newfrontier CAPITAL MARKETS

Hog Market Highlights: Monday, June 07, 2021

Fundamentals:

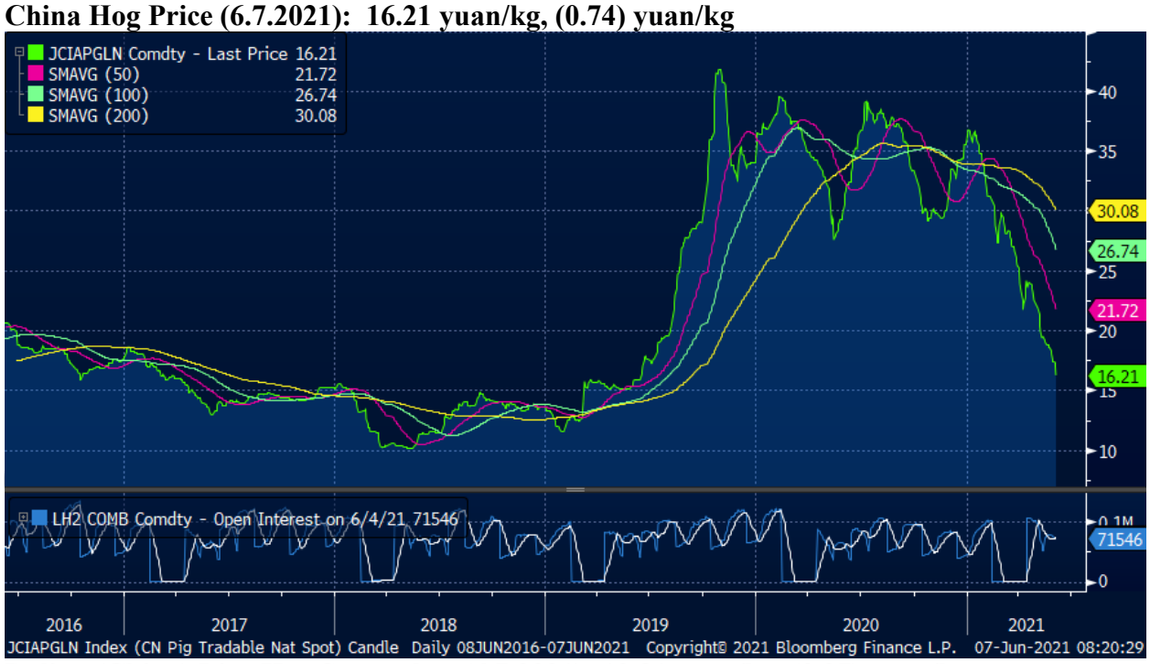
Cash: **Steady, firm**
Needs are coming in for late this week and all of next.

Cutout: **Firm**
Carcass: $132.63 [All-time high $137.56 on July 18, 2014]

CME Pork Cutout Index= **$129.39, +$1.19**
Five-day average change= **$1.15**

DATE:	*Standard Margin Operating Index*	*Est. Margin at vertically integrated operations*
June 4	**$28.37**	**$128.89**
June 3	**$28.49**	**$126.55**
June 2	**$28.83**	**$122.03**

China Hog Price (6.7.2021): 16.21 yuan/kg, (0.74) yuan/kg



Dalian (China) Live Hog September (6.7.2021): 19.81 yuan/kg, (0.27) yuan/kg

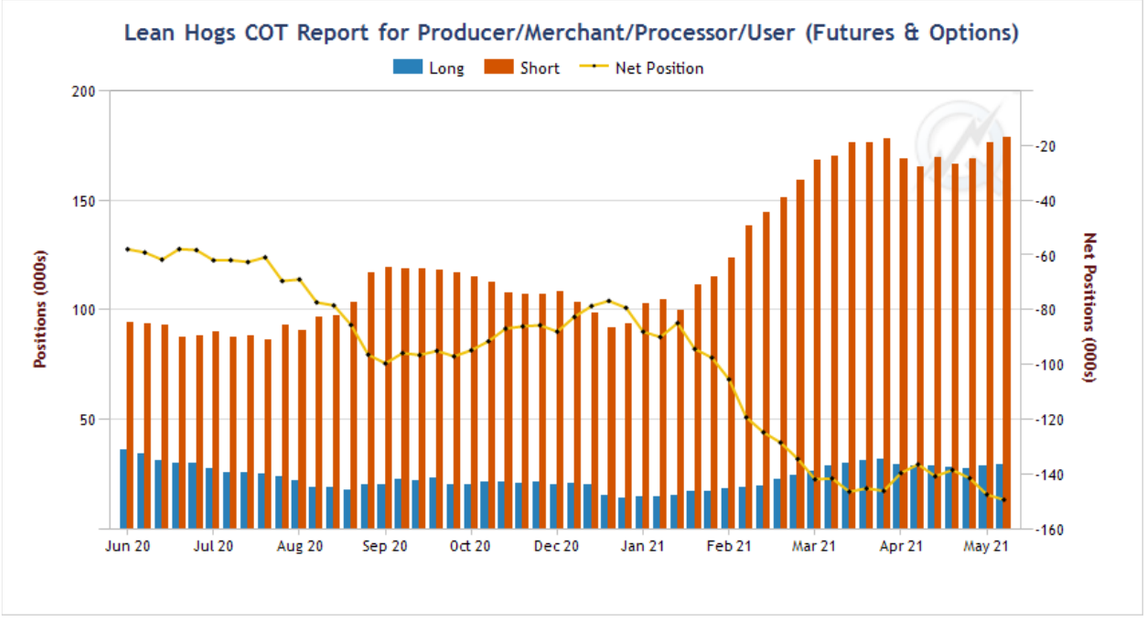
Open Interest (preliminary)			
Contract	*Volume*	*Total O/I*	*Change O/I*
JUNE21	**7,167**	**17,549**	**-1,861**
JULY21	**19,887**	**71,546**	**-1,312**
AUG21	**16,604**	**74,716**	**2,632**
OCT21	**6,458**	**55,674**	**560**
DEC21	**4,258**	**46,207**	**1,224**
FEB22	**1,582**	**17,040**	**484**
Total	**57,417**	**298,250**	**2,239**

Previous day most active options			
MONTH	*STRIKE*	*PUT/CALL*	*Volume*
JULY21	110	P	**1,114 (81)**
JUNE21	119	P	**585 555**
OCT21	76	P	**572 (170)**
AUG21	100	P	**563 193**
OCT21	86	P	**501 400**
JULY21	112	P	**482 360**
JUNE21	119	C	**479 (130)**
PUTS: 6,758 2,804 (131,631 Open)			
CALLS: 5,294 946 (98,384 Open)			

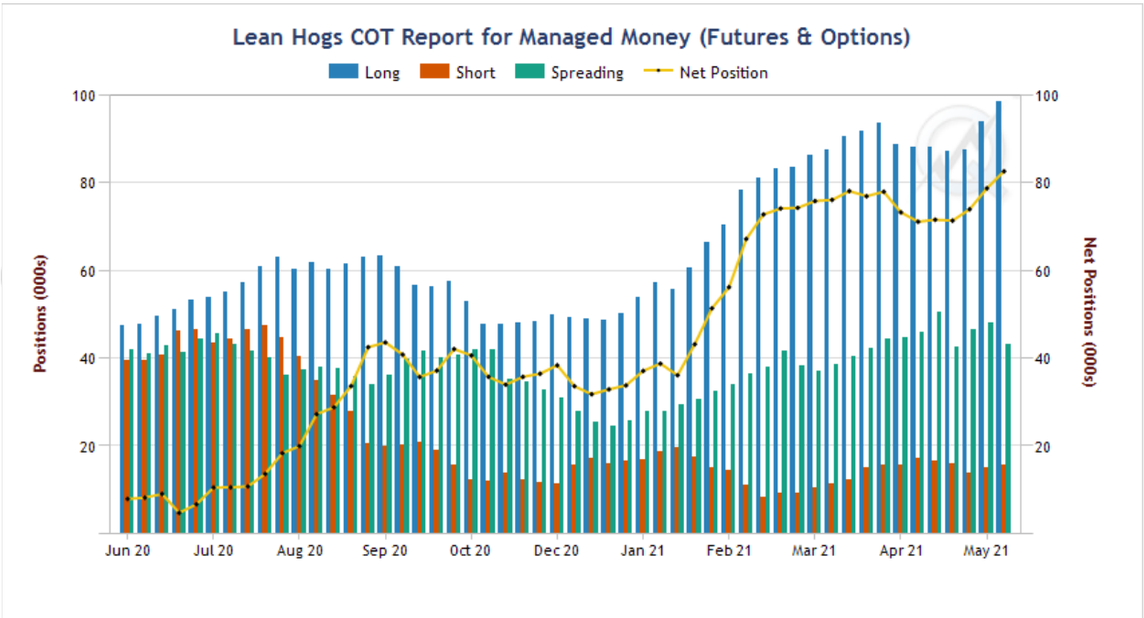
	JULY21 (HEN21)	AUG21 (HEQ21)	OCT21 (HEV21)	DEC21 (HEZ21)
2nd	$123.00	$119.10	$97.00	$88.90
1st Resistance	$121.50	$118.05	$96.45	$87.60
Settlement	**$120.60**	**$117.575**	**$95.875**	**$87.025**
1st Support	$119.60	$116.40	$94.90	$85.80
2nd	$118.55	$115.15	$93.85	$84.65
RSI (14)	68.47%	72.91%	71.20%	71.75%
ATR (14)	$2.22	$2.04	$1.31	$1.05
ATM IV	26.72%	30.98%	27.85%	25.42%

COT 6.1.2021 LEAN HOGS

PRODUCER/MERCHANT: 1,907 CARS SHORTER, NET SHORT 149,383



MANAGED MONEY: 3,895 CARS LONGER, NET LONG 82,632 CARS; -4,756 SPREADS



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