

ArrowStream

Pork

CME hog futures and cash lean hogs were higher across the board last week. The pork cutout was up 1% to \$95.64/cwt. Most of the primals were higher last week, with only the butt and rib primals trending slightly lower. Breaking out the primals and subprimals, the loin primal was up 2% w/w. The price of boneless pork loins were down \$0.04 to \$1.37/lb. The loin/baby back ribs were up \$0.03 to \$2.52/lb, while the tenderloin was up \$0.03 to \$1.81/lb. The pork butt primal was down 1% to \$105.17/cwt with the subprimal B/I pork flat at \$1.14/lb and the boneless pork butt down \$0.01 to \$1.36/lb. The rib primal was also down 1% last week to \$150.26/cwt. The medium spareribs was flat at \$1.62/lb. The ham primal finished up 2% last week at \$79.14/cwt. The belly primal was up another 2% to \$157.32/cwt and has risen 10% the past two weeks. The subprimal derind 13/17 belly was higher by \$0.13 to \$1.93/lb. The trim segment was mixed. 42% trim was higher by \$0.09 to \$0.53/lb and 72% trim was lower by just \$0.01 to \$0.73/lb. Looking ahead, based on last week's trend, pork prices are expected to keep rising. With the harvest slightly higher last week, the pork industry remains strong. This is because processors and exporters are working to restock freezers, which are at very low levels. As they continue to rebuild supplies, pork prices should continue trending higher. Prices USDA, FOB per pound.

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

