



MORNING December 1, 2020 Livestock Report

by Chris Lehner | 312.242.7942 | chris.lehner@admis.com

CATTLE

USDA FEDERAL CATTLE SLAUGHTER

NOVEMBER 30, 2020	119,000
WEEK AGO	120,000
YEAR AGO	119,000

=====

	CHOICE	SELECT
BOXED BEEF FINAL	243.68	222.43
CHANGE FROM PRIOR DAY	0.83	1.75
CHOICE/SELECT SPREAD:		21.25
TOTAL LOAD COUNT		84
5 DAY SIMPLE AVERAGE:	242.43	218.75

=====

Based on negotiated prices and volume of boxed beef cuts delivered within 0-21 days and on average industry cutting yields. Values reflect U.S. dollars per 100 pounds

FINAL NOVEMBER 30, 2020

Primal Rib	494.18	395.18
Primal Chuck	205.75	196.24
Primal Round	195.24	95.61
Primal Loin	291.62	257.54
Primal Brisket	157.40	156.29
Primal Short Plate	132.47	132.47
Primal Flank	108.36	110.34

FINAL NOVEMBER 27, 2020

Primal Rib	483.50	379.84
Primal Chuck	205.92	197.38
Primal Round	196.83	196.05
Primal Loin	292.89	257.11
Primal Brisket	158.71	159.23
Primal Short Plate	127.66	127.66



Primal Flank 108.05 106.09

LOAD COUNT AND CUTOFF VALUE SUMMARY FOR PRIOR 5 DAYS

Date	Choice	Select	Trim	Grinds	Total	CHOICE	SELECT
						600-900	600-900
11/27	30	7	8	7	51	242.85	220.68
11/25	76	19	8	14	116	245.06	220.90
11/24	97	21	12	32	161	244.30	219.71
11/23	71	25	10	16	122	241.60	217.48
11/20	50	18	12	25	105	238.35	214.98

=====

NATIONAL BOXED BEEF CUTS - NEGOTIATED SALES FOB Plant basis negotiated sales for delivery within 0-21-day period. Prior days sales after 1:30pm are included. CURRENT VOLUME - (one load equals 40,000 pounds)

Choice Cuts	53.27 loads	2,130,968 pounds
Select Cuts	11.57 loads	462,745 pounds
Trimming	11.97 loads	478,841 pounds
Ground Beef	6.97 loads	278,856 pounds

=====

USDA BY-PRODUCT DROP VALUE (STEER) FOB CENTRAL U.S.
[HTTPS://WWW.AMS.USDA.GOV/MNREPORTS/NW_LS441.TXT](https://www.ams.usda.gov/mnreports/nw_ls441.txt)

=====

USDA POSTED CATTLE PRICES ON 11/30/2020
IA/MN – CASH - No Reportable Trade Dressed.- No Reportable Trade
NE - CASH – No Reportable Trade– No Reportable Trade
KS – CASH No Reportable Trade No Reportable Trade
TX/OK/NM – No Reportable Trade
CO – Information not available due to confidentiality

*****National Daily Direct Cattle November 30, 2020**
(5 day accumulated weighted avg)

	Weight	Price	Head
Live Steer:	1483	\$110.18	33,112
Live Heifer:	1326	\$110.34	21,727
Dressed Steer:	964	\$173.32	11,115
Dressed Heifer:	874	\$173.42	6,862



Monday there were no cash sales. Feedlots are wanting \$112.00 or better this week. With packer margins over \$500.00/head it is hard to see how packers won't pay more this week. At \$500/head packers have one goal. Shove as many cattle through the kill line as possible.

Other than it being November 30th, and week from when December 2020 Live Cattle futures go into delivery time, the current fundamentals do not support December futures to be lower. Last week, cash cattle sold from \$110.00 to \$112.00 and should be \$1.00 to \$2.00 higher this week. Boxed beef on early sales Monday was higher Monday and just \$1.04 off the high beef composite price of last Wednesday. Suffice to say it was Monday and with no cash price established for the week and speculators able to push the market in their desired direction.

There was some decent trading on December 2020 puts Monday likely selling puts \$110 puts and buying puts below \$110. Future spreading was fairly in active.

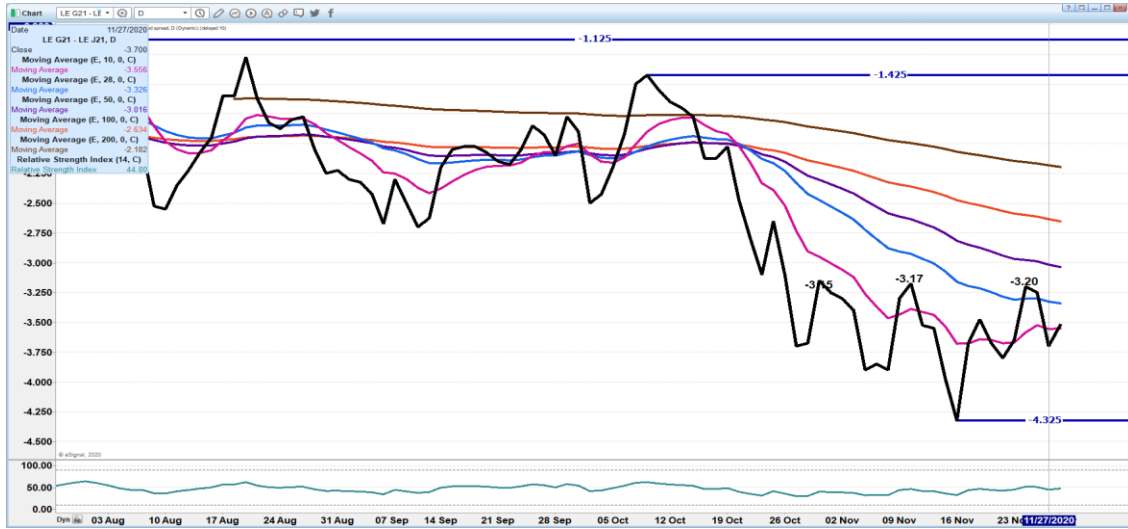
This week, traders will be waiting for Thursday's export report to see how exports did last week. With last week's net sales reductions in 2020 of 15,500 metric tonnes and reductions in 2021 of 1,500 metric tonnes, it doesn't bide well

=====

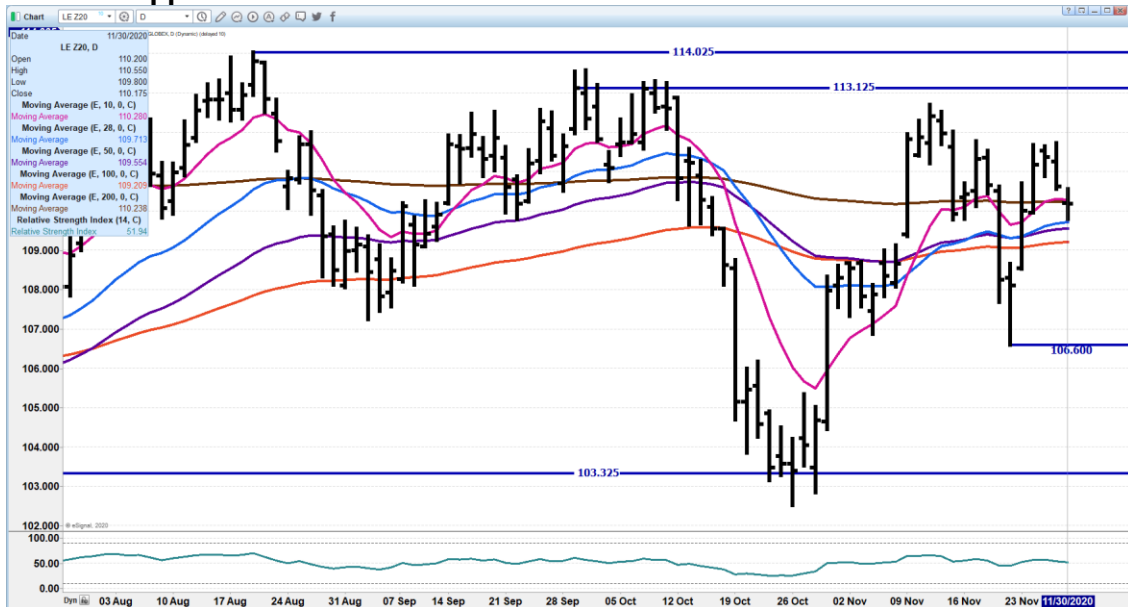
As of November 24, 2020, dressed steer and heifer weights were 898.5 compared to previous week at 896.7 up 1.8 pounds from week ago and 22 pounds over a year ago compared to a week ago up 24 pounds. Grading percent was 82.2%, down compared to previous week at 81.6%. CATTLE WEIGHTS AREN'T GOING DOWN.

=====

FEBRUARY 2021 LIVE CATTLE/APRIL 2021 LIVE CATTLE SPREAD - SPREAD IS AT NORMAL LEVEL. WIDENING IS NEGATIVE, NARROWING POSITIVE. A CLOSE OVER MINUS 3.37 WOULD HAVE CHART WIDENING

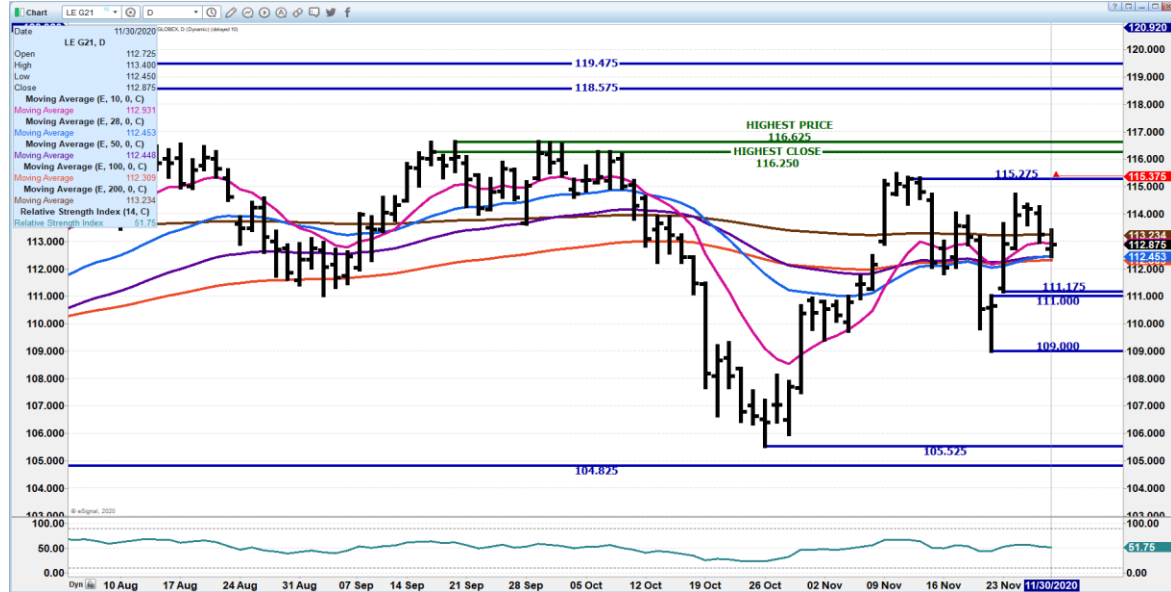


DECEMBER 2020 LIVE CATTLE - Dropped to support at 20 day moving average and closed on convergence of 10 and 500 day moving average. Next resistance at 111.75 to 113.22 Support at 109.70

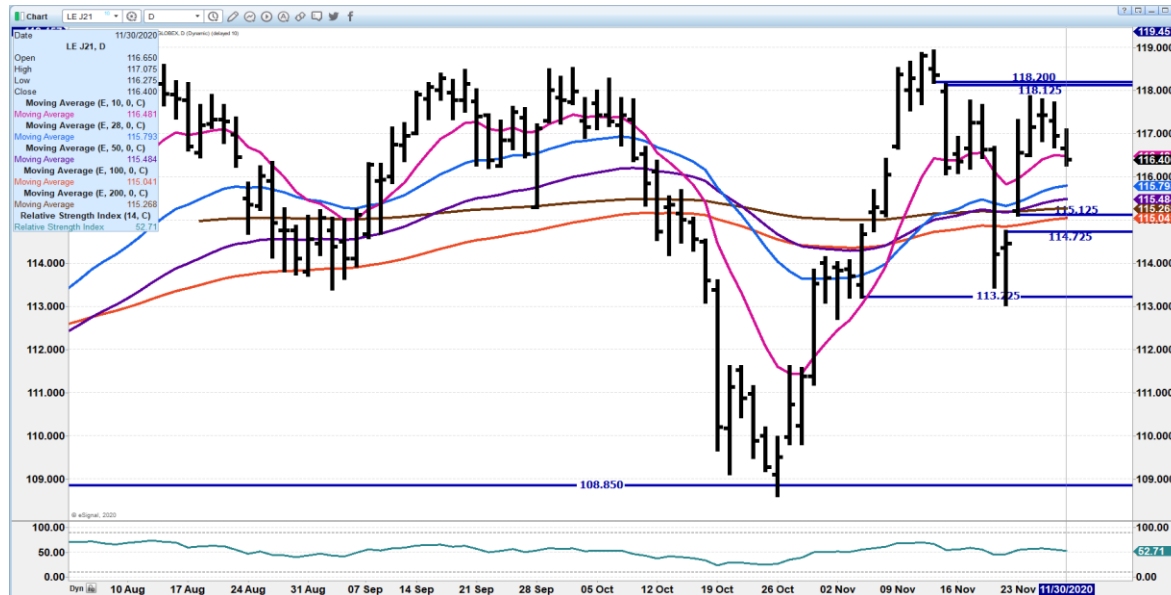




FEBRUARY 2021 LIVE CATTLE – Volume at 24,930 Support at 112.37 to gap at 111.17 to 111.00 Resistance at 113.37 to 115.37



APR 2021 LIVE CATTLE - Support at 116.50 down to 115.02 Resistance at 118.12 to 118.20





Feeder Cattle

THE CME FEEDER INDEX ON 11/27/2020 WAS 138.89 UP \$1.34 FROM PREVIOUS DAY -

JANUARY 2021 FEEDER CATTLE FUTURES SETTLED ON NOVEMBER 30, 2020 AT \$141.05

=====

NATIONAL FEEDER & STOCKER SUMMARY - WEEK ENDING 11/27/2020

RECEIPTS:	AUCTIONS	DIRECT	VIDEO/INTERNET	TOTAL
THIS WEEK:	112,300	35,300	1,600	149,200
THIS WEEK:	321,900	45,400	9,800	377,100
YEAR AGO:	58,600	25,900	100	84,600

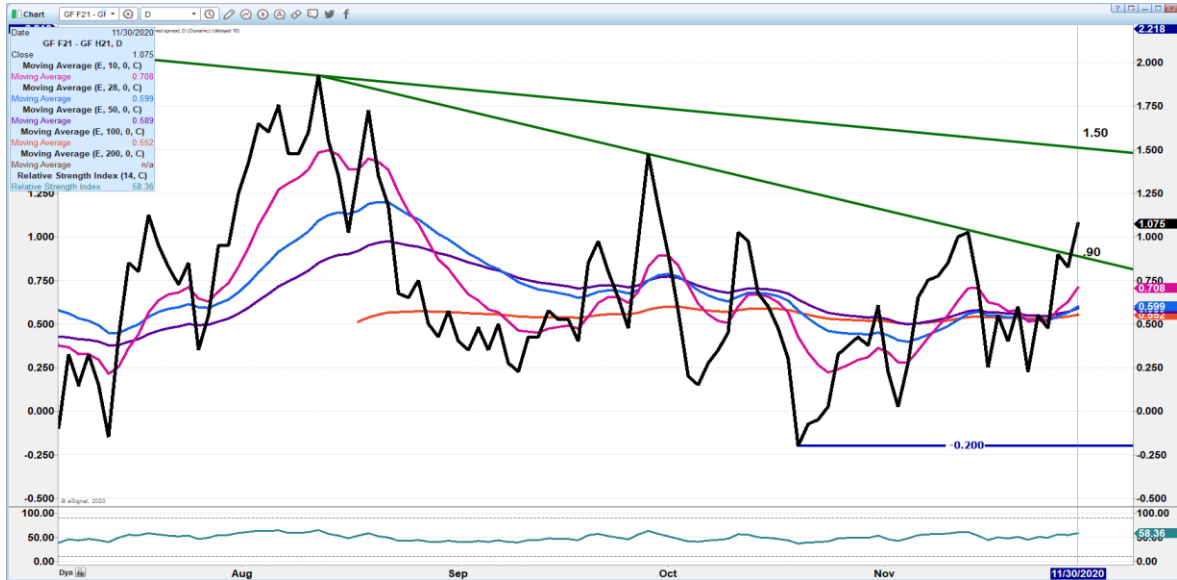
STEERS AND HEIFERS WERE LIGHTLY TESTED ON A NATIONAL BASIS THIS WEEK DUE TO THE THANKSGIVING DAY HOLIDAY WEEK AND REDUCED RECEIPTS. AREAS OF THE NORTHERN PLAINS DID RECEIVE SOME MOISTURE THIS WEEK AND IS A WELCOME SIGHT TO THE PARCHED FIELDS THAT RANCHERS HAVE BEEN LOOKING AT THIS SUMMER AND FALL.

=====

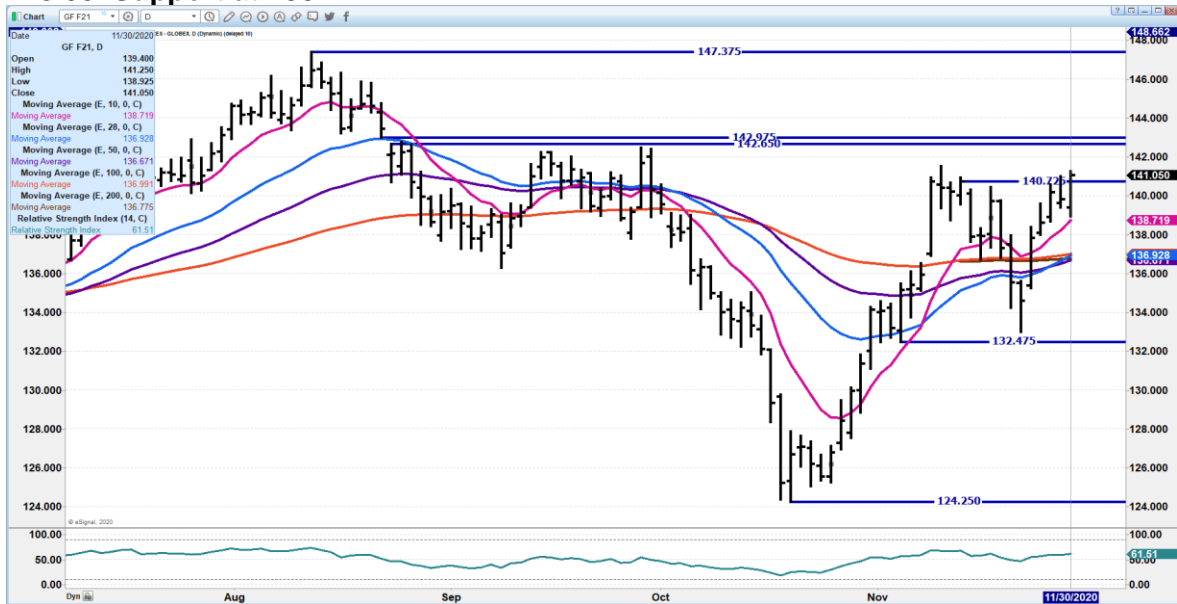
FEEDLOTS THAT ALSO GROW GRAIN ARE HESITANT TO BUY FEEDERS. CORN PRICES ARE AT PROFITABLE LEVELS AND FEEDLOTS ARE SEMI-FRIENDLY TO CATTLE MARKETS INTO 2021 BUT HAVE MEMORIES OF PLUNGING PRICES IN 2020.

=====

JANUARY 2021/MARCH 2021 FEEDER CATTLE SPREAD – SPREAD NARROWING IS BULLISH



JANUARY 2021 FEEDER CATTLE – Closed above November 11 high. Next resistance at 143.00 Support at 138.72

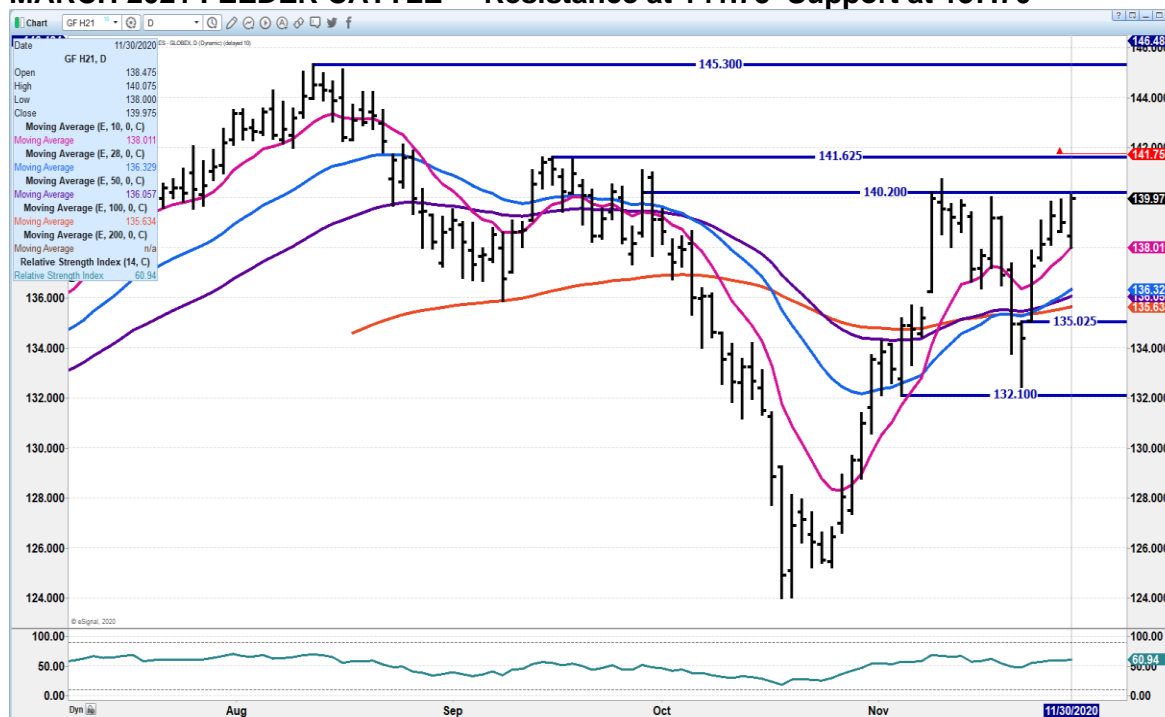




ADM Investor Services, Inc.



MARCH 2021 FEEDER CATTLE – Resistance at 141.75 Support at 137.70



LEAN HOGS

USDA ESTIMATED FEDERAL HOG SLAUGHTER

NOVEMBER 30, 2020	497,000
WEEK AGO	497,000
YEAR AGO	496,000

=====

CME CASH HOG INDEX 11/25/2020 AT 67.15 DOWN .23 FROM PREVIOUS DAY

CME CASH PORK CUTOUT INDEX 11/27/2020 AT 78.19 UP 1 CENT FROM PREVIOUS DAY

CME CASH FRESH BACON INDEX ON 11/27/2020 WAS 123.40 COMPARED TO 11/20/2020 WAS 126.49

ADMIS.com | 312.242.7000 | Chicago | New York | London | Hong Kong | Singapore | Taipei | Shanghai

The information and comments contained herein is provided by ADM Investor Services, Inc. ("ADMIS") and NOT ADM. Futures and options trading involve significant risk of loss and may not be suitable for everyone. Therefore, carefully consider whether such trading is suitable for you in light of your financial condition. This report includes information from sources believed to be reliable and accurate as of the date of this publication, but no independent verification has been made and we do not guarantee its accuracy or completeness. Research analyst does not currently maintain positions or have financial interest in the commodities specified within this report. Any reproduction or retransmission of this report without the express written consent of ADM Investor Services, Inc. is strictly prohibited. Again, the information and comments contained herein is provided by ADMIS and in no way should be construed to be information provided by ADM. Copyright © ADM Investor Services, Inc.



The ham and belly yoyo market is back. Early Monday pork carcass volume was light with a total of 114 loads and the light sales made it so buyers buying hand to mouth were squeezed on ham and bellies. By the afternoon the carcass value was up only 13 cents with hams lower down 6 cents from the morning when hams were up 10.22. Bellies were still higher in the afternoon but far off the early sales when bellies were \$32.97 higher. The total loads sold including trimmings were 289.57 loads. A light day. The majority of pork packers move is being used to fill out previously contracted pork and exports bought several months ago.

Slaughter is above a year ago and packers seem to have worked out problems when employees are sick with back up trained help ready to work several locations in the plant as well as packers having clinics to work with employees when ill.

=====
 Packers are shoving hogs through the line and before long could be back to 500,000 head per day. The CME Hog and Pork Index have been losing day after day. Into 2021 as global hog numbers increase, US hogs are vulnerable if exports drop. If China increases hog herd levels predicted in 2021, the price of feed is also going to be a cost hog producers will need to absorb along with lower prices. 2021 will see more producers move from selling on cash markets to selling formula packer contracts, or leasing facilities to outright selling fewer hogs.

=====
USDA MARKET NEWS
 Based on negotiated prices and volume of pork cuts delivered within 14 days and on average industry cutting yields.
 Calculations for 215 lb Pork Carcass. 55-56% lean, 0.55"-0.70" BF Last Rib

NATIONAL DAILY PORK REPORT FOB PLANT - NEGOTIATED SALES
NOVEMBER 30, 2020
LOADS OF PORK CUTS: 232.42
LOADS TRIM/PROCESSED PORK: 57.16

FINAL

Date	Loads	Carcass	Loin	Butt	Pic	Rib	Ham	Belly
11/30/2020	289.57	80.09	73.75	76.89	64.59	132.99	82.37	99.24
CHANGE :		0.13	0.27	-2.37	-9.62	-2.22	-0.06	8.55
Five Day Average --		78.75	72.91	78.26	70.19	134.24	77.30	94.94



NOON

Date	Loads	Carcass	Loin	Butt	Pic	Rib	Ham	Belly
11/30/2020	114.30	88.13	75.20	81.67	72.44	135.72	92.65	123.56
CHANGE :		8.17	1.72	2.41	-1.77	0.51	10.22	32.87
Five Day Average --		80.36	73.20	79.21	71.76	134.78	79.36	99.81

FINAL PREVIOUS WEEK'S CLOSE

Date	Loads	Carcass	Loin	Butt	Pic	Rib	Ham	Belly
11/27/2020	214.07	79.96	73.48	79.26	74.21	135.21	82.43	90.69

=====

**NATIONAL DAILY DIRECT HOG PRIOR DAY REPORT - SLAUGHTERED SWINE
SLAUGHTER DATA FOR NOVEMBER 27 AND 28, 2020**

Average live weight - 290.63
Average carcass - 217.47

=====

**DAILY DIRECT HOGS PLANT DELIVERED AS OF 1:30 PM November 30, 2020
NATIONAL NEGOTIATED PURCHASE BASE CARCASS PRICES**

Carcass Base Price: \$50.00 - \$58.50
Weighted Average: \$56.67
Change from Prior Day: 0.15 higher
HOGS SOLD: 10,190

SWINE OR PORK MARKET FORMULA PURCHASE (Including Packer Sold)

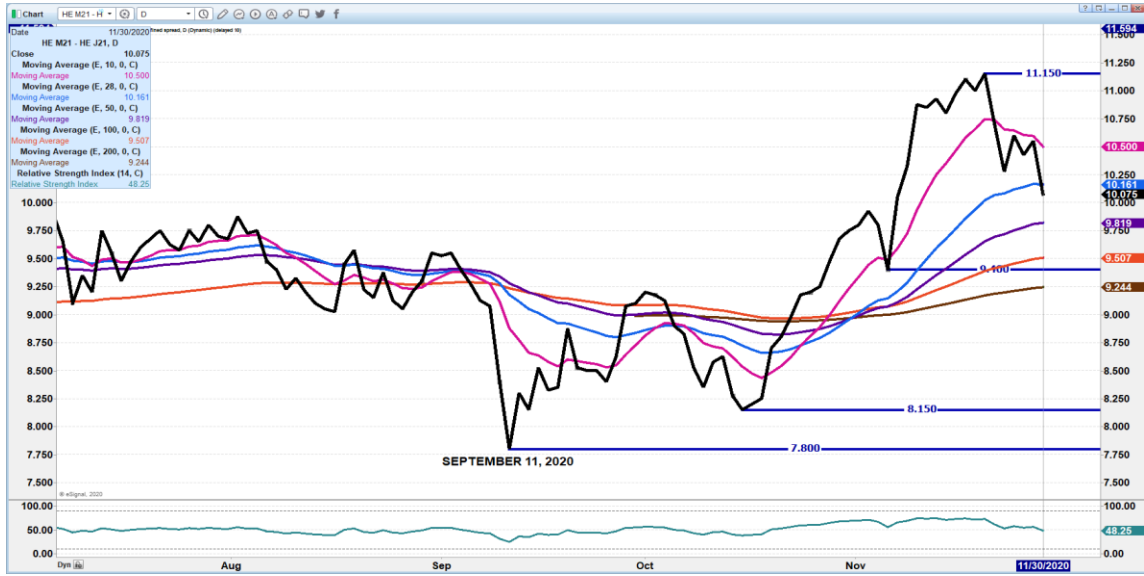
PRICE RANGE: \$56.50 - \$75.96
Weighted Average: \$66.21
Previous Day: \$64.46
HOGS SOLD: 261,838

https://www.ams.usda.gov/mnreports/lm_hq203.txt

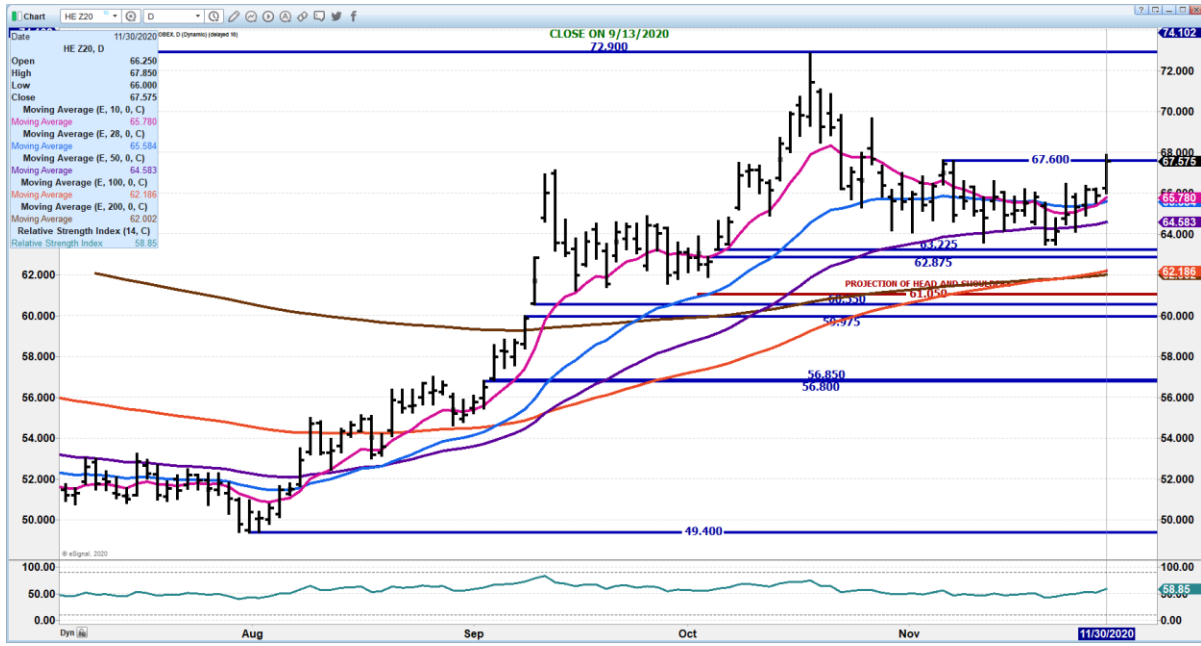
**JUNE/APRIL LEAN HOG SPREAD – SPREAD NARROWING IS STILL WIDE, BUT
TRADERS MAY BE GETTING SHORT JUNE IN THE SPREAD**



Daily Futures Market Commentary



DECEMBER 2020 LEAN HOGS – CLOSED ON NOVEMBER 5TH HIGH, NOW RESISTANCE AT 67.60 SUPPORT AT 66.70 TO 64.55





FEBRUARY 2021 LEAN HOGS – VOLUME 12,003 RESISTANCE NOVEMBER HIGH 68,82 SUPPORT AT 66.75 TO 65.50



APRIL 2021 LEAN HOGS – MOVED TO WITHIN NOVEMBER HIGH, NOW RESISTANCE AT 71.55 SUPPORT AT 69.87 TO 69.37



ADMIS.com | 312.242.7000 | Chicago | New York | London | Hong Kong | Singapore | Taipei | Shanghai

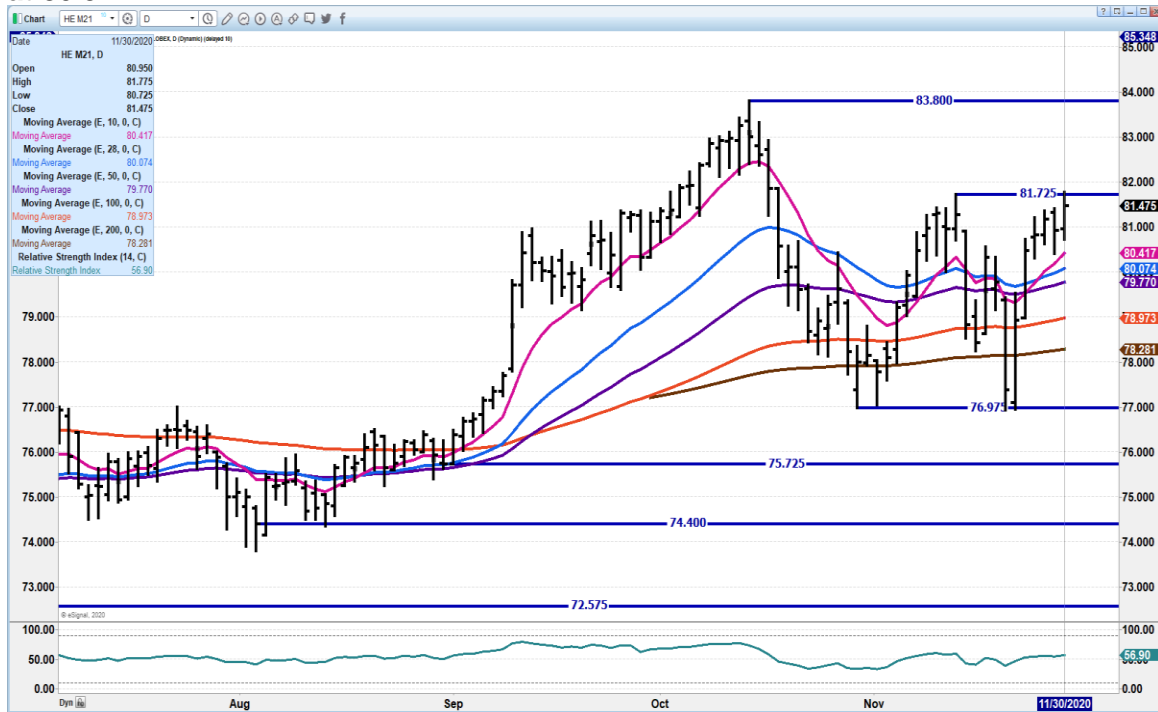
The information and comments contained herein is provided by ADM Investor Services, Inc. ("ADMIS") and NOT ADM. Futures and options trading involve significant risk of loss and may not be suitable for everyone. Therefore, carefully consider whether such trading is suitable for you in light of your financial condition. This report includes information from sources believed to be reliable and accurate as of the date of this publication, but no independent verification has been made and we do not guarantee its accuracy or completeness. Research analyst does not currently maintain positions or have financial interest in the commodities specified within this report. Any reproduction or retransmission of this report without the express written consent of ADM Investor Services, Inc. is strictly prohibited. Again, the information and comments contained herein is provided by ADMIS and in no way should be construed to be information provided by ADM. Copyright © ADM Investor Services, Inc.



ADM Investor Services, Inc.



JUNE 2021 LEAN HOGS – Moved to 81.72 the high in November now resistance Support at 80.37



CHARTS FROM ESIGNAL INTERACTIVE, INC.

ADMIS.com | 312.242.7000 | Chicago | New York | London | Hong Kong | Singapore | Taipei | Shanghai

The information and comments contained herein is provided by ADM Investor Services, Inc. ("ADMIS") and NOT ADM. Futures and options trading involve significant risk of loss and may not be suitable for everyone. Therefore, carefully consider whether such trading is suitable for you in light of your financial condition. This report includes information from sources believed to be reliable and accurate as of the date of this publication, but no independent verification has been made and we do not guarantee its accuracy or completeness. Research analyst does not currently maintain positions or have financial interest in the commodities specified within this report. Any reproduction or retransmission of this report without the express written consent of ADM Investor Services, Inc. is strictly prohibited. Again, the information and comments contained herein is provided by ADMIS and in no way should be construed to be information provided by ADM. Copyright © ADM Investor Services, Inc.