

Friday, October 28, 2022

Number 45- Volume 15

WEEKLY COMMODITY AT A GLANCE

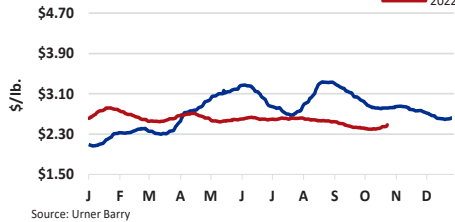
	This Week	Last Week	Last Year
Omaha, US No 2 Yellow Corn	UNQ	7.04	5.61
CBOT Soybean	1,387.75	1,395.50	1,244.00
NYMEX Light Crude Oil	87.90	85.05	83.91
Loose Lard, Chicago Basis	0.88	0.88	0.79
Edible Tallow, Chicago Basis	0.89	0.89	UNQ
Beeff Trimmings, 90% Fresh	252.00	255.00	279.00
Beeff Trimmings, 50% Fresh	75.00	75.00	108.00
Aust/NZ Blend Cow 90% EC Spot	256.00	256.00	290.00
USDA Drop Credit	0.000	0.000	0.164
112A 3 Ribeye Roll, Lip-On CH	1,000.00	975.00	1,200.00
116A 3 Chuck Roll, Neck-Off CH	450.00	415.00	390.00
168 3 Round, Top (Inside) CH	285.00	280.00	325.00
180 3 Strip Loin, Bnls, 0x1 CH	600.00	575.00	700.00
136 Coarse Ground 81%	231.00	220.00	260.00
189A 4 Loin, Tenderloin, PSMO CH	1,475.00	1,450.00	1,400.00
Cattle-Fax, 6-State Fed Steer Price	149.16	146.30	124.36
Select Hams 20/23	105.00	112.00	53.00
Sq Cut Bellies 14/16	145.00	145.00	163.00
1/4 Trmd. Loins 21/dn	111.00	109.00	99.00
1/4 Tr Boston Butts 9/dn	110.00	109.00	99.00
Spareribs, Light, Fresh	133.00	133.00	144.00
Fresh Pork Trim (42%)	75.00	73.00	59.00
Fresh Pork Trim (72%)	103.00	97.00	89.00
Carcass Lamb Y4+55/65	4.41	4.41	5.38
Lamb Cuts, 204 Rack, 8-Rib, 7/Up	14.50	14.50	15.25
Lamb Cuts, 206 Shoulder, Cross Cut	4.55	4.55	5.10
Lamb Cuts, 232 Loin Trmd 4x4	8.50	8.50	11.65
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	8.25	7.95
Veal Cuts, 332 Loin, 4x4 Trim 12/18	7.05	6.95	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

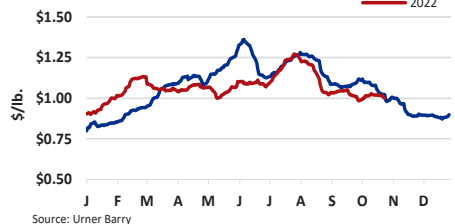
	10/28	10/21	10/14
Weekly Imported Aust/NZ Blend Cow 90% EC 7:45	2.53	2.54	2.57
Weekly Weighted Average Blended Boxed Beef Cutout Index	253.93	243.84	236.95

UB Beef Index



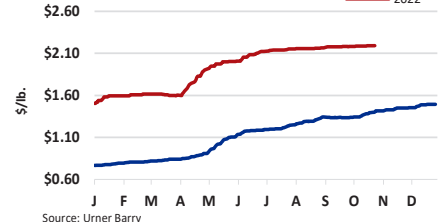
Source: Urner Barry

UB Pork Cutout



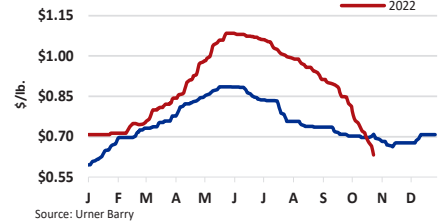
Source: Urner Barry

UB Turkey Index



Source: Urner Barry

UB Chicken Index



Source: Urner Barry

EST. DAILY CATTLE SLAUGHTER

	M	T	W	TH	F	S	Total
TW	126	129	129	128	124	32	668
LW	126	128	127	128	122	42	673
*LY	120	124	122	123	120	58	668

EST. DAILY HOG SLAUGHTER

	M	T	W	TH	F	S	Total
TW	483	490	484	491	487	122	2,557
LW	491	475	491	491	478	145	2,571
*LY	483	477	484	481	472	156	2,552

EST. DAILY SHEEP SLAUGHTER

	M	T	W	TH	F	S	Total
TW	9	7	6	5	5	0	32
LW	9	7	6	6	5	0	33
*LY	10	7	7	7	5	0	37

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	2	8

EST. DAILY COW & BULL SLAUGHTER

	F	S	M	T	W	TH	Total
LW	10/14	10/15	10/17	10/18	10/19	10/20	150
TW	10/21	10/22	10/24	10/25	10/26	10/27	154
*LY	26	13	25	26	29	27	146

*Last Year's numbers are rounded

FOREIGN EXCHANGE RATES

	This Week	Last Week	Last Year
Australia, Dollar	0.640	0.627	0.746
Mexico, Peso	19.860	20.029	20.761
Canada, Dollar	1.363	1.378	1.240
Japan, Yen	147.709	151.421	113.794
China, Yuan (RMB)	7.246	7.248	6.398
Brazil, Real	5.357	5.161	5.681
South Korea, Won	1,422.92	1,428.30	1,175.40
Taiwan, Dollar	32.107	32.168	27.855
European Union, Euro	0.994	0.977	1.160

COLD STORAGE STOCKS

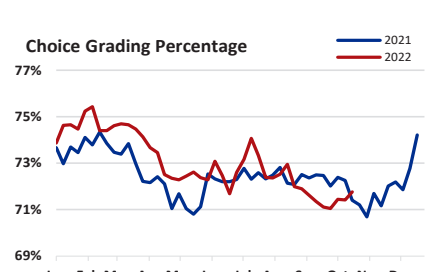
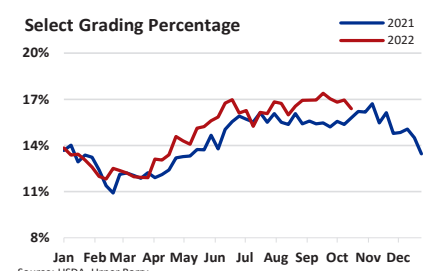
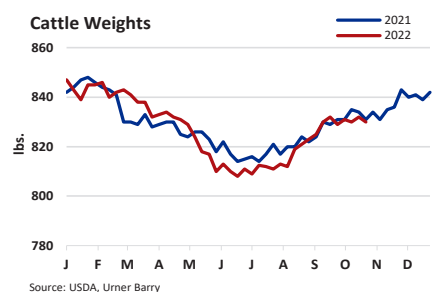
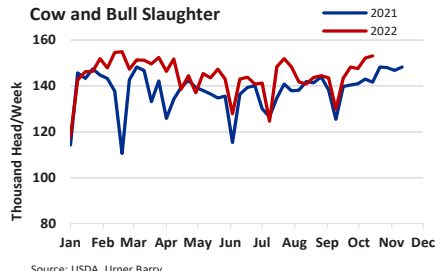
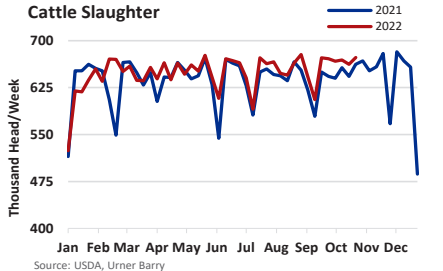
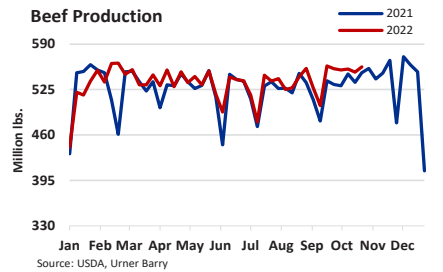
(Pounds in Thousands)	9/30/21	8/31/22	9/30/22
Beef in Freezer, Bnls	404,237	462,420	470,030
Cuts	35,384	51,390	52,832
Total Beef	439,621	513,810	522,862
PORK & OTHER	9/30/21	8/30/22	9/30/22
Pork in Freezer, Picnics	4,784	6,959	6,418
Hams	194,549	163,716	159,288
Bellies	12,928	35,684	36,592
Loins	29,969	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 Oct-28 v. Oct-21				
	CHOICE	SELECT	NO-ROLL	CAB
Rib	2.77%	2.40%	0.62%	-2.41%
Chuck	4.50%	5.93%	3.82%	-3.61%
Round	1.86%	0.00%	0.45%	-1.41%
Loin	2.09%	1.80%	0.08%	4.12%
Brisket	0.06%	0.06%	0.06%	0.97%
Plate	0.53%	0.53%	0.53%	12.73%
Flank	4.51%	0.26%	0.26%	10.81%
Total	2.66%	2.41%	1.24%	0.32%

BEEF



BEEF COMMENTARY

The boxed beef market seemed to perk up this week as we began to see quite a few areas start to firm up. Demand looked to be in better standing as participants were generally content with the business being seen. There are some question marks lingering within the market although as we continue to see less than desirable outcomes in the economy. The larger than expected slaughter last week seemed to give pause to a few on the buy side as it wasn't too long ago the market was looking for a pullback in production.

LIVE CATTLE: Prices overall this week were up \$2.00/cwt in the South at \$150.00/cwt live (full range \$148.00/cwt to \$150.00/cwt). Prices in the North were up \$1.00 to \$3.00/cwt to mainly between \$151.00/cwt to \$153.00/cwt live (full range \$144.00-\$154.00) and dressed was up \$4.00 to \$8.00/cwt at mostly \$240.00/cwt (full range \$234.00-\$240.00)

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 1374 pounds. Dressed weights were up one pound at 831 pounds.

RIBS: It seemed demand started to spill over from upper 2/3rds product this week as ribs were generally seen steady to full steady throughout. Exports saw a modest rise while ribeyes were a little more stout. Given the supply picture for the upper 2/3rds realm many expect this trend to continue. There is still an overarching question as to whether or not consumer demand will be there around the holidays given the current conditions of the economy.

CHUCKS: The chuck complex seemed to move towards full steady tones this week as quotations moved higher in a much more broad fashion. Demand was undoubtedly seen on the rise this week as there still appeared to be value offered to buyers. Chuck rolls, clogs, and chuck tenders all saw a modest rise throughout the week.

ROUNDS: Supplies within the round complex appeared to be a bit irregular this week. We saw some wider spreads at the beginning of the week, but it seemed as we moved towards the end asks became a bit firmer. Insides along with flats seemed to be the main area of focus and the rise in quotations reflected this. But with turkey season ahead many wondered if this demand will be able to be sustained.

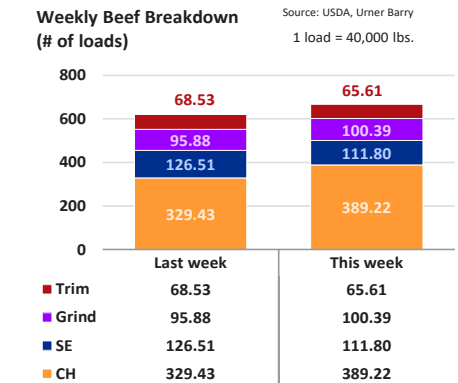
LOINS: Loins have become an area offering cheaper alternatives to ribs although not a surprise given the time period. But with a few areas across the U.S. fighting off the colder weather it seemed this has given opportunity to squeeze in a few more features. Strips seemed to be finding active buyer interest and this led quotations higher in the choice realm.

GROUND BEEF: Coarse grinds were generally in a sideways channel once again with the exception of a few. 81% coarse grind seemed to be one of the bright spots as demand was seen very active and seemed to be performing very well at the retail level. 73% coarse grinds saw ranges widen to the north ever slightly.

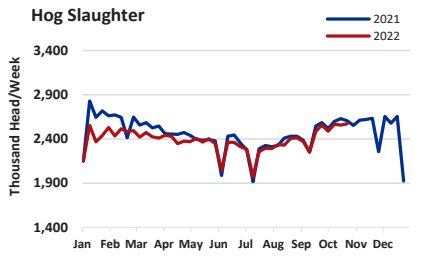
BONELESS BEEF: Fresh 90s were mixed this week. Large cow and bull slaughter numbers continue to be a key topic of conversations. Year-to-date cow and bull slaughter numbers are currently up about 6% compared to the equivalent time last year. Fresh 50s seemed to level off this week. Most packers held asking prices with more confidence. This week's cattle slaughter was estimated at 668,000 head. That is down 5,000 head compared to the previous week.

UB BEEF CUTOUT-CH/SE SPREAD (\$/cwt)					
	M	T	W	TH	F
TW	33.36	33.27	32.81	35.69	34.43
*LW	31.67	33.10	33.71	33.55	33.00

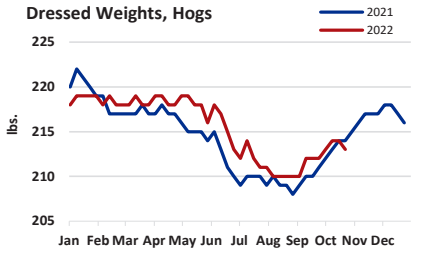
*Last Week's numbers are rounded



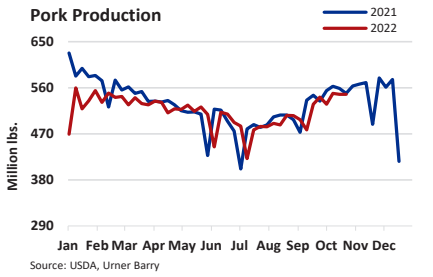
PORK PRODUCTION



Source: USDA, Urner Barry



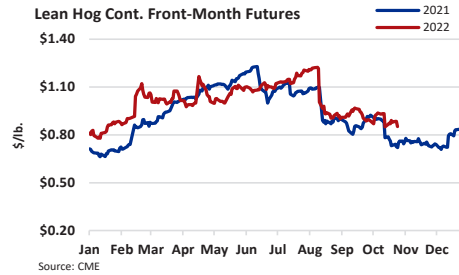
Source: USDA, Urner Barry



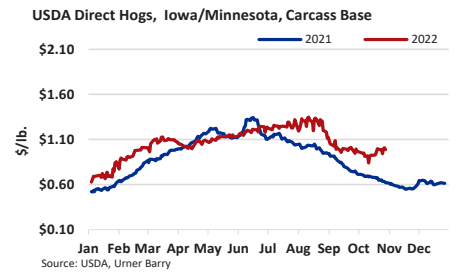
Source: USDA, Urner Barry

LIVE HOGS & CUTOUT

PORK CUTOUT	Oct-21	Oct-28	Change
Loin	92.980	91.480	-1.500
Butt	94.560	94.540	-0.020
Picnic	89.950	88.790	-1.160
Sparerib	126.790	126.300	-0.490
Ham	105.750	104.090	-1.660
Belly	141.790	137.070	-4.720
Cutout Value	101.641	99.801	-1.84



Source: CME



Source: USDA, Urner Barry

PORK COMMENTARY

This week, reduced export interest, dull domestic retail demand, elevated slaughter figures, and seasonally increasing hog weights influenced pork trade. Urner Barry's pork carcass cutout decreased by 1.81 percent during the week. Estimates of margins for outside purchasers of hogs on Friday were \$9.09/head while margins for vertically integrated packers were estimated at \$3.47 /head.

PORK PRODUCTION: Pork production for the week ending 10/29/2022 was estimated to be 545.7 million pounds. This was 0.2 percent less than last week and a 0.6 percent decrease from a year ago. Live hog weights averaged 287 pounds for the week, which was 1 pound heavier than last week and 2 pounds under a year ago.

GREEN MEATS: This week, bone-in hams were weak. Elevated daily hog slaughter figures, cautious buyers from both domestic and export markets, and overall reduced demand for bone-in hams resulted in declines for the second week in a row. Boneless hams were mixed, though some support from holiday applications was noted. Bellies were unsettled and traded in wide ranges amid dull interest for retail bacon while simultaneously experiencing active interest from food service channels. In trim, a mostly sideways tone throughout the week was witnessed as supply and demand were generally in balance.

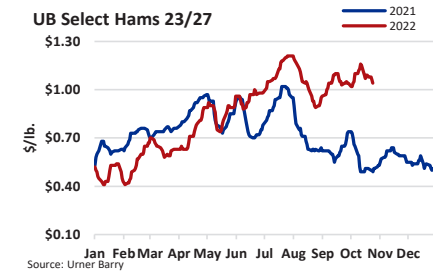
HAMS: Bone-in ham values were \$5.00/cwt to \$5.50/cwt weaker, while boneless cuts were \$1.50/cwt weaker to \$2.00/cwt firmer.

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

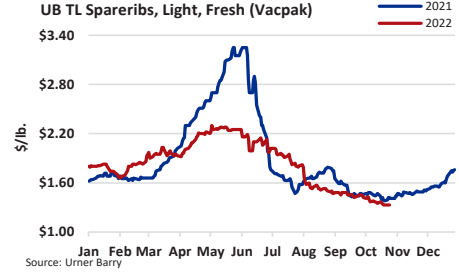
TRIMMINGS: 42s were \$3.00/cwt firmer while 72s also increased \$5.50/cwt. Meanwhile, boneless picnics were generally unchanged.

RETAIL: ¼ inch bone-in loins were \$2.50/cwt firmer while 1/8-inch cuts saw a \$4.00/cwt decline. Boneless strap-on loins were \$14.00/cwt weaker while boneless strap-off loins also declined \$4.00/cwt. Bone-in sirloins were \$11.50/cwt weaker this week while boneless sirloins also lost \$3.50/cwt. Tenderloins were \$5.00/cwt weaker on average. 1/4" bone-in butts were \$1.50/cwt higher while boneless butts lost \$3.50/cwt. Light spareribs were generally unchanged while medium spareribs declined \$1.00/cwt.

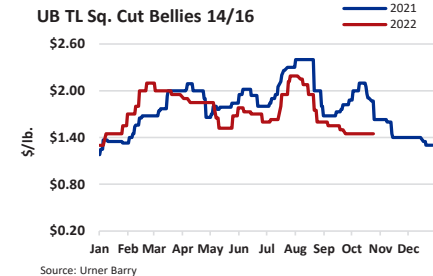
PORK PROCESSING ITEMS & RETAIL CUTS



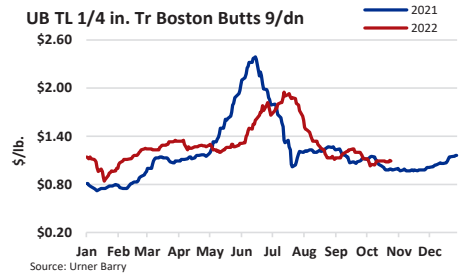
Source: Urner Barry



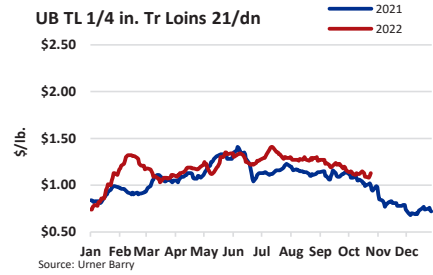
Source: Urner Barry



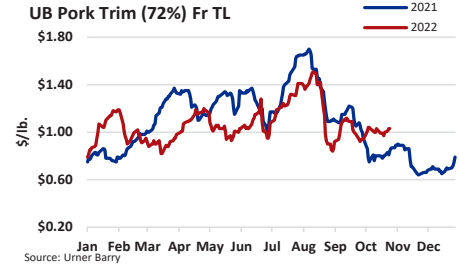
Source: Urner Barry



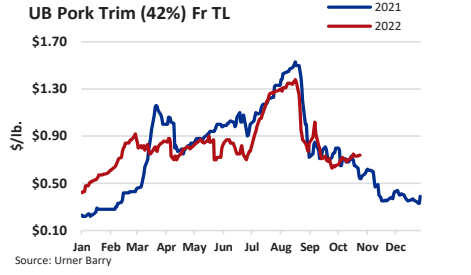
Source: Urner Barry



Source: Urner Barry

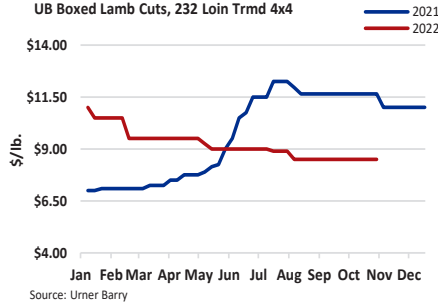
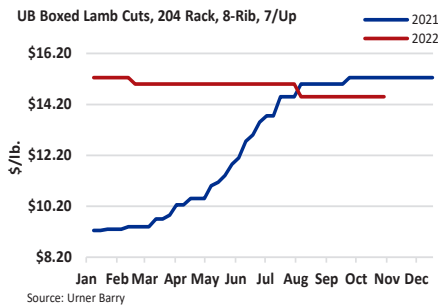
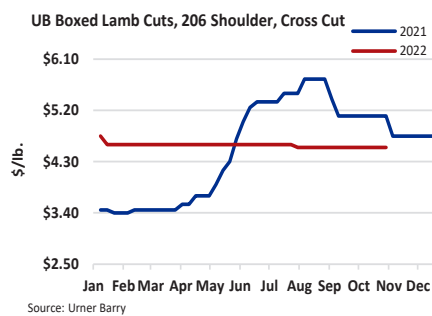
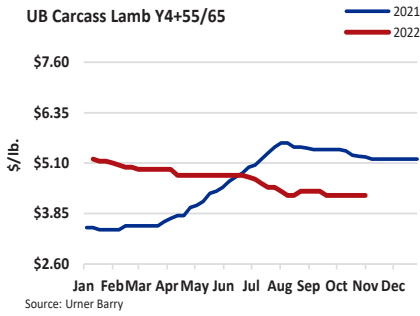


Source: Urner Barry



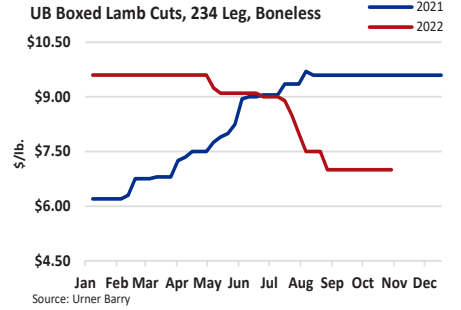
Source: Urner Barry

LAMB

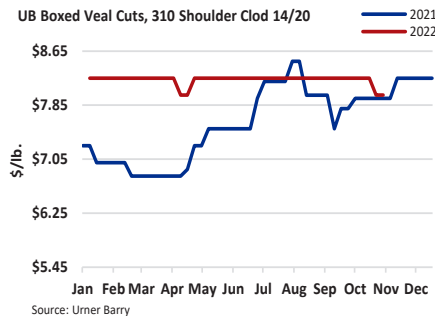
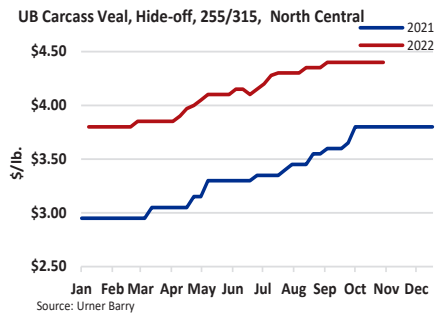


LAMB COMMENTARY

In domestic lamb this week, a mostly steady undertone was noted. Light carcasses saw modest declines while heavies traded sideways. Boxed cuts were generally unchanged. Slaughter figures remained well under year ago levels, which gave the entire protein a layer of support. The main point of discussion this week wrapped around imported product being competitively priced to domestic items, which rang true throughout the week. Although shipping issues remained apparent, demand for imported remained well above what we have seen for domestic items. In the Estimated Meat Production Under Federal Inspection report this week, slaughter was reported at 33,000 head, which was even with last week and 8,000 under year ago levels. Lamb weights were at 127 pounds, which was 3 pounds under a week ago and 2 pounds above a year ago.

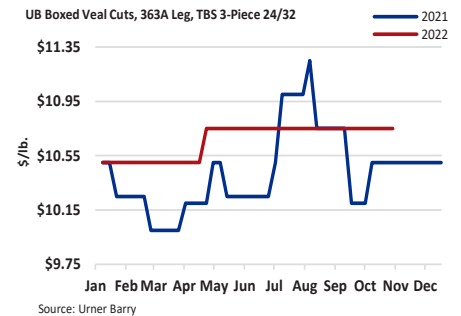
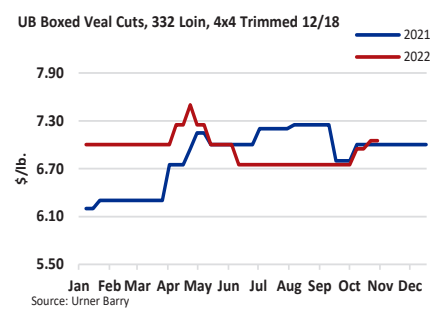
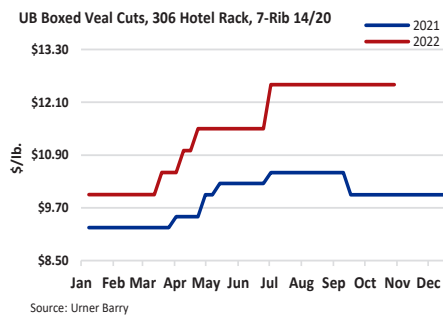


VEAL

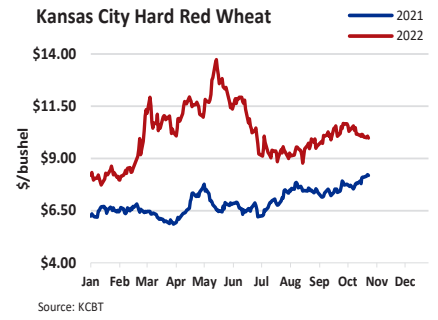
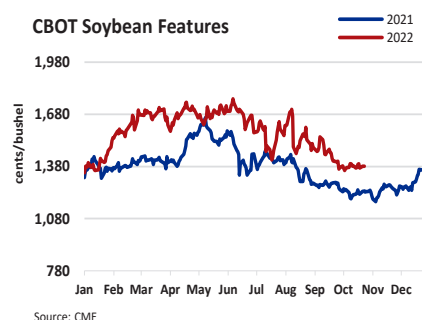
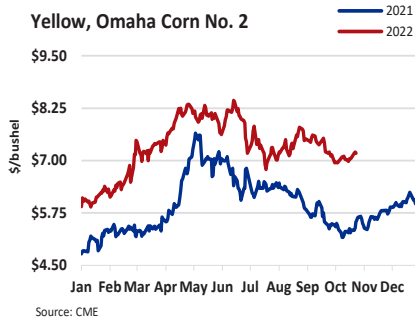


VEAL COMMENTARY

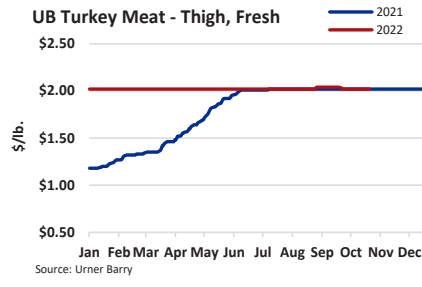
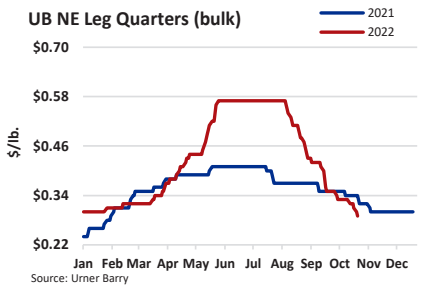
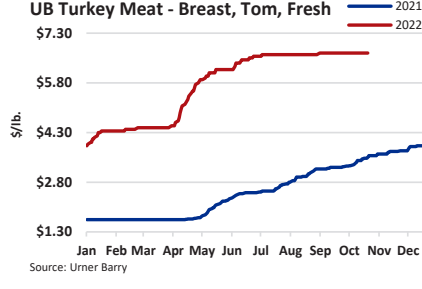
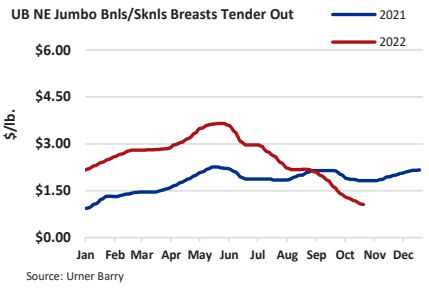
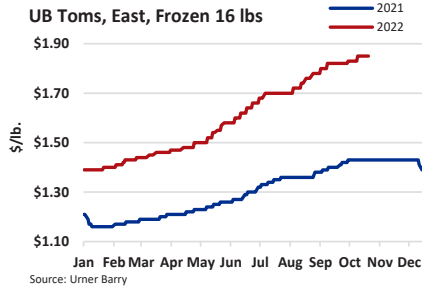
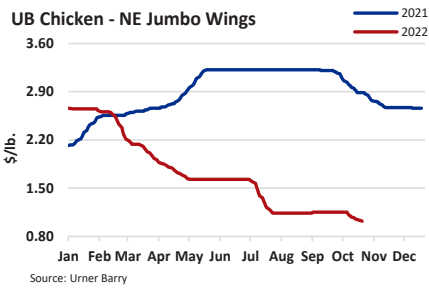
In veal this week we witnessed some modest changes to a handful of items, but the overall undertone remained close to steady. Breast and loin items saw modest gains this week on slightly improved demand. On a weekly basis, production has trended under year ago levels for the month of October which has resulted in a tighter supply of product and has given many boxed cuts a layer of support. The USDA Special Fed Veal Slaughter came in at 2,683, which was nearly even with last week. Special fed veal weights came in at 291.6 pounds, which was 2 pounds heavier than last week.



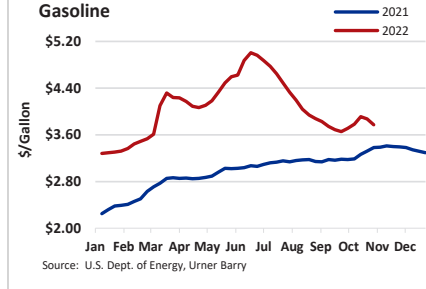
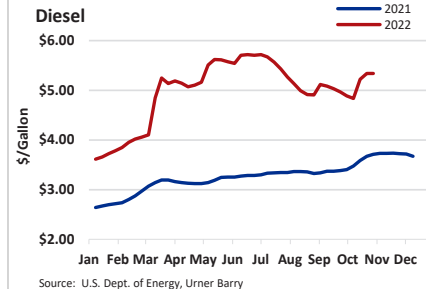
FEEDS: CORN, SOY BEAN, RED WHEAT



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 remain solidly established and rated steady. WOGs are barely adequate and held with confidence at full market or higher values. Breasts and fronts continue to feel pressure and are offered at lower price points. Offerings of jumbo boneless aren't as readily available as compared to earlier in the week. Some sellers of medium note business has begun to rebound as well, but widespread input has been thin. Tender offerings continue to be fully adequate to burdensome. As for wings, jumbo and medium sizes are easily uncovered, while smalls are in an adequate to tight position. Chunk and trim meats remain problematic for most. The back half is similarly lackluster. That said, recent feedback has been limited. Thigh

and leg meat are easy and rated are weak. Whole turkeys and bone-in breasts remain full steady to firm and barely adequate for the call. Offerings are more or less unavailable going forward. As for parts, drums and whole wings have an active domestic audience and are well cleared. Limited quantities are inked at premium levels. Two joints, necks, tails, and gizzards are easily uncovered due to the inability for most to export due to HPAI restrictions. As for the raw materials segment, all breast meat and its related trim lines are tight but not necessarily unable to be sourced. Thigh meat ranges from adequate to full adequate. 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.