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 close the week with a steady rating. WOGs are well-cleared with select sellers continue to test slight premiums on the middle tiered weights. Jumbo boneless deserves an about steady to steady undertone, while medium and select-sized offerings continue to be discounted on the spot market. Tenders are likewise seeing continued pressure. Buyers of jumbo and medium-sized wings find offerings without trouble at slightly lower figures. Small wings remain in a balanced to tight position. Legs, thighs, and thigh meat are pressured lower, while trade activity on leg quarters and drumsticks remains somewhat thin but optimism isn't necessarily being reported either.

Whole turkeys remain well-cleared and mostly unattainable to the spot market buyer. Consumer and institutional-sized breasts are likewise limited and held with confidence by

sellers. In parts, drums and whole wings continue to be the most sought-after line. Two joints, necks, tails livers, and gizzards are all seeing price pushback as irregular domestic demand coincides with the inability to export due trade restrictions. Moving to raw materials, while some sellers have reported notable volumes of frozen tom breast meat without immediate buying interest, others continue to report steady business with full market values. Fresh demand remains consistent. Thigh meat offerings vary from plant to plant but are adequate to fully adequate for the hit-or-miss call. The same can be said for MST.

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.