



Schwieterman Update

Update for the morning of June 10, 2024

Garden City 1-800-272-9131 or 620-275-4100 fax 620-275-1841

Grain: Bret Crofts bretcrofts@upthelimit.com Cattle: Mark Green mgreen@upthelimit.com Energy: Rob Charles rcharles@upthelimit.com Financial: Alan Clark alanjclark@upthelimit.com

Corn

Trends – July Contract

Short Term: **Down**

Long Term: **Down**

Overnight Trade: **N +3** @7:30 AM

Estimated Fund Position

Net Long Futures and Options: -211000

Change: +7000

The corn posted solid gains overnight, but still needs to take out Friday's high to have any impact on the charts. There probably won't be anything supportive in this afternoon's crop condition ratings, but Wednesday's supply and demand numbers could certainly be supportive. Expectations are for lower old crop and new crop ending stocks, and while the numbers won't be "bullish," they could be a nice step in the right direction.

Wheat

Trends – July Contract

Short Term: **Down**

Long Term: **Up**

Overnight Trade: Chicago: **N -6** KC: **N -11** @7:30 AM

Estimated Fund Position

Net Long Futures and Options: -50000

Change: -5000

Wheat was the downside leader overnight. French wheat is lower and it is harvest time in the US, so that doesn't leave much for the bulls to work with. The July KW made a new low for the move overnight, which suggests the market may be heading for \$6.36. Hopefully this wave of weakness attracts some much needed demand.

Soybeans

Trends – July Contract

Short Term: **Down**

Long Term: **Down**

Overnight Trade: **N +5** @7:30 AM

Estimated Fund Position

Net Long Futures and Options: -42000

Change: -6000

The \$11.75 area is proving to be strong support for the July soybeans. Aside from that technical consideration, the bulls don't have much working for them. There is a little bit of hope that the Chinese are gearing up for some big purchases, because that is often the case at this time of year, and because of changes in Brazilian export taxes. This market needs demand just as badly as the wheat.

The information contained herein is based on data obtained from recognized statistical services and other sources believed to be reliable. However, such information has not been verified by us, and we do not make any representations as to the accuracy or completeness. Past results are not necessarily indicative of future results. All statements contained herein are current opinions which are subject to change. The risk of loss in trading commodity future contracts is substantial. You should therefore carefully consider whether such trading is suitable for you in light of your financial condition. Neither the information, nor any opinion expressed shall be construed as an offer to buy or sell any futures or options on futures contracts.

Live Cattle

Trend

Short Term: Down

Long Term: Up

Opening Calls: Mixed

Live cattle futures finished narrowly mixed on Friday, as modestly lower cash and the already discounted futures market seemed to offset each other. Cutouts were firmer, with choice +.54 and select +.31. The 2pm cash report saw moderate sales of \$185 in Kansas and the panhandle, while northern trade ranged from \$188-\$192 and \$298 to \$301 in the beef. Overnight macros have the Dollar firmer and equities modestly lower.

Feeder Cattle

Trends

Short Term: Down

Long Term: Up

Opening Call: Mixed

Feeder cattle futures rebounded to close a couple dollars higher on Friday, following week long pressure. Corn prices were off 3 cents on Friday. The cash index climbed to 251.20, a new high for the move. August remains a solid 3.70 premium to the index heading into this weeks' trade. Overnight corn values are 2-3 cents firmer, as we write.

The information contained herein is based on data obtained from recognized statistical services and other sources believed to be reliable. However, such information has not been verified by us, and we do not make any representations as to the accuracy or completeness. Past results are not necessarily indicative of future results. All statements contained herein are current opinions which are subject to change. The risk of loss in trading commodity future contracts can be substantial. You should therefore carefully consider whether such trading is suitable for you in light of your financial condition. Neither the information, nor any opinion expressed shall be construed as an offer to buy or sell any futures or options on futures contracts.

Weekly Stocks Report for Week Ending

06/01/24

	Change	DOE			API		
		06/01/24	05/24/24	06/02/23	06/01/24		
Crude	+1.20	455.90	454.70	459.20	+ 4.05		
Gasoline	+ 2.10	230.90	228.80	218.80	+ 4.03		
Distillates	+ 3.20	122.50	119.30	111.70	+ 1.97		
Rates	+ 2.30%	95.40	94.30	91.00			
Imports	+0.11K	7.06	6.77	5.55			
				% Above/Below Lst Yr	5 Yr Avg	% A/B	
Nat Gas	+ 98	2.893	2.795	2.520	+ 14.8	2.312	+ 25.1

Analysts Estimates for Week Ending 06/01/24

		5 Yr Avg
Crude	-2.30	+ 260K
Gasoline	+ 2.00	+ 1.88
Distillates	+ 2.50	+ 5.18

Rates

Analysts Estimates for Week Ending 06/01/24

	Range	Avg	Lst Yr	5 Yr Avg
Nat Gas	+ 85 + 95	+ 90	+ 105	+ 103

	Crude Oil	Unleaded	Heating Oil	Natural Gas
--	-----------	----------	-------------	-------------

Short Term Trend	DOWN	DOWN	DOWN	UP
Long Term Trend	DOWN	DOWN	DOWN	UP
O/N Trade @ 6:30 am	+ .47	+ .0099	+ .0243	+ .103

Commentary:

The seasonal tendency of spot month crude oil rising after the Memorial Day weekend may be trying to manifest itself but has plenty of headwinds in its way. Even though spot month crude oil did not continue higher on Friday to end the week it still held the gains of the second half of the week rather well for such negative influences thrown at it all day. Spot month crude oil closed the day Friday nearly unchanged and it traded narrowly on both sides of unchanged again overnight to start the week. The most negative headline was the bearish surprise of very strong monthly jobs data that set ideas back worrying whether interest rate cuts would happen as expected in September, or even at all the year. The jobs data sent the US dollar spiking aggressively higher in the most bullish market action seen since early April. A higher US dollar is typically negative for crude oil, but the market was able to withstand that negative influence rather well and do so again in overnight trade. That could be a strong sign that market sentiment is looking forward to the seasonal strength of peak summer driving. The Federal Reserve has its 2-day meeting on interest rates and monetary policy starting tomorrow. No rate cuts were expected this month, but the trade may be concerned about any notable shift in guidance.

	Jul	Jul	Jul
	Crude Oil	Unleaded	Heating Oil
Resistance	76.35/79.30	2.4400/2.5275	2.4000/2.5195
Support	74.00/72.30	2.3720/2.3000	2.3440/2.2560



Schwieterman Update

Financial Market Analysis for the morning of Monday, June 10, 2024

Wichita, KS 800-972-9131 620-275-4100

Alan Clark – alanjclark@upthelimit.com

U.S. Stock Futures

The equities closed lower with the Dow losing 87 points, the S&P lost 5, and the Nasdaq lost 39. This morning's futures are all lower with the Dow down 29, the S&P down 3, and the Nasdaq down 9. Nvidia has officially split with shares now trading around \$120 a piece. Good jobs news on Friday wasn't so good for investors. Market expectations for an interest rate reduction dropped after job and wage growth in May came in better than expected. Fed funds futures pricing now indicates almost no chance of a rate cut this month and next month, with only a 54% chance in September. GameStop shares fell 40% after reporting a 29% drop in sales while Roaring Kitty's livestream offered little to no new information about the company and his stake in it. The stock was halted 17 times during Friday's session which was the most since January of 2021 when it was suspended 19 times. GM is selling EVs through its partnership with Costco. Their program has facilitated an average of more than 500K vehicle sales annually over the last 5 years.

Stock to Watch: Southwest Airlines is trading up 7.75% premarket.

The information contained herein is based on data obtained from recognized statistical services and other sources believed to be reliable. However, such information has not been verified by us, and we do not make any representations as to the accuracy or completeness. Past results are not necessarily indicative of future results. All statements contained herein are current opinions which are subject to change. The risk of loss in trading commodity future contracts can be substantial. You should therefore carefully consider whether such trading is suitable for you in light of your financial condition. Neither the information, nor any opinion expressed shall be construed as an offer to buy or sell any futures or options on futures contracts.

AMS 2453/LM XB403

DAILY ESTIMATED CUTOUT VALUES

	Choice 600-900#	Select 600-900#	Choice/Select Spread
Current Cutout Values:	316.75	301.14	15.61
Change from prior day:	0.54	0.31	
Primal Rib	482.46	448.55	
Primal Chuck	255.89	256.03	
Primal Round	255.73	253.06	
Primal Loin	453.84	404.17	
Primal Brisket	250.82	243.57	
Primal Short Plate	203.95	203.95	
Primal Flank	163.93	155.90	
			Load Count:
			Total 119
			Choice 90
			Select 13
			Trimming 6
			Grinds 11

Fresh 50% Trimmings 6 Loads @ 81.58

AMS 2829/NW LS441

USDA BY-PRODUCT DROP VALUE (STEER) - DAILY

11.45 Change: 0.16

AMS 2466/LM CT100

5 AREA WEEKLY ACCUMULATED WEIGHTED AVG CATTLE PRICE

As of 10:00 am

	Head Count	Avg Weight	Avg Price
Live Steer	5,372	1,442	186.73
Live Heifer	3,953	1,222	185.08
Dressed Steer	714	901	298.87
Dressed Heifer	40	834	300.00

AMS 3208/SJ LS710

DAILY CATTLE SLAUGHTER

		Saturday
Today	118,000	7,000
Week Ago	122,000	43,000
Year Ago (act)	115,594	6,571
Week to Date	607,000	614,000
Same Period Last Week	497,000	540,000
Same Period Last Year	609,976	616,547
Previous Day	Steer and Heifer 99,000	
	Cow and Bull 23,000	

AMS 3209/SJ LS712

	6/8/2024 (Estimate)	Last Week (Estimate)	Last Year (Actual)
BEEF PRODUCTION			
Slaughter	614,000	540,000	617,000
Live Weights	1398	1400	1340
Dressed Weights	852	852	809
Beef Production (millions of pounds)	522.0	459.3	497.6

AMS 2825/NW LS410

USDA BEEF CARCASS PRICE EQUIVALENT INDEX VALUE

	Choice 600-900#	Select 600-900#	Dressing percent:	
			Steer	Heifer
	\$296.42	282.07	63.34	63.26
Change	(-0.14)	(\$0.26)		

AMS 2455/LM XB405

USDA NATIONAL CUTTER COW CARCASS CUTOUT

279.12 (-1.47) 90% lean: 356.10

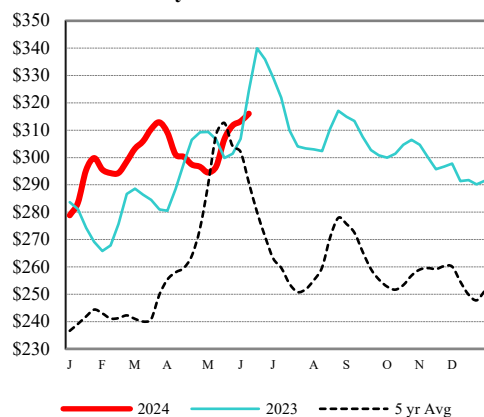
CME LIVE CATTLE

	High	Low	Change	Settle
APR	N/A			
JUN	N/A			
AUG	N/A			

CME FEEDER CATTLE

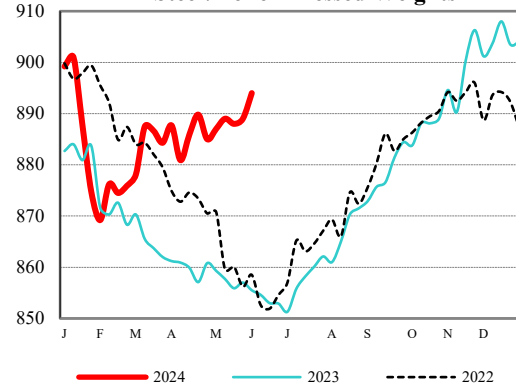
	High	Low	Change	Settle
APR	N/A			
MAY	N/A			
AUG	N/A			

Weekly Choice Cutout



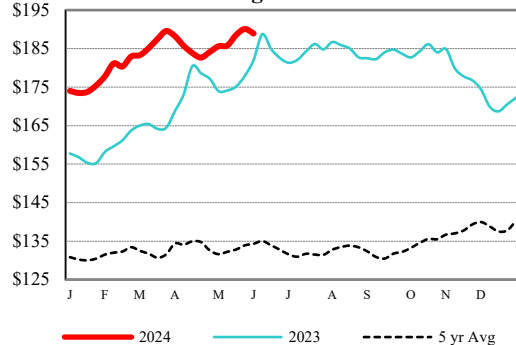
— 2024 — 2023 - - - - 5 yr Avg

LMR Steer/Heifer Dressed Weights



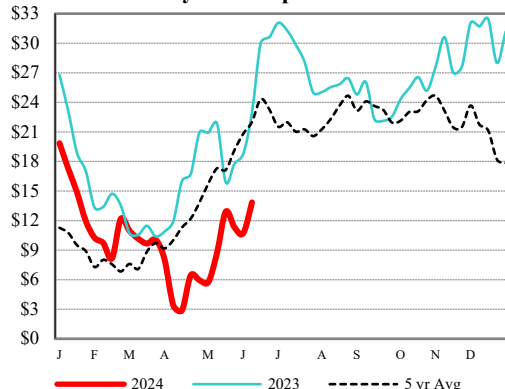
— 2024 — 2023 - - - - 2022

5 Area Weekly Wtd Avg Steer Price



— 2024 — 2023 - - - - 5 yr Avg

Weekly Ch/Se Spread



— 2024 — 2023 - - - - 5 yr Avg

DAILY DIRECT HOGS PLANT DELIVERED as of 1:30 PM

Negotiated Barrow and Gilt:	Carcass Base Price		Live Price	
<u>NATIONAL - AMS 2675/LM HG203:</u>				
Range:	\$81.00	\$89.00	\$56.75	\$70.40
Weighted Average:	\$85.98		\$66.44	
Change from Prior Day:	(-\$0.25)		*	
Head Count:	1,967		799	

IOWA/MINNESOTA - AMS 2675/LM HG206:

Weighted Average:	*	*
Change from Prior Day:	*	*

WESTERN CORNBELT - AMS 2675/LM HG212:

Weighted Average:	\$85.68	*
Change from Prior Day:	*	*

EASTERN CORNBELT - AMS 2675/LM HG210:

Weighted Average:	\$86.39	*
Change from Prior Day:	*	*

*Price not reported due to confidentiality

NATIONAL DAILY PORK REPORT FOB PLANT- AMS 2498/LM PK602:

Carcass Cutout Values		Change:	
Primal Loin	100.91	5.08	
Primal Butt	102.90	0.71	
Primal Picnic	128.85	2.90	
Primal Rib	77.27	1.77	
Primal Ham	160.02	(-4.24)	
Primal Belly	84.34	(-4.20)	
Total Loads	128.73		
Pork Cuts	281.60		
Trim/Process Pork	253.89 lds.		
	27.71 lds.		

Weekly USDA By-Product Drop Value (Hog): 4.34 0.02

DAILY HOG SLAUGHTER UNDER FIS - AMS 3208/SJ LS710

Today (est)	466,000	Saturday:	40,000
Week Ago (est)	483,000		235,000
Year Ago (act)	449,694		52,825
Week to Date (est)	2,382,000		2,422,000
Same Period Last Week (est)	1,920,000		2,155,000
Same Period Last Year (act)	2,301,842		2,354,667

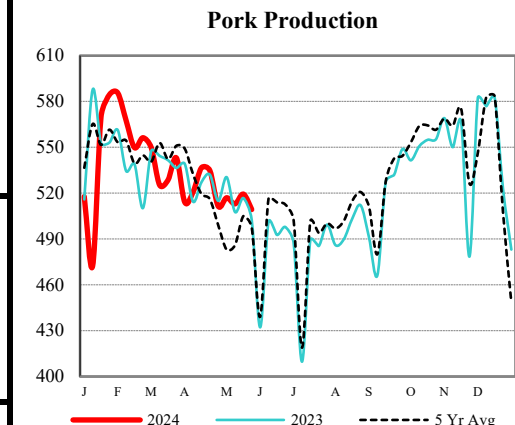
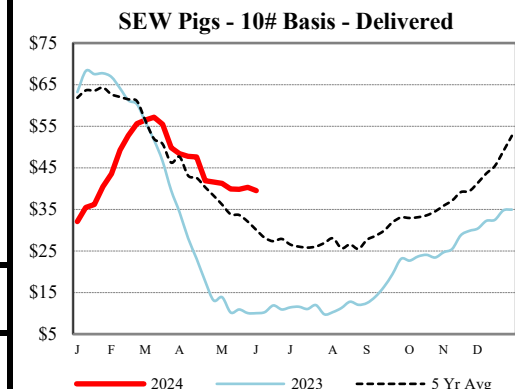
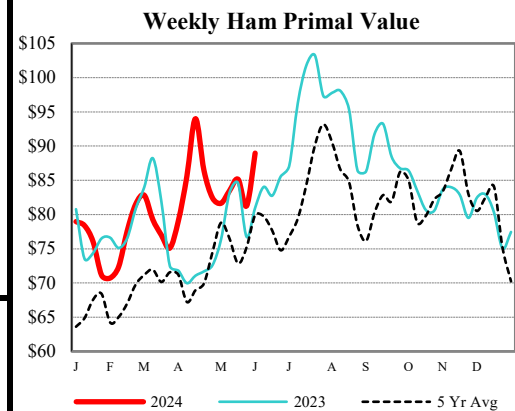
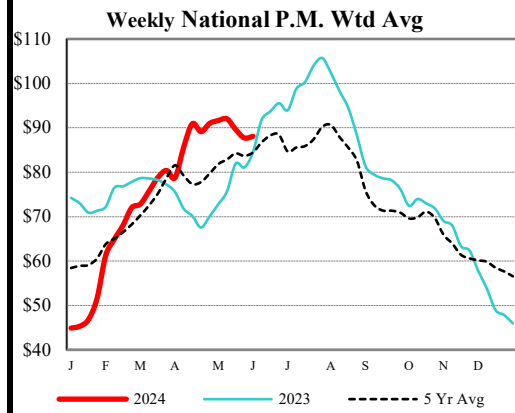
CME Lean Hog Close	High	Low	Change	Settle
APR	N/A			
MAY	N/A			
JUN	N/A			
JLY	N/A			

CME Lean Hog Delayed Futures

US Direct Delivered Feeder Pig Summary for Weekending - AMS 2810 7-Jun-24

Formula, Cash, & Composite Wtd Avg Prices

		Formula	Cash	Composite
SEW	10-12 lb Basis	40.83	38.92	39.34
Feeder Pigs	40 lb Basis		59.79	59.79



USDA Livestock, Poultry & Grain Market News
Des Moines, Iowa | PH 515-284-4460
Email: Desm.LPGMN@usda.gov

<https://mymarketnews.ams.usda.gov/viewReport/2872>

AUCTION SUMMARY

AMS 1850		6,285		Thursday	
Ogallala Livestock Auction					
Ogallala, NE					
Feeder Steers	600-700 lbs	289.50-311.00	Feeder Heifers	500-600 lbs	294.00-326.00
Medium &	700-800 lbs	263.50-290.50	Medium &	600-700 lbs	239.00-284.00
Large #1	800-900 lbs	250.00-261.00	Large #1	700-800 lbs	241.00-258.75
	900-1000 lbs	227.50-238.00		800-900 lbs	223.50-244.00
	1000-1100 lbs	224.50-229.00		900-1000 lbs	207.00-232.00

AMS 1891		2,435		Thursday	
Winter Livestock Auction					
Pratt, KS					
Feeder Steers	500-600 lbs	299.50	Feeder Heifers	500-600 lbs	268.00-288.00
Medium &	600-700 lbs	277.00-305.00	Medium &	600-700 lbs	248.00-258.00
Large #1	700-800 lbs	238.00-258.00	Large #1	700-800 lbs	238.00-241.00
	800-900 lbs	241.00-257.00		800-900 lbs	213.50-238.00
	900-1000 lbs	230.50-246.00		900-1000 lbs	202.50-211.60

AMS 1953		2,436		Thursday	
Cattlemen's Livestock Auction					
Dalhart, TX					
Feeder Steers	500-600 lbs	319.00-324.00	Feeder Heifers	400-500 lbs	299.00
Medium &	600-700 lbs	278.00-304.00	Medium &	500-600 lbs	260.00-333.00
Large #1	700-800 lbs	239.00-242.00	Large #1	600-700 lbs	225.00-242.00
	800-900 lbs	235.50-241.00		700-800 lbs	219.50-225.00
	900-1000 lbs	220.00		800-900 lbs	202.00-211.00

CHICAGO MERCANTILE EXCHANGE LIVESTOCK FUTURES SETTLEMENT

Live Cattle			Feeder Cattle		
		Change			Change
Jun	182.175	0.350	Aug	254.925	2.075
Aug	177.175	(0.300)	Sep	255.850	1.750
Oct	179.675	0.025	Oct	256.450	1.500

CHICAGO BOARD OF TRADE GRAIN FUTURES SETTLEMENTS

Corn			Soybeans		
		Change			Change
Jul	4.4875	(0.0325)	Jul	11.7925	(0.2075)
Sep	4.5475	(0.0300)	Aug	11.7675	(0.1675)
Dec	4.6725	(0.0225)	Sep	11.5550	(0.1200)

KANSAS CITY BOARD OF TRADE		Wheat	
			Change
Jul	6.6575		(0.1225)
Sep	6.7900		(0.1300)
Dec	6.9950		(0.1225)

[AMS 2466](#) Friday

5 AREA WKLY ACCUMULATED WTD AVG SLAUGHTER CATTLE PRICE

	Head Count	Avg Weight	Avg Price
Live Steer	5,372	1,442	186.73
Live Heifer	3,953	1,222	185.08
Dressed Steer	714	901	298.87
Dressed Heifer	40	834	300.00

[AMS 2453](#) Friday

DAILY ESTIMATED BOXED BEEF CUTOUT VALUES

Choice	Select	Choice Cuts	90 loads
600-900#	600-900#	Select Cuts	13 loads
316.75	301.14	Trimming	6 loads
0.54	0.31	Grinds	11 loads

[AMS 3208](#) Thursday

ESTD DAILY CATTLE SLAUGHTER

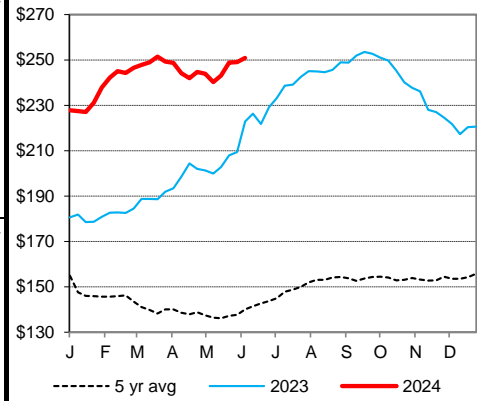
Friday	118,000	Sat-7,000
Week Ago (est)	122,000	43,000
Year Ago (act)	116,000	7,000
Wk to date (est)	607,000	614,000
Last Week (est)	497,000	540,000
Last Year (est)	610,000	617,000
Previous Day Estimated:	Steer and Heifer	99,000
	Cow and Bull	23,000

[AMS 1891](#) Thursday

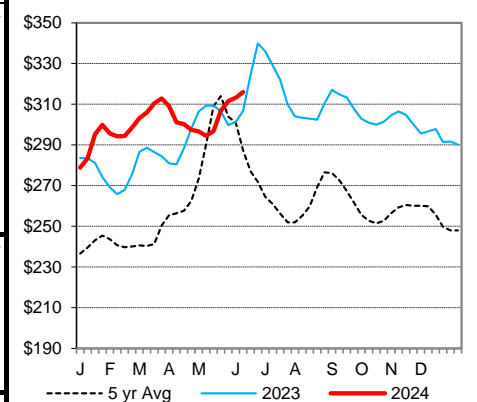
Winter Livestock Auction

	Pct Lean	Price
Breaking	75-80	137.00-146.00
Boning	80-85	125.00-136.00
Lean	85-90	112.00-122.00

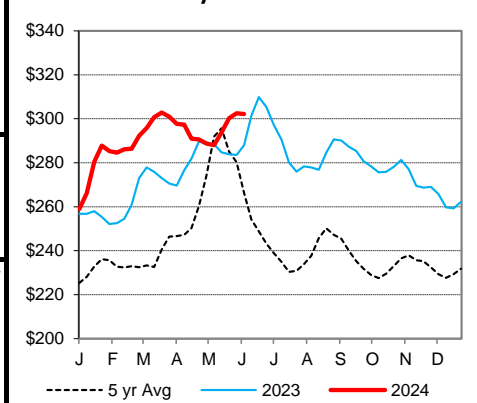
CME Feeder Cattle Index



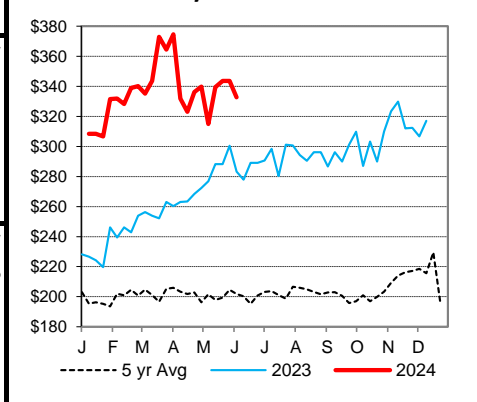
Weekly Choice Cutout



Weekly Select Cutout



Oklahoma City 400-500 lb Steer Price



St. Joseph, Missouri

Phone: 816-676-7000

Email: stjoe.lpgmn@usda.gov

<http://www.ams.usda.gov/LSMarketNews>



Schwieterman Update

Schwieterman, Inc.
620-275-4100
800-272-9131

This material has been prepared by a sales or trading employee or agent of Schwieterman, Inc. and is, or is in the nature of, a solicitation. This material is not a research report prepared by Schwieterman, Inc. Research Department. By accepting this communication, you agree that you are an experienced user of the futures markets, capable of making independent trading decisions, and agree that you are not, and will not, rely solely on this communication in making trading decisions.

DISTRIBUTION IN SOME JURISDICTIONS MAY BE PROHIBITED OR RESTRICTED BY LAW. PERSONS IN POSSESSION OF THIS COMMUNICATION INDIRECTLY SHOULD INFORM THEMSELVES ABOUT AND OBSERVE ANY SUCH PROHIBITION OR RESTRICTIONS. TO THE EXTENT THAT YOU HAVE RECEIVED THIS COMMUNICATION INDIRECTLY AND SOLICITATIONS ARE PROHIBITED IN YOUR JURISDICTION WITHOUT REGISTRATION, THE MARKET COMMENTARY IN THIS COMMUNICATION SHOULD NOT BE CONSIDERED A SOLICITATION.

The risk of loss in trading futures and/or options is substantial and each investor and/or trader must consider whether this is a suitable investment. Past performance, whether actual or indicated by simulated historical tests of strategies, is not indicative of future results. Trading advice is based on information taken from trades and statistical services and other sources that Schwieterman, Inc. believes are reliable. We do not guarantee that such information is accurate or complete and it should not be relied upon as such. Trading advice reflects our good faith judgment at a specific time and is subject to change without notice. There is no guarantee that the advice we give will result in profitable trades.