

ArrowStream

Pork

CME hog futures and cash lean hogs were mixed across the board last week. The pork cutout and most of the primals were lower as of Thursday's close. The cutout was down 2% to \$93.43/cwt. Breaking out the primals and subprimals, the loin primal was flat at \$89.68/cwt. The price of boneless pork loins was higher by \$0.01 to \$1.39/lb, and the loin/baby back ribs were flat at \$2.67/lb. The tenderloins were higher by \$0.03 to \$1.93/lb. The pork butt primal was down 3% to \$110.49/cwt with the subprimal B/I pork butt higher by \$0.03 to \$1.24/lb, and the boneless pork butt was flat at \$1.41/lb. The rib primal was flat at \$175.05/cwt, with the medium spareribs down \$0.01 to \$1.92/lb. The belly primal was down 2% to \$126.84/cwt with the subprimal derind 13/17 belly down \$0.02 to \$1.56/lb. In the trim segment, 42% trim was down \$0.02 to \$0.54/lb, and 72% trim was higher by \$0.02 to \$1.08/lb. The ham primal was down 7% to \$81.53/cwt. Looking ahead, the pork carcass cutout traded lower as harvest volumes were flat w/w, but it is poised to trend steady to slightly firmer over the next few weeks. While retail demand is soft, rebuilding of freezer inventory should support a higher trend in both the cutout and lean hogs. Prices USDA, FOB per pound.

Description	Market Trend	Supplies	Price vs. Last Year
Live Hogs	Increasing	Short	Lower
Sow	Decreasing	Steady	Lower
Belly (bacon)	Increasing	Steady-Short	Lower
Sparerib(4.25 lb & down)	Decreasing	Steady-Short	Higher
Ham (20-23 lb)	Decreasing	Steady	Higher
Ham (23-27 lb)	Decreasing	Steady	Higher
Loin (bone in)	Increasing	Short	Higher
Babyback Rib (1.75 lb & up)	Increasing	Short	Higher
Tenderloin (1.25 lb)	Increasing	Short	Higher
Boston Butt, untrmd (4-8 lb)	Increasing	Steady	Higher
Picnic, untrmd	Increasing	Available	Higher
SS Picnic, smoker trm box	Increasing	Available	Higher
42% Trimmings	Increasing	Steady	Higher
72% Trimmings	Increasing	Steady-Short	Higher

