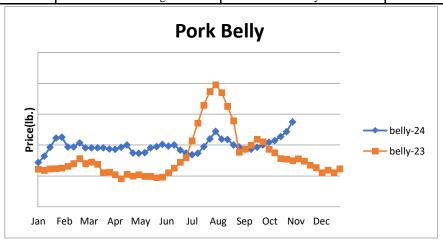


Last week, the hog futures and cash lean hogs finished higher. The CME DEC future is now the nearest contract on the board, and finished up 7% to \$83.80/cwt, while spot/cash hogs increased to \$85.75/cwt. Breaking out the primals and subprimals, the loin primal was up 1% w/w. The price of boneless pork loin was flat at \$1.44/lb. The loin/baby back ribs were higher by \$.03 to \$2.25/lb, while the tenderloin were down to \$1.79/lb. The pork butt primal was higher by 3% w/w with the subprimal B/I pork butt up \$0.04 to \$1.21/lb and the boneless pork butt higher by \$0.06 at \$1.35/lb. Overall, the derind belly was up 24% this month. The belly, butts, and ribs primals are key export commodities in the pork segment. The ham primal was also higher up 4% last week at \$94.23/cwt as sales volume around the holidays led to the increase. But despite the overall gains in the cutout, the trim segment was a lot % last week. Pork trim 42% trim was down sharply by 38% to \$0.67/lb, and 72% trim dropped 16% to \$0.87/lb. Looking ahead, the pork cutout has shown some strength the past few weeks, as bellies, ribs, and hams were all higher in October. Soon the interest will shift in November for holiday turkeys so the market may trade sideways for a bit. But interest in restocking and building of freezer items will support some of the primals. Prices USDA, FOB per pound.

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



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