

Weekly Hog Price Recap

Regional and national cash hogs fell daily with greater declines reported mid-week, particularly in regional cash. CME cash recorded more moderate moves in comparison, starting the week higher before making modest declines late-week. Wholesale pork values improved on the week, excluding butts, which helped push pork cutout \$2.85/cwt over the previous week's average.

USD Cash Price	Weekly Averages				w/w	% Chg
	Head	23-Jul-21	Head	16-Jul-21		
ISM pm		\$112.39		\$115.68	-\$3.28	-2.8%
WCB pm		\$111.70		\$115.50	-\$3.79	-3.3%
Nat pm		\$108.90		\$111.29	-\$2.39	-2.1%
CME Index*		\$112.28		\$111.00	\$1.28	1.2%
Sows, 300-449lbs	12,244	\$68.58	11,877	\$61.15	\$7.43	12.2%
Sows, 500+ lbs	13,354	\$74.78	12,697	\$68.47	\$6.31	9.2%
BoC Exch		1.2644		1.2529	0.0115	0.9%

* Represents Friday-Thursday average

Canadian market hog values improved as much as \$8/hog on the week, with those out of Quebec up the most. The OlyW 21 rose \$7.30/hog, followed by Hylife which rose \$6.90/hog. The ML Sig 4 climbed \$6.25/hog, while the OlyW 20 rose \$6/hog and hog values out of Ontario were up \$5.25/hog. BP/TC was near even with week ago levels. In the US, hog values fell with Tyson down \$2.75/hog while JM fell \$8/hog from the previous week.

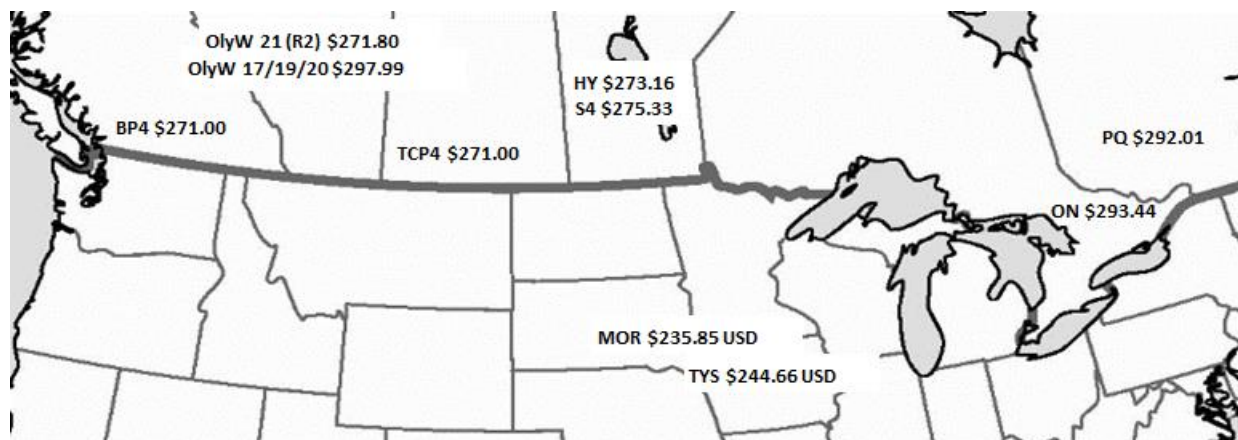
Regional Pricing, \$/hog								
Packer/Region	3 Year	Difference to OlyW21	2021 YTD	Difference to OlyW21	Last 13 weeks	Difference to OlyW21	Ending 23-Jul-21	Difference to OlyW21
OlyW 2021 (R2)**	\$193.59		\$236.10		\$266.63		\$271.80	
OlyW 17/19/20*	\$186.22	-\$7.38	\$253.83	\$17.74	\$294.63	\$28.00	\$297.99	\$26.19
ML Sig 4	\$189.30	-\$4.29	\$236.46	\$0.36	\$268.92	\$2.28	\$275.33	\$3.53
BP4/TCP4	\$190.53	-\$3.07	\$234.08	-\$2.01	\$269.44	\$2.80	\$271.00	-\$0.80
Hylife	\$193.83	\$0.23	\$238.63	\$2.54	\$267.07	\$0.44	\$273.16	\$1.37
Ontario***	\$188.09	-\$5.50	\$248.01	\$11.91	\$286.98	\$20.35	\$293.44	\$21.64
Québec	\$198.54	\$4.95	\$249.69	\$13.59	\$284.58	\$17.95	\$292.01	\$20.22
Tyson (USD)	\$138.45	-\$55.14	\$205.84	-\$30.26	\$251.61	-\$15.03	\$244.66	-\$27.13
John Morrell (USD)	\$131.29	-\$62.30	\$203.03	-\$33.06	\$248.87	-\$17.76	\$235.85	-\$35.95

*3 Year average uses actual OlyW'17, OlyW'19 and OlyW'20 for respective weeks. Starting Jan 2020 prices includes \$0.06 per kg proximity bonus

** 13 week average and the latest week uses the OlyW'21 including the floor price

*** Ontario pricing does not include any pork or cutout based formulas for market hogs

To Note: OlyW and BP4/TCP4 are nearly a full 1 week lag to Sig 4, Hylife, Ontario & Quebec



Weekly Hog Margins

Canadian hog margins strengthened with mixed support coming from higher cash prices, improved pork cutout values and the higher rate of exchange. Offsetting some of this support was an increase in feed costs, with Canadian farrow-to-finish feed costs up \$1.85/hog while those in the monitored US region rose \$2.75/hog from a week earlier.

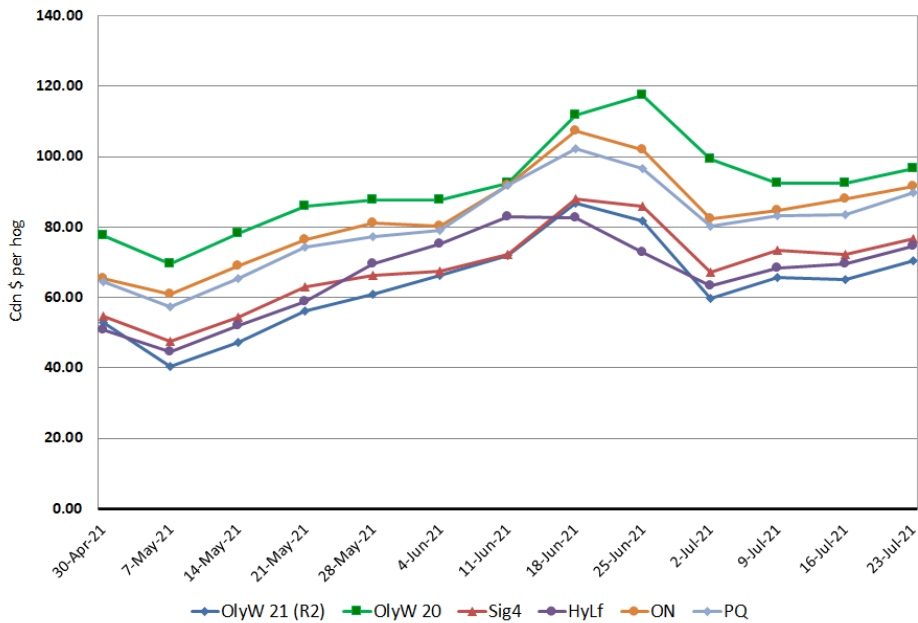
Hog margins out of the OlyW 20 strengthened \$4.25 to \$96.65/hog profits, followed by those out of Ontario which improved \$3.40 to nearly \$91.50/hog profits and margins out of Quebec which rose \$6 to \$89.65/hog profits. ML Sig 4 margins improved \$4.35 to \$76.65/hog profits, while Hylife was up \$5 to \$74.50/hog profits and the OlyW 21 rose \$5.45 to \$70.45/hog profits. In the US, Tyson fell \$5 to \$96/hog profits while JM margins weakened \$10.60 to \$89/hog profits.

Regional MARGINS, \$/hog						
Packer/Region	23-Jul-21	Farrow to Finish			Total COP	Weekly Margin
	Hog Price	Feed*	Variable	Fixed		
OlyW 20/Alberta	\$297.99	\$141.85	\$39.45	\$20.05	\$201.35	\$96.64
OlyW 21 (R2)/Alberta	\$271.80	\$141.85	\$39.45	\$20.05	\$201.35	\$70.45
ML Sig 4/Manitoba	\$275.33	\$139.59	\$39.54	\$19.55	\$198.68	\$76.65
Hylife/Manitoba	\$273.16	\$139.60	\$39.54	\$19.55	\$198.69	\$74.47
Ontario	\$293.44	\$137.53	\$40.71	\$23.76	\$202.00	\$91.44
Québec	\$292.01	\$140.22	\$40.50	\$21.65	\$202.37	\$89.64
Tyson (USD)/Iowa	\$244.66	\$103.35	\$28.70	\$16.57	\$148.62	\$96.04
John Morrell (USD)/ND	\$235.85	\$101.62	\$28.70	\$16.57	\$146.89	\$88.96

* Feed costs standardized for a 285 pound market hog

Tyson: \$96.04 USD x 1.2578 = \$120.80 CAD
 Morrell: \$88.96 USD x 1.2578 = \$111.89 CAD

Canadian Margins Last 13 weeks



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