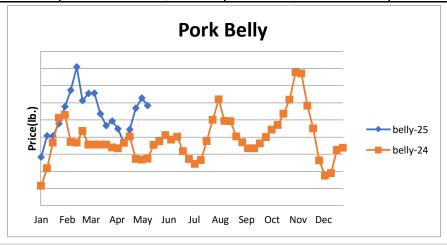


CME hog futures and cash lean hogs were mixed last week. Breaking out the primals and subprimals, the loin primal was down 2% w/w. The price of boneless pork loins was up \$0.03 to \$1.33/lb, but the loin/baby back ribs were down to \$2.87/lb, while the tenderloin was higher by \$0.10 to \$1.77/lb. The pork butt primal was up 4% to \$110.97/cwt with the subprimal B/I pork up \$0.08 to \$1.28/lb, and the boneless pork butt was higher by \$0.05 at \$1.39/lb. Export sales for pork butts dropped back to 1.8 million LBS last week and well below the average weekly trading volume. The rib primal was down slightly to \$137.91/cwt, but the medium spareribs were higher by \$0.01 to \$1.49/lb. The belly and trim segments were a lot lower and dragged down the overall cutout. The belly primal was down by 6% to \$146.49/cwt with the subprimal derind 13/17 belly down \$0.09 to \$1.79/lb. The trim segment was sharply lower as 42% trim was down \$0.18/lb to \$0.60/lb, and 72% trim was down \$0.02/lb to \$1.00/lb. Looking ahead, the pork cutout market faces a significant future risk from tariffs and retaliatory measures. With generally lower international sales and a near halt in sales to China, the fact that almost 30% of U.S. pork production is exported could result in cheaper prices for consumers within the U.S. Prices USDA, FOB per pound.

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



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