



ADM Investor
Services, Inc.

Daily Futures Market Commentary Livestock Outlook

TUESDAY MORNING AUGUST 17, 2021 LIVESTOCK REPORT

Chris Lehner, Senior Livestock Analyst | 312.242.7942 | chris.lehner@admis.com

CATTLE

AUGUST 16, 2021 119,000
 WEEK AGO 113,000
 YEAR AGO 113,000
 **REVISED FRIDAY CATTLE SLAUGHTER..116,000 PREVIOUS ESTIMATE 119,000
 NEW WEEK TO DATE SALUGHTER 636,000* PREVIOUS ESTIMATE 639,000

	CHOICE	SELECT
BOXED BEEF FINAL	329.80	303.55
CHANGE FROM PRIOR DAY:	4.97	5.53
CHOICE/SELECT SPREAD:	26.25	
TOTAL LOAD COUNT (CUTS, TRIMMINGS, GRINDS):	78	
5 DAY SIMPLE AVERAGE:	311.73	288.35

CME BOXED BEEF INDEX FOR 08/13/2021 WAS AT \$306.14 UP \$4.76 FROM PREVIOUS DAY

FINAL AUGUST 16, 2021

PRIMAL RIB	549.84	426.25
PRIMAL CHUCK	271.93	270.37
PRIMAL ROUND	269.96	268.38
PRIMAL LOIN	414.48	368.45
PRIMAL BRISKET	294.83	264.94
PRIMAL SHORT PLATE	258.02	258.02
PRIMAL FLANK	157.71	155.28

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. 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.

FINAL AUGUST 13, 2021

PRIMAL RIB	542.26	423.71
PRIMAL CHUCK	270.37	260.64
PRIMAL ROUND	263.53	260.89
PRIMAL LOIN	407.94	361.85
PRIMAL BRISKET	287.78	288.64
PRIMAL SHORT PLATE	252.38	252.38
PRIMAL FLANK	155.55	153.83

=====
LOAD COUNT AND CUTOFF VALUE SUMMARY

Date	Choice	Select	Trim	Grinds	Total	CHOICE 600-900	SELECT 600-900
08/13	48	18	12	12	91	324.83	298.02
08/12	51	10	7	30	97	317.93	290.31
08/11	69	19	10	12	110	310.80	287.99
08/10	63	17	14	34	128	305.32	284.61

=====
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	43.72 loads	1,748,821 pounds
Select Cuts	15.51 loads	620,274 pounds
Trimming	8.70 loads	348,033 pounds
Ground Beef	10.44 loads	417,452 pounds

AUGUST 2021 LIVESTOCK REPORTS

FRIDAY AUGUST 20, 2021 CATTLE ON FEED REPORT 2:00PM CENTRAL TIME

MONDAY AUGUST 23, 2021 COLD STORAGE REPORT 2:00PM CENTRAL TIME

=====
DELIVERY NOTICE SERVED – AUGUST 2021 - LIVE CATTLE

SETTLEMENT: AUGUST 16, 2021 - \$123.52

OLDEST LONG: 06/30/21 SETTLEMENT AT \$122.72

25 RETENDERS AND RECLAIMS

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. 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.

FIRM #	FIRM NAME	DELIVERED	RECEIVED
685	R.J.O'BRIEN ASSOC	25	25

YARDS	RETENDERS	RECLAIMS
TULIA	25	25

ftp://ftp.cmegroup.com/delivery_reports/live_cattle_delivery/081121_livecattle.txt

Large group in Nebraska moved at \$128.50, the same group mostly heifers that were sold 2 weeks ago delivered on Monday that topped the market.

Will cattle prices move higher? When packers can't meet all contracted meat orders and have to pay up. But for futures, cattle have large premiums into 2022 and basis marketing says to sell the premium. If bullish, use options to cover shorts. Packers aren't going to share profits until it is necessary when they are short cattle for kill and must pay more for cattle. With large cow kill over past year, we will see fewer cattle as trade moves into end of 2021 into 2022. Until then, cattle will move steadily higher. Last week cash was steady buy packers did pay more for dressed cattle. There is not an overabundance of cattle and it is no secret. Packers will have to give up some of big profits and likely will happen when they do it with a big sudden move higher.

Last year corn cost around \$3.30/bushel and now cash corn is over \$6.00 so the increase in feed takes most profits this year. A year ago, replacement feeders were around \$145.00 and now they are near \$160.00. It isn't a big cost, but a cost subtracted from profit margins. Last year, cash cattle averaged about \$102.00 and this year. Choice or Prime at \$125.00.

Showlist feedlots are happier this year because compared to a year ago COVID isn't slowing down packers but as far as profits, they aren't seeing big profits from super high beef prices. They aren't getting profits from rib sections at \$542/cwt compared to a year ago at \$349/cwt or loin sections this year over \$410/cwt compared to a year ago at \$290/cwt.

This year compared to a year ago, feedlots that sell in the cash market may feel better because they can see higher prices and better times into 2022 if they use the prices offered to their advantage.

=====

As of AUGUST 10, 2021 dressed steer and heifer weights were 862.8 compared to previous week at 866.9 down 4.1 pounds for the week. Grading percent was 80.6% up .3% compared to previous week at 80.3%.

=====

USDA POSTED SUMMARY CATTLE PRICES ON 08/16/2021

IA/MN – CASH – No Reportable Trade
DRESSED - 197.00 on 200 head

NE – CASH - 128.75 968 HEAD STEERS WEIGHING 1525 HEIFERS ON 2373 WEIGHING 1370

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. 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.

DRESSED – No Reportable Trade.

KS – CASH - No Reportable Trade.

DRESSED – No Reportable Trade.

TX/OK/NM – No Reportable Trade.

DRESSED No Reportable Trade.

CO – **Not reported due to confidentiality**

DRESSED **Not reported due to confidentiality**

=====

***National Daily Direct Cattle 08/16/21

5 day accumulated weighted avg)

	Weight	Price	Head
Live Steer:	1442	\$123.40	27,734
Live Heifer:	1289	\$122.58	12,099
Dressed Steer:	930	\$200.58	16,406
Dressed Heifer:	849	\$200.12	4,703

=====

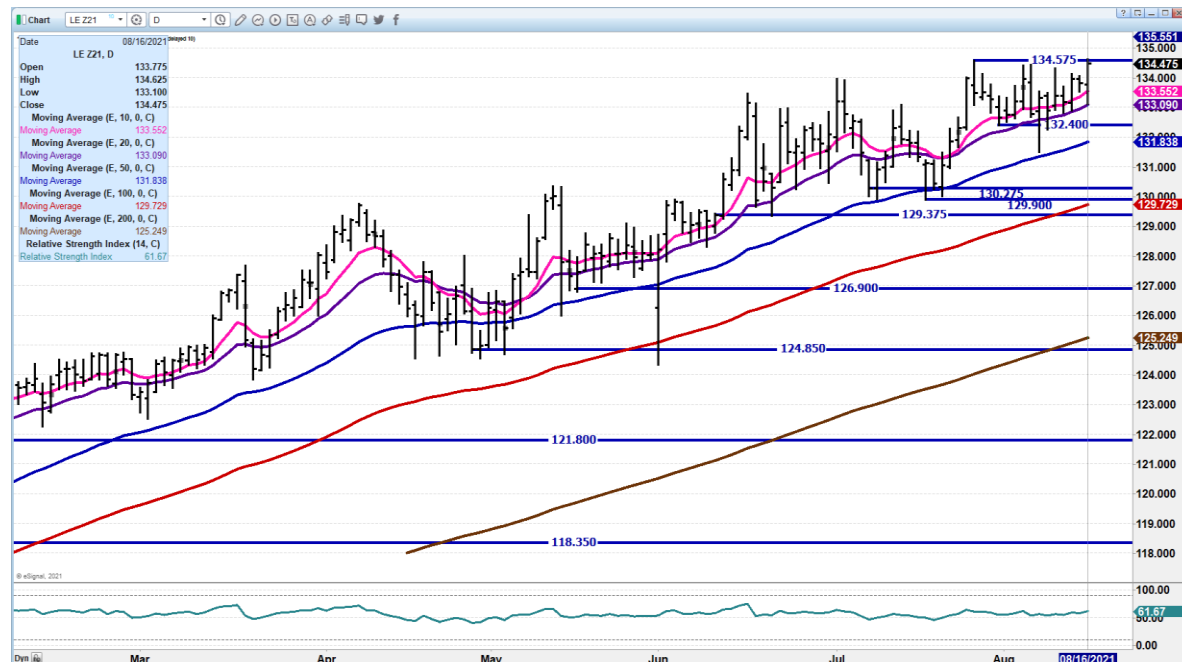
OCTOBER/DECEMBER 2021 LIVE CATTLE SPREAD - SPREAD TRYING TO NARROW. SHOULD AT LEAST MOVE TO MINUS \$3.00 CATTLE ARE NOT IN A BEAR MARKET SO SPREADS COULD EASILY GO FROM BEAR SPREAD TO BULL SPREAD



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. 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.

DECEMBER 2021 LIVE CATTLE – NEW CONTRACT HIGH CLOSE 134.57 RESISTANCE STRONG SUPPORT AT 133.00 TO 131.80



Feeder Cattle

CME FEEDER INDEX ON 08/13/2021 WAS 155.54 DOWN 29 CENTS FROM PREVIOUS DAY - AUGUST 2021 FEEDER CATTLE FUTURES SETTLED ON AUGUST 16, 2021 \$157.20

NATIONAL FEEDER & STOCKER CATTLE SUMMARY – WEEK ENDING 08/13/2021

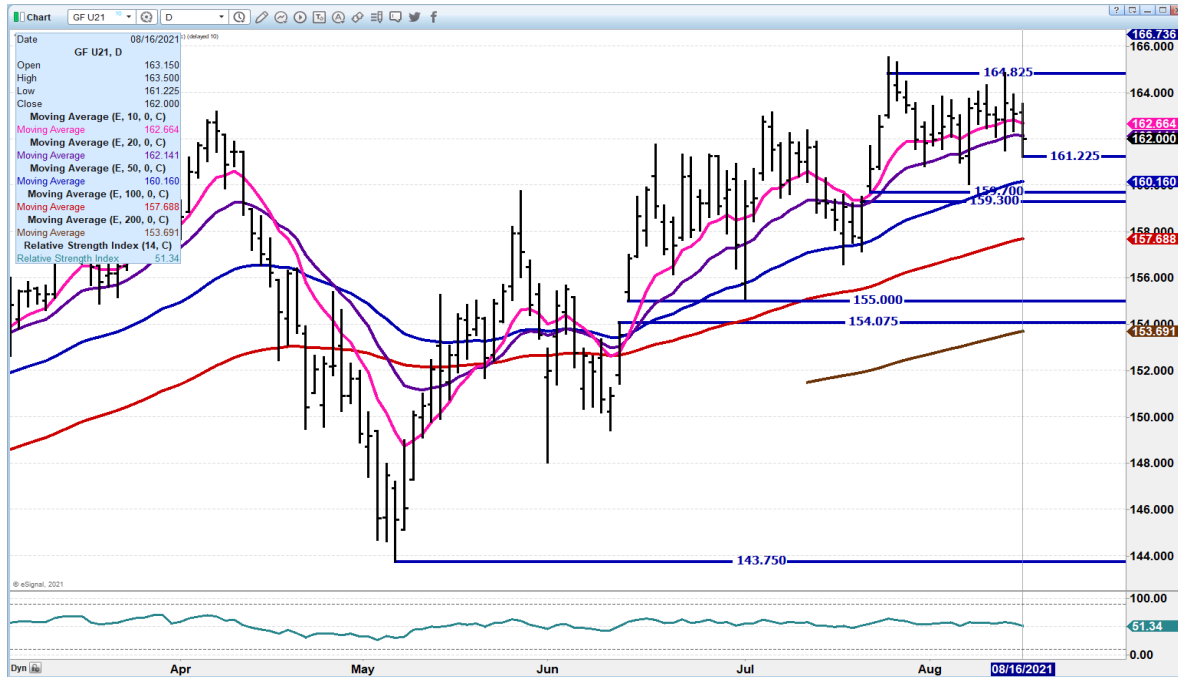
RECEIPTS:	Auctions	Direct	Video/Internet	Total
This Week:	147,800	50,900	74,000	74,000
Last Week:	174,200	58,600	204,600	437,400
Year Ago:	158,100	66,500	7,000	231,600

Compared to last week, steers and heifers sold uneven; 3.00 lower to 1.00 higher as most of the higher trend would be associated in the North Central region. Extreme heat across the Plains was the case until Thursday making it difficult to dangerous for cattle transport. A few auctions cancelled in the Southern Plains and others had much smaller volume that typical, even for the slower summer marketing time. August is historically a good time to sell yearlings and this year is no exception as very good demand remains for yearling steers and heifers, especially those coming right off grass.

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. 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.

SEPTEMBER 2021 FEEDER CATTLE – CLOSED BELOW 20 DAY AVERAGE. SUPPORT AT 159.70 TO 159.30 TO 157.65. COULD FILL GAP, DROP TO LOWEST SUPPORT MORE IN LINE WITH CURRENT CEME INDEX RESISTANCE AT 162.65



LEAN HOGS

USDA ESTIMATED FEDERAL HOG SLAUGHTER

AUGUST 16, 2021	477,000
WEEK AGO	456,000
YEAR AGO	485,000

****REVISED FRIDAY HOG SLAUGHTER..463,000 PREVIOUS ESTIMATE 471,000**

*****NEW HOG SLAUGHTER WEEK TO DATE 2,407,000 *** PREVIOUS ESTIMATE 2,415,000**

=====

CME CASH LEAN HOG INDEX 08/12/2020 AT \$109.90 DOWN 29 CENTS FROM PREVIOUS DAY

AUGUST 2021 LEAN HOGS SETTLED ON FUTURES 08/13/2021 AT \$109.80

CME AUGUST 2021 LEAN HOGS TO CME LEAN HOG INDEX = 0

CME CASH PORK CUTOUT INDEX 08/13/2021 AT 123.31 UP 46 CENTS FROM PREVIOUS DAY

CME CASH FRESH BACON INDEX ON 8/13/2021 WAS 294.55 COMPARED TO 8/06/2021 WAS 291.10

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. 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.

CME PORK INDEX TO CME LEAN HOG INDEX **plus 13.41**

Because of the large price spread between current cash and where August futures closed at \$109.90, buyers bought October Lean Hogs with December into 2022 following on light volume. Gaps from 8/4/21 and 8/5/21 above Monday's close as well as the gap left from Monday's open are key trader's targets.

Futures higher Monday on moderate movement. There is a gap on October at from 89.70 to 89.97. There is also a gap from Friday, August 13th at 86.87 to Monday's low at 87.25.

5 day average last week was down \$2.01 and Monday the 5 day pork carcass average was down another 98 cents.

CBP Casts Wide Net to Assess African Swine Fever Threats to the U.S.

<https://www.porkbusiness.com/news/industry/cbp-casts-wide-net-assess-african-swine-fever-threats-us>

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

AUGUST 16, 2021

LOADS OF PORK CUTS: 287.15

TRIM/PROCESSED PORK: 29.88

FINAL

DATE	LOADS	CARCASS	LOIN	BUTT	PIC	RIB	HAM	BELLY
08/16/2021	317.03	119.35	115.43	124.90	95.72	143.45	75.06	227.55
CHANGE		-6.33	-1.15	2.30	2.18	4.02	-25.94	-2.17
FIVE DAY AVERAGE --		122.15	115.56	120.65	96.83	145.01	85.02	230.98

FINAL

DATE	LOADS	CARCASS	LOIN	BUTT	PIC	RIB	HAM	BELLY
08/13/2021	379.61	125.68	116.58	122.60	93.54	139.43	101.00	229.72
CHANGE		6.31	2.03	12.30	-5.29	-7.66	22.70	-0.43
FIVE DAY AVERAGE --		123.13	115.47	120.20	96.93	145.82	88.38	232.44

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. 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.

NATIONAL DAILY DIRECT HOG PRIOR DAY REPORT - SLAUGHTERED SWINE

[HTTPS://WWW.AMS.USDA.GOV/MNREPORTS/AMS_2511.PDF](https://www.ams.usda.gov/mnreports/ams_2511.pdf)

Slaughter Data for Friday, August 13, 2021 and Saturday, August 14, 2021

Average live weight: 277.48

Average carcass : 208.71

=====

<https://www.ams.usda.gov/sites/default/files/media/LMRswineReportingHandout.pdf>

DAILY DIRECT AFTERNOON HOG REPORT AUGUST 16, 2021

National Negotiated Carcass Price

Lowest price: 94.00

Highest price: 100.00

Weighted Average Price: **95.68**

Head Count: 5,015

On a National basis, compared to the previous day, **2.29 lower**

Other Market Formula (Carcass)

Lowest Base Price 58.84

Highest base price: 112.11

Weighted Average Price: **98.56**

Head Count: 22,608

Pork Market Formula (Carcass)

Lowest base price: 86.81

Highest Base Price: 127.57

Weighted Average Price: **108.84**

Head Count: 174,614

Other Purchase Arrangement (Carcass)

Lowest base price: 75.59

Highest base price: 113.78

Weighted Average Price: **103.68**

HEAD COUNT: 69,890

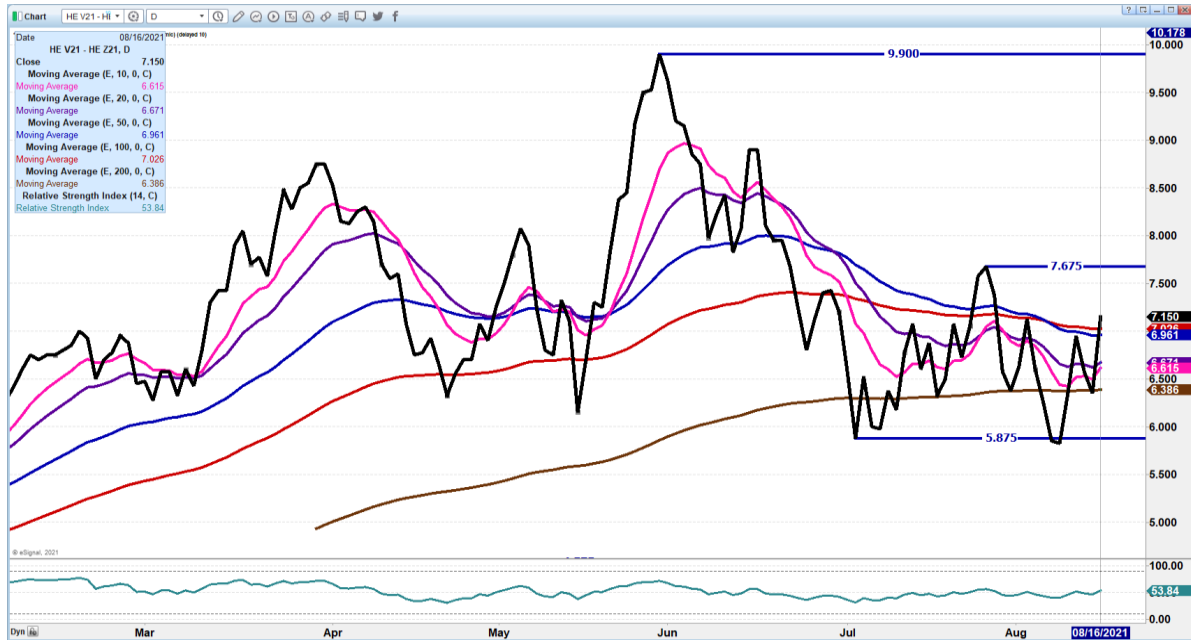
=====

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. 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.

**OCTOBER 2021/DECEMBER 2021 LEAN HOG SPREAD – Spread is wide
SPREAD SETTLED**

2017 **-\$1.80**
2018 **+\$13.25 HIGH ON 10/11/2018 \$14.25**
2018 **-\$6.05**
2020 **+10.00 HIGH ON 10/17/2020 \$12.30**
2021 **CURRENT +7.15**



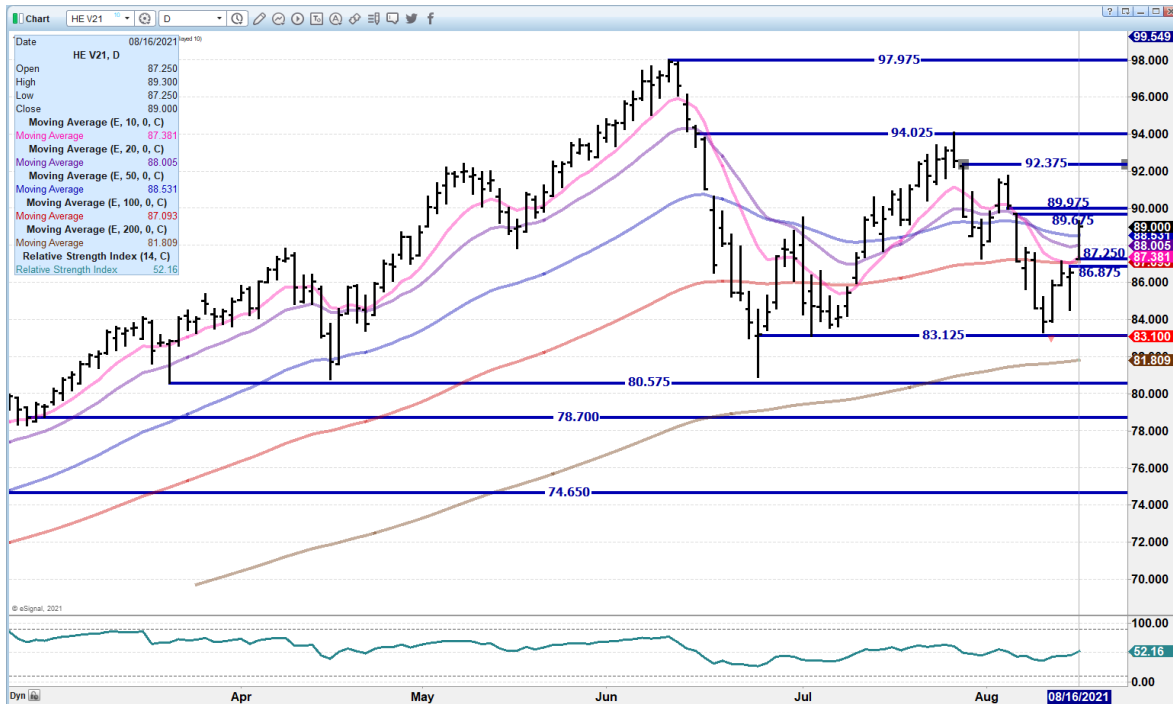
DECEMBER 2021/FEBRUARY 2022 LEAN HOG SPREAD – NARROWING IS FRIENDLY



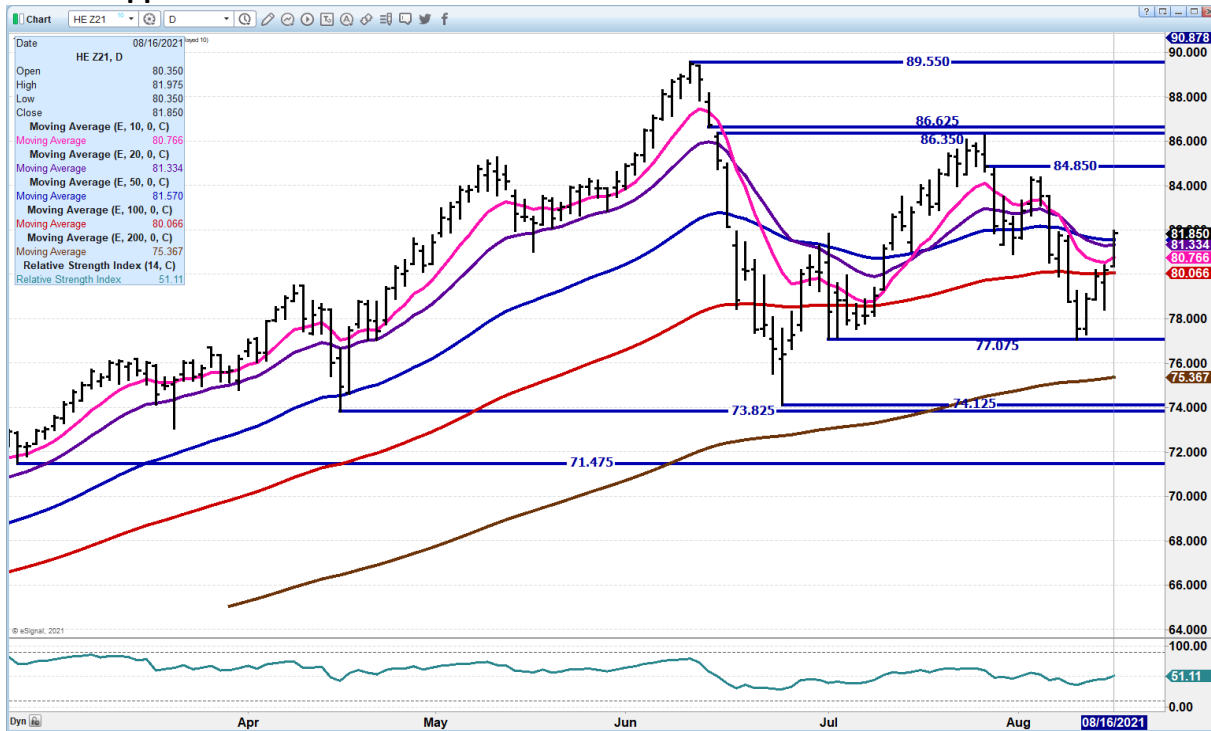
ADMIS.com | 312.242.7000 | Chicago | New York | London | Hong Kong | Singapore | Taipei | Shanghai

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. 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.

OCTOBER 2021 LEAN HOGS - MAY BE BATTLE OF GAPS. 89.97 TO 92.37 REISTANCE Support at 87.37 to 86.87



DECEMBER 2021 LEAN HOGS – good close above all moving averages. Next resistance at 83.87 Support at 80.00



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. 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.

CHARTS FROM ESIGNAL INTERACTIVE, INC.

Christopher Lehner chris.lehner@admis.com 312 242 7942
913.787.6804

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. 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.