Weekly Market Updates

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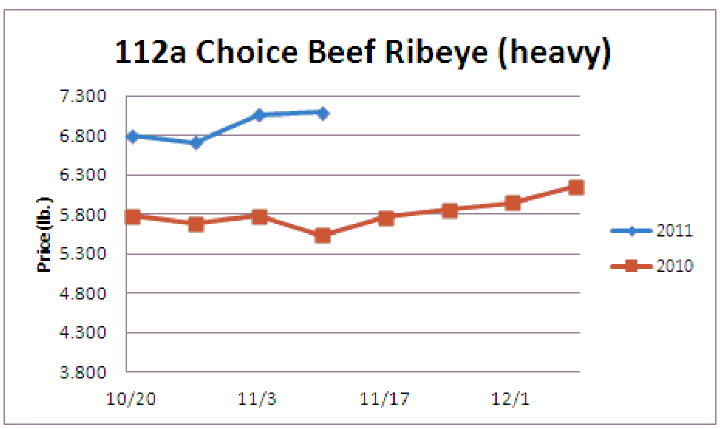
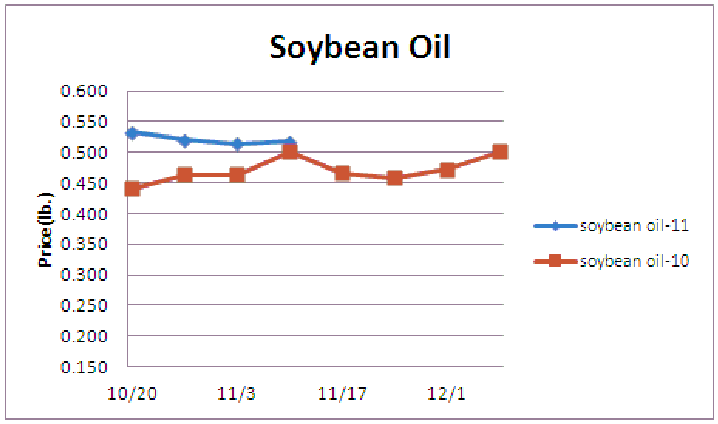
Beef - Beef output last week fell 3.2% and was .7% smaller than last year. Poor beef packer margins could curb beef production for the near term. This may be bullish for several beef markets including tenderloins and ribeyes which tend to move higher in Nov in response to rising pre-holiday seasonal demand. Pasture conditions remain in awful shape in the Southern Plains and cattle production in this region may be challenged in '12. Beef prices could rise next year especially if the USDA forecast of beef output declining 4.9% is realized. Still, a rising US dollar could temper any pending beef market increases. Price USDA, FOB per pound.

	Price	Last Week	Difference	Price 10
Live Cattle	1.243	1.219	+.024	.973
Feeder Cattle Index (CME)	1.420	1.403	+.017	1.113
Ground Beef 81/19	1.689	1.673	+.016	1.297
Ground Chuck	1.700	1.637	+.063	1.327
109e Export Rib (choice)	6.272	6.176	+.096	5.342
109e Export Rib (prime)	10.168	9.914	+.254	8.124
112a Ribeye (choice)	7.088	7.062	+.026	5.530
112a Ribeye (prime)	9.964	9.783	+.181	8.906
116 Chuck (select)	2.240	2.325	-.085	2.045
116 Chuck (choice)	2.411	2.444	-.033	2.178
116b Chuck Tdnr (choice)	2.317	2.271	+.046	1.791
120 Brisket (choice)	1.966	1.938	+.028	1.564
121c Outside Skirt (ch/sel)	3.686	3.641	+.045	2.774
121d Inside Skirt (ch/sel)	2.976	2.967	+.009	2.788
167a Knckle, Trm. (ch.)	2.305	2.405	-.100	1.930
168 Inside Round (ch.)	1.995	2.008	-.013	1.697
174 Short Loin (ch. 0x1)	4.479	4.519	-.040	3.833
174 Short Loin (prime)	9.034	8.944	+.090	7.998
180 1x1 Strp (choice)	4.214	4.128	+.086	3.710
180 1x1 Strp (prime)	9.901	9.719	+.182	9.402
180 0x1 Strp (choice)	4.818	4.733	+.085	3.845
184 Top Butt, bnls (ch.)	2.660	2.608	+.052	2.154
184 Top Butt, bnls (prime)	3.324	3.370	-.046	2.438
185a Sirloin Flap (choice)	3.145	3.077	+.068	2.614
185c Loin, Tri-Tip (choice)	2.890	2.872	+.018	2.090
189a Tender (select)	7.836	7.826	+.010	8.291
189a Tender (choice)	10.176	9.750	+.426	9.523
189a Tender (prime)	13.463	13.277	+.186	11.185
193 Flank Steak (choice)	3.616	3.661	-.045	3.012
50% Trimmings	1.198	1.133	+.065	.758
65% Trimmings	1.361	1.262	+.099	.979
75% Trimmings	1.474	1.449	+.025	1.245
85% Trimmings	1.866	1.659	+.207	1.355
90% Trimmings	1.791	1.855	-.064	1.481
90% Imported Beef (frz.)	2.003	1.930	+.073	1.790
95% Imported Beef (frz.)	2.108	2.060	+.048	1.675
Veal Rack (Hotel 7 rib)	6.450	6.450	-	5.100
Veal Top Rnd. (cp. off)	13.375	13.375	-	12.500



Oil, Grains, Misc.- The US winter wheat crop remains challenged due to dry weather in a few major wheat producing states. This could be supportive of wheat prices this fall. Prices USDA, FOB.

	Price	Last Week	Difference	Price 10
Soybeans, bushel	11.783	11.738	+.045	12.835
Crude Soybean Oil, lb.	.518	.514	+.004	.501
Soybean Meal, ton	300.800	300.700	+.100	362.800
Corn, bushel	6.457	6.424	+.033	5.354
Crude Corn Oil, lb.	.540	.538	+.002	.535
High Fructose Corn Syrup	.184	.183	+.001	.161
Distillers Grain, Dry	216.58	209.250	+7.330	151.750
Crude Palm Oil, lb. BMD	.443	.431	+.012	.491
HRW Wheat, bushel	7.025	6.990	+.035	6.995
DNS Wheat 14%, bushel	9.380	9.370	+.010	7.800
Durum Wheat, bushel	11.875	12.000	-.125	7.050
Pinto Beans, lb.	.445	.445	-	.197
Black Beans, lb.	.470	.470	-	.225
Rice, Long Grain, lb.	.291	.293	-.002	.279
Coffee, lb. NYBOT	2.341	2.259	+.082	2.081
Sugar, lb. NYBOT	.387	.389	-.002	.396



Dairy- The CME spot cheese markets continue to move upward in response to rising holiday season demand. The CME block market is trading roughly at a $.09 premium to the international market. This US premium spread to global cheese should help contain any higher price move for US cheese in the coming weeks. The CME butter market is softening and may have seasonally peaked. Over the prior 5 years, CME spot butter has averaged a 14% decline during the next 7 weeks. Still, persistent inflated feed costs could limit US dairy supplies in 2012. Prices per pound, except Class I Cream (hundred weight), from USDA.

	Price	Last Week	Difference	Price 10
Cheese Barrels (CME)	1.930	1.820	+.110	1.400
Cheese Blocks (CME)	1.900	1.793	+.107	1.400
American Cheese	2.100	2.100	-	1.890
Cheddar Cheese (40 lb.)	2.235	2.235	-	2.055
Mozzarella Cheese	2.070	2.070	-	1.870
Provolone Cheese	2.225	2.225	-	2.030
Parmesan Cheese	3.305	3.305	-	3.328
Butter (CME)	1.808	1.878	-.070	2.000
Nonfat Dry Milk	1.498	1.508	-.010	1.279
Whey, Dry	.615	.614	+.001	.375
Class 1 Base	18.450	18.450	-	17.240
Class II Cream, heavy	2.406	2.406	-	2.806
Class III Milk (CME)	18.410	17.720	+.690	13.400
Class IV Milk (CME)	17.300	17.380	-.080	15.500

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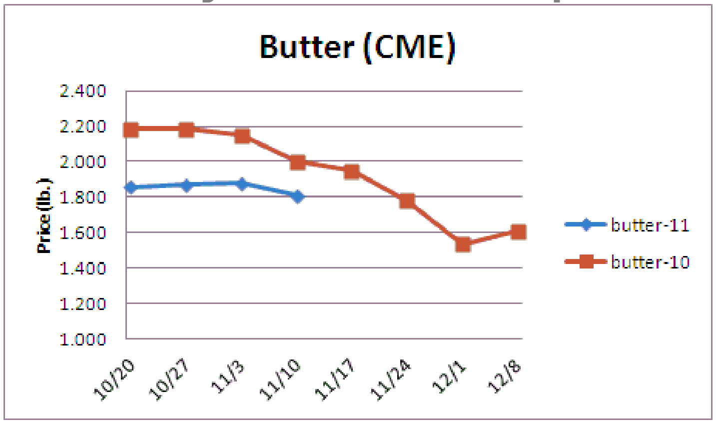
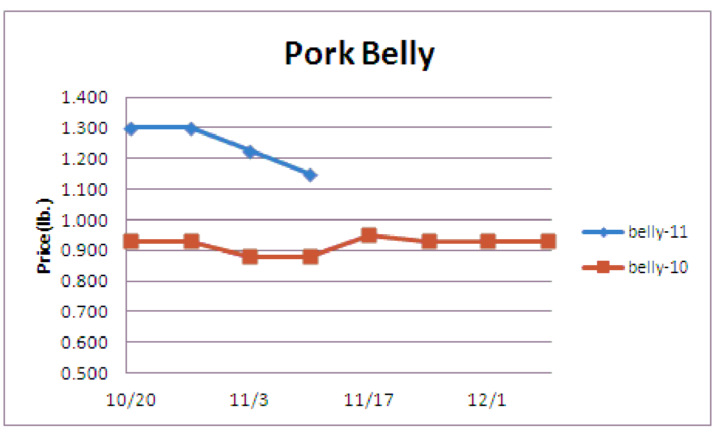


Pork- Pork production last week increased 2.2% but was 1.1% smaller than last year. Profitable pork packer margins have supported pork output in recent weeks. Further, export sales to China have waned this month. Pork prices may have seasonally peaked. Still, any pending pork market declines may only be moderate. Pork export demand is forecasted to grow 4% in '12 and be a record. Weak sow slaughter as of late suggests that hog producers may be retaining sows to breed which could lead to larger pork output next year. Prices USDA, FOB per pound.

	Price	Last Week	Difference	Price 10
Live Hogs	.631	.642	-.011	.441
Belly (bacon)	1.150	1.225	-.075	.880
Sparerib (4.25 lb. & down)	1.550	1.590	-.040	1.400
Ham (20-23 lb.)	.880	.900	-.020	.830
Ham (23-27 lb.)	.820	.860	-.040	.750
Loin (bone-in)	.990	1.027	-.037	.845
Bbybck Rib (1.75 lb. & up)	2.620	2.733	-.113	2.400
Tenderloin (1.25 lb.)	2.570	2.650	-.080	2.250
Boston Butt, untrmd. (4-8 lb.)	.965	.989	-.024	.806
Picnic, untrmd.	.844	.791	+.053	.614
SS Picnic, smoker trm. bx.	1.143	1.065	+.078	.900
42% Trimmings	.550	.550	-	.380
72% Trimmings	.833	.846	-.013	.710



Tomato Products, Canned- The canned tomato markets are fairly stable as the tomato harvest is culminating. Fairly steady to firm canned tomato prices may persist. Prices per case (6/10) FOB, unless noted from ARA.

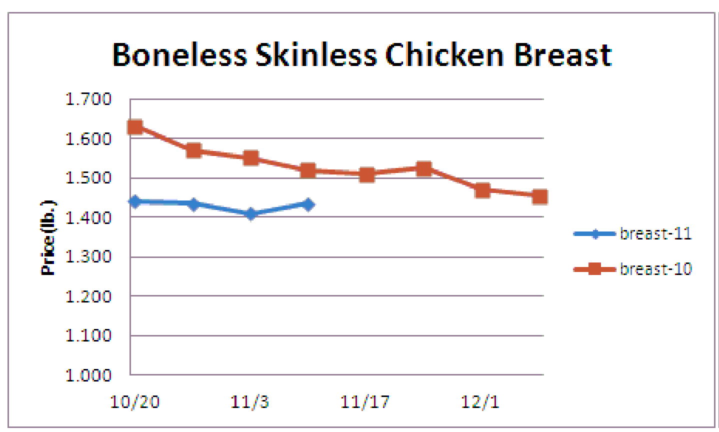
	Price	Last Week	Difference	Price 10
Whole Peeled, Standard	12.250	12.250	-	12.250
Diced, Fancy	12.750	12.750	-	12.750
Ketchup, 33%	13.438	13.438	-	13.500
Tomato Paste- Industrial (lb.)	.398	.398	-	.380

Processed Vegetables- The harvest season for vegetables has basically ended. Most of the processed vegetable markets are steady but could firm as we progress into next year. Prices FOB per case from ARA.

	Price	Last Week	Difference	Price 10
Corn, Fcy whl kern- can 6/10	18.651	18.651	-	16.906
Green Beans Fcy- can 6/10	18.250	18.250	-	16.563
Green Peas, Fcy- can 6/10	18.750	18.750	-	17.750
Corn, Cob- froz 96 ct.	14.500	14.500	-	14.000
Corn, Kernel- froz 12/2.5#	14.250	14.250	-	14.250
Green Beans Cut- froz 12/2#	12.900	12.900	-	12.900
Green Peas- froz 12/2.5#	20.250	20.250	-	20.250
Potatoes, FF Fncy- froz 6/5#	14.000	13.000	+1.000	13.000

Poultry- Chicken output usually picks up in the winter, but production cut plans have been more systemic and deep this fall. The 6 week moving average for broiler type egg sets is currently trending 7.5% below the previous year. Chicken output is anticipated to trend below 2011 levels deep into next year. This should be supportive of the chicken breast, wing and other chicken markets. The chicken wing market continues to appreciate due to strong fall season demand. In fact, chicken wing prices have achieved their highest price level since December '10. The chicken breast markets likely have established their seasonal lows with breast prices recently firming. Notably higher chicken breast prices are anticipated early in 2012. Prices USDA, FOB per pound except when noted.

Chicken	Price	Last Week	Difference	Price 10
Whole Birds (2.5-3 lb.-GA)	.890	.890	-	.858
Whole Birds (LA)	.980	.980	-	.950
Wings (whole)	1.195	1.195	-	1.250
Wings (jumbo, cut)	1.294	1.233	+.061	1.377
Breast, Bone In	.795	.780	+.015	.755
Breast, Bnless Skinless	1.435	1.410	+.025	1.520
Tenderloin (random)	1.180	1.180	-	1.600
Tenderloin (sized)	1.780	1.780	-	1.800
Legs (whole)	.689	.682	+.007	.561
Leg Quarters	.530	.530	-	.410
Thighs, bone in	.802	.739	+.063	.553
Thighs, boneless	1.301	1.331	-.030	1.007
Eggs and Others				
Large (dozen)	1.200	1.198	+.002	1.182
Medium (dozen)	1.048	1.048	-	.858
Whole Eggs- Liquid	.638	.653	-.015	.606
Egg Whites- Liquid	.574	.597	-.023	.598
Egg Yolks- Liquid	.831	.831	-	.763
Whole Turkeys (8-16 lb.)	1.150	1.140	+.010	1.050
Turkey Breast, Bnls/Sknls	2.697	2.680	+.017	2.675



Seafood-The value of the US dollar versus the Euro could be an essential price driver for US seafood in the coming months, especially with European economic concerns. The US and Europe both import a great deal of fresh and frozen seafood. Shrimp output from Thailand has been limited due to flood induced packaging and transportation troubles. Still, if the US dollar appreciates in 2012 it could boost US shrimp

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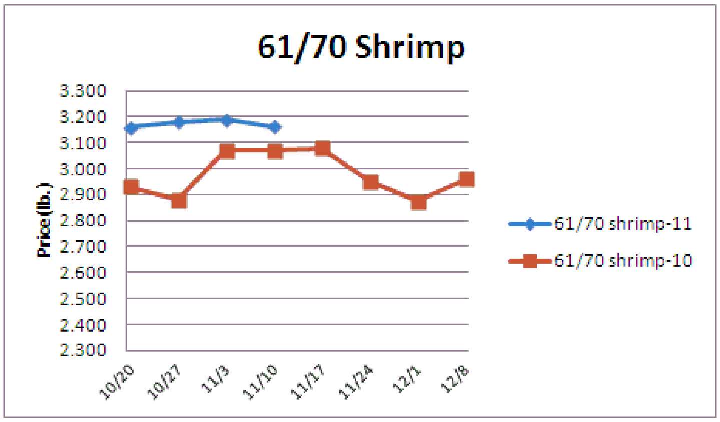
imports. Prices for fresh product, unless noted, per pound from Fisheries Market News.

	Price	Last Week	Difference	Price 10
Salmon (wh. Atl., 10-12 lb.)	2.750	2.750	-	3.550
Catfish Filets	5.250	5.250	-	3.500
Trout (drn. 8-14 oz.)	3.500	3.500	-	3.100
Shrimp (16/20), Frz	6.433	6.425	+.008	7.338
Shrimp (61/70), Frz.	3.163	3.190	-.027	3.070
Shrimp, Tiger (26/30), Frz.	4.988	5.025	-.037	4.575
Snow Crab, Legs 5-8 oz, Frz	5.513	5.775	-.262	5.425
Snow Crab, Legs 8 oz/ up, Fz	6.275	6.363	-.088	5.800
Cod Tails, 3-7 oz., Frz.	3.220	3.280	-.060	3.088
Cod Loins, 3-12 oz., Frz	3.680	3.680	-	3.731
Salmon Portions, 4-8 oz, Frz	6.354	6.438	-.084	5.975
Pollock, Alaska, Deep Skin	1.800	1.800	-	2.075



Energy & Currency-Currency US dollar is worth.

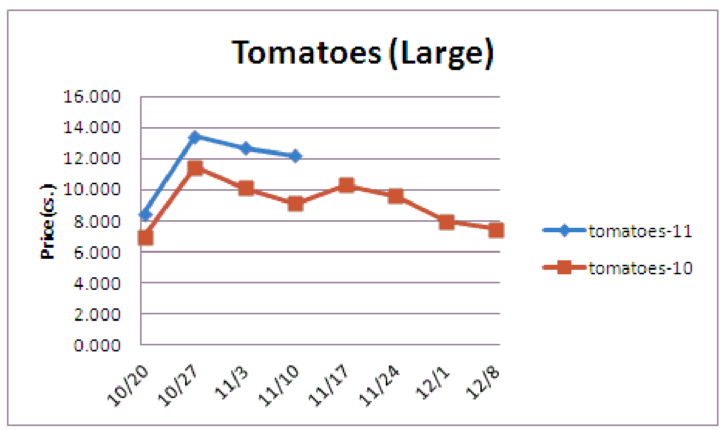
	Price	Last Week	Difference	Price 10
Crude Oil, barrel- nymex	95.520	92.190	+3.330	86.720
Natural Gas, mbtu- nymex	3.696	3.781	-.085	4.210
Heating Oil, gal- nymex	3.120	3.038	+.082	2.407
Electricity, mwht- nymex	42.230	55.510	-13.280	41.980
Gasoline, gal- nymex	2.728	2.624	+.104	2.185
Diesel Fuel, gal- eia	3.887	3.892	-.005	3.116
Ethanol, gal- usda	2.800	2.715	+.085	2.380
Canadian $	1.017	1.017	-	1.000
Japanese Yen	78.082	78.212	-.130	80.631
Mexican Peso	13.500	13.713	-.213	12.174
Euro	.728	.734	-.006	.717
Brazilian Real	1.748	1.757	-.009	1.695
Chinese Yuan	6.351	6.356	-.005	6.644

Paper/Plastic-Provided by; resin- www.plasticsnews.com, pulp- www.paperage.com.

Wood Pulp/ Plastic Resin	Price	Last Week	Difference	Price 10
WP; NBSK (napkin, towel)	920.000	950.000	-30.000	969.640
WP; 42 lb. Linerboard (corr.)	768.782	762.785	+5.997	818.430
Res; PS-CHH (cup, cont.)	1.100-1.140	1.160-1.200	-.060	.880-.92
Res; PP-HIGP (hvy utensil)	1.020-1.040	1.020-1.040	-	.900-.940
Res; PE-LLD (cn liner, film)	.830-.860	.850-.880	-.020	.800-.840

Produce- The lettuce markets have firmed as supplies from the Huron California area have been modest in regards to size and quality. Weather challenges such as rainfall and colder temperatures are forecasted this week and may limit iceberg lettuce output. Lettuce prices could rise even as US output shifts to the Yuma- Imperial Valley in the coming weeks. Tomato supplies are declining in California and are shifting to Florida where harvests are anticipated to improve overall US supplies. The potato markets remain steady. Smaller potatoes are in good demand for the holiday season. Prices USDA FOB shipping point unless noted (terminal).

	Price	Last Week	Difference	Price 10
Limes (150 ct.)	6.000	6.000	-	7.500
Lemons (95 ct.)	17.740	19.190	-1.450	25.640
Lemons (200 ct.)	13.190	13.690	-1.950	19.140
Honeydew (6 ct.)	5.000	5.750	-.750	5.913
Cantaloupe (15 ct.)	6.725	7.350	-.625	16.950
Blueberries (12 count)	16.000	21.000	-5.000	14.167
Strawberries (12 pnts.)	10.500	10.500	-	23.500
Avocados (Hass 48 ct.)	26.250	26.750	-.500	24.750
Bananas (40 lb.)- Term.	14.730	14.988	-.258	15.354
Pineapple (7 ct.)- Term.	11.500	13.042	-1.542	9.146
Idaho Potato (60 ct., 50 lb.)	9.000	9.000	-	14.500
Idaho Potato (70 ct., 50 lb.)	8.875	8.875	-	13.500
Idaho Potato (70 ct.)-Term.	14.725	14.938	-.213	17.700
Idaho Potato (90 ct., 50 lb.)	8.375	8.375	-	9.125
Idaho Pot. # 2 (6 oz., 100 lb.)	13.750	13.750	-	15.750
Processing Potato (cwt.)	6.500	6.500	-	6.000
Yellow Onions (50 lb.)	6.750	6.350	+.400	9.167
Yell Onions (50 lb.)-Term.	10.730	11.408	-.678	12.569
Red Onions (25 lb.)- Term.	9.032	8.667	+.365	9.125
White Onions (50 lb.)- Term.	16.730	16.875	-.145	16.113
Tomatoes (large- case)	12.200	12.700	-.500	9.117
Tomatoes (5x6-25 lb.)-Term	13.313	13.094	+.219	10.563
Tomatoes (4x5 vine ripe)	10.950	8.450	+2.500	9.950
Roma Tomatoes (large- case)	8.700	6.450	+2.250	13.956
Roma Tomatoes (xlarge-cs)	9.200	6.450	+2.750	15.125
Green Peppers (large- case)	11.434	12.925	-1.491	9.050
Red Peppers (large 15lb. cs.)	14.950	14.950	-	17.950
Iceberg Lettuce (24 count)	13.079	10.937	+2.142	17.013
Iceberg Lettuce (24)-Term.	16.000	19.000	-3.000	24.250
Leaf Lettuce (24 count)	8.350	6.882	+1.468	9.613
Romaine Lettuce (24 cnt.)	13.650	9.000	+4.650	14.258
Mesculin Mix (3 lb.)-Term.	5.615	7.021	-1.406	6.656
Broccoli (14 ct.)	8.618	6.788	+1.830	11.105
Squash (1/2 bushel)	6.888	9.388	-2.500	7.638
Zucchini (1/2 bushel)	4.888	6.388	-1.500	8.838
Green Beans (bushel)	12.668	17.744	-5.076	16.706
Spinach, Flat 24's	11.475	12.500	-1.025	10.800
Mushrms (10 lb, lg.)-Term.	11.084	11.001	+.083	12.469
Cucumbers (bushel)	11.187	17.210	-6.023	6.550
Pickles (200-300 ct.)- Term.	29.792	30.980	-1.188	20.650
Asparagus (small)	13.500	13.750	-.250	10.500
Freight (Truck; CA-Cty Av.)	5735.714	5721.429	+14.285	5094.444



Retail Prices-CPI, Percent compared to prior month from BLS.

	Sep-11	Aug-11	Jul-11	Jun-11
Beef and Veal	+.025	+.405	+.900	-.700
Dairy	+1.228	+.903	+1.200	+.500
Pork	+1.478	+.674	+.500	+.600
Chicken	+.341	-.251	+.100	+.100
Fresh Fish and Seafood	+.512	-.072	+.300	-.100
Fresh Fruits and Veg.	+1.592	+.394	-.126	-.170