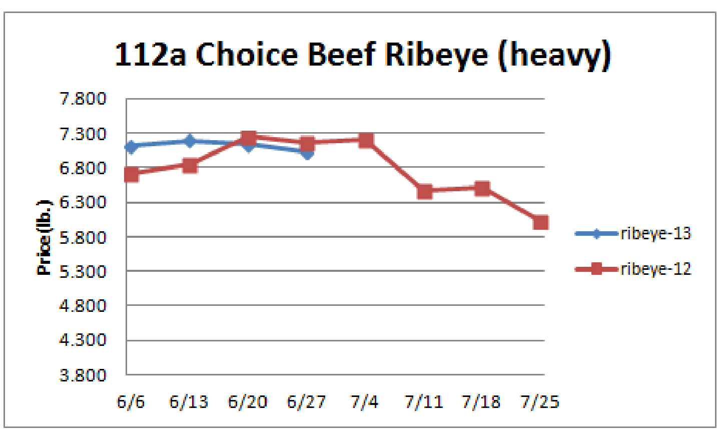
Weekly Market Updates

Volume No. 18 Issue No. 26 Date: June 27, 2013

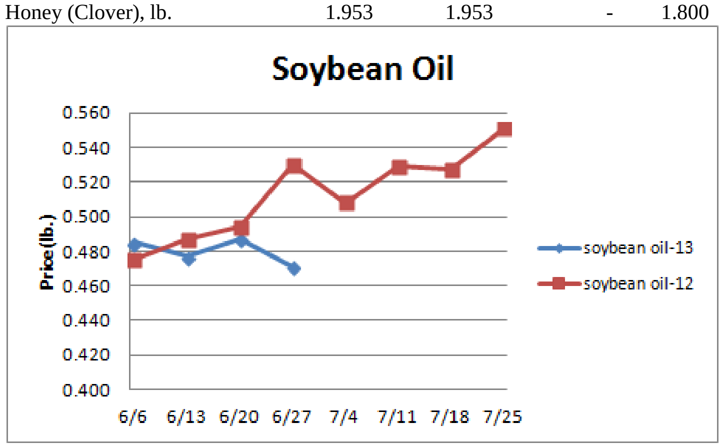
Beef- Beef production last week rose 2.7% and was .4% larger than the same week a year ago. Cattle slaughter last week was the largest for any week in a year. Good beef packer margins may encourage beef output during the next week. Still, limited cattle supplies are expected to restrict beef output longer term. The June 1 cattle on feed inventory was 3.1% less than 2012 while cattle placements into feedlots during May were down 1.7%. Beef shipment volumes are lightening which is typical once July 4th Holiday supplies have been secured. Lower beef prices are anticipated next month. Price USDA, FOB per pound.

	Price	Last Week	Difference	Price 12
Live Cattle	1.218	1.219	-.001	1.175
Feeder Cattle Index (CME)	1.372	1.365	+.007	1.502
Ground Beef 81/19	1.777	2.008	-.231	1.768
Ground Chuck	1.989	1.735	+.254	1.845
109e Export Rib (choice)	6.393	6.394	-.001	6.206
109e Export Rib (prime)	8.699	7.946	+.753	9.347
112a Ribeye (choice)	7.032	7.142	-.110	7.158
112a Ribeye (prime)	9.085	9.046	+.039	9.717
116 Chuck (select)	2.237	2.180	+.057	2.069
116 Chuck (choice)	2.289	2.228	+.061	2.121
116b Chuck Tdnr (choice)	2.110	2.029	+.081	2.122
120 Brisket (choice)	2.025	2.012	+.013	2.202
121c Outside Skirt (ch/sel)	4.465	4.598	-.133	5.491
121d Inside Skirt (ch/sel)	3.223	3.777	-.554	3.661
167a Knckle, Trm. (ch.)	2.125	2.051	+.074	2.119
168 Inside Round (ch.)	1.969	1.897	+.072	1.981
174 Short Loin (ch. 0x1)	5.571	6.351	-.780	6.845
174 Short Loin (prime)	7.525	7.422	+.103	9.178
180 1x1 Strp (choice)	5.867	6.276	-.409	6.986
180 1x1 Strp (prime)	8.337	8.112	+.225	10.555
180 0x1 Strp (choice)	6.446	7.301	-.855	8.084
184 Top Butt, bnls (ch.)	3.120	3.223	-.103	3.470
184 Top Butt, bnls (prime)	3.771	3.662	+.109	3.826
185a Sirloin Flap (choice)	3.892	5.268	-1.376	4.816
185c Loin, Tri-Tip (choice)	3.892	3.669	+.223	3.879
189a Tender (select)	8.238	8.297	-.059	8.998
189a Tender (choice)	8.947	9.394	-.447	9.675
189a Tender (prime)	12.419	12.190	+.229	14.203
193 Flank Steak (choice)	4.824	4.811	+.013	4.787
50% Trimmings	.969	.952	+.017	.549
65% Trimmings	1.272	1.263	+.009	1.013
75% Trimmings	1.618	1.642	-.024	1.610
85% Trimmings	1.853	1.848	+.005	2.008
90% Trimmings	1.976	1.970	+.006	2.187
90% Imported Beef (frz.)	1.838	1.845	-.007	2.015
95% Imported Beef (frz.)	1.988	2.025	-.037	2.140
Veal Rack (Hotel 7 rib)	8.350	8.350	-	7.800
Veal Top Rnd. (cp. off)	15.150	15.150	-	13.925



Oil, Grains, Misc.- Weather delays are expected to cause some spring wheat acreage this year to remain unplanted. The wheat markets could remain supported this summer. Prices USDA, FOB.

	Price	Last Week	Difference	Price 12
Soybeans, bushel	15.636	15.416	+.220	14.795
Crude Soybean Oil, lb.	.471	.487	-.016	.530
Soybean Meal, ton	499.300	490.300	+9.000	429.200
Corn, bushel	7.003	7.296	-.293	6.690
Crude Corn Oil, lb.	.420	.428	-.008	.530
High Fructose Corn Syrup	.197	.202	-.005	.188
Distillers Grain, Dry	231.250	232.500	+4.250	218.750
Crude Palm Oil, lb. BMD	.336	.355	-.019	.425
HRW Wheat, bushel	7.140	7.190	-.050	7.260
DNS Wheat 14%, bushel	8.270	8.250	-.030	9.010
Durum Wheat, bushel	8.225	8.225	-	7.063
Pinto Beans, lb.	.366	.347	+.019	.491
Black Beans, lb.	.305	.305	-	.420
Rice, Long Grain, lb.	.293	.291	+.002	.254
Coffee, lb. NYBOT	1.207	1.227	-.020	1.662
Sugar, lb. NYBOT	.195	.195	-	.290
Honey (Clover), lb.	1.953	1.953	-	1.800

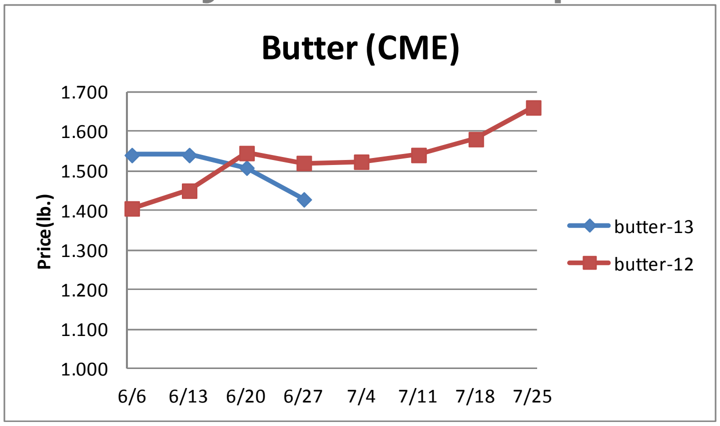


Dairy- The CME cheese markets have weakened during the last week as ample U.S. stocks weigh on prices. May 31 cheese stocks were 8% larger than last year and the biggest for the month since 1984. Still, the downside price risk in the cheese markets from here is likely limited. Last year CME cheese block prices rose 4.1% during the next three weeks. CME butter prices have softened as well as of late falling to levels not experienced since January. Higher butter prices are anticipated in the coming months. May U.S. milk production was .8% more than 2012 and a record. Prices per pound, except Class I Cream (hundred weight), from USDA.

	Price	Last Week	Difference	Price 12
Cheese Barrels (CME)	1.640	1.750	-.110	1.675
Cheese Blocks (CME)	1.678	1.725	-.047	1.653
American Cheese	1.943	1.965	-.022	1.795
Cheddar Cheese (40 lb.)	2.108	2.120	-.012	2.008
Mozzarella Cheese	1.950	1.963	-.013	1.853
Provolone Cheese	2.305	2.318	-.013	2.203
Parmesan Cheese	3.653	3.665	-.012	3.283
Butter (CME)	1.428	1.508	-.080	1.520
Nonfat Dry Milk	1.742	1.725	+.017	1.223
Whey, Dry	.571	.573	-.002	.492
Class 1 Base	18.910	18.930	-.020	15.510
Class II Cream, heavy	2.099	2.133	-.034	2.173
Class III Milk (CME)	17.090	18.030	-.940	17.080
Class IV Milk (CME)	18.640	19.220	-.580	14.450

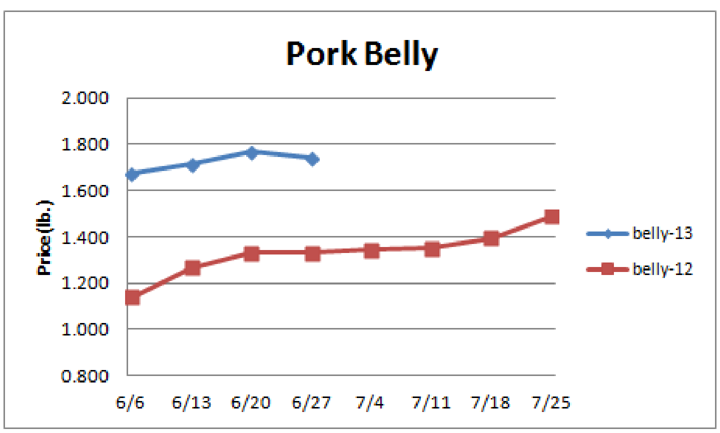
Weekly Market Updates

PERFORMANCE FOODSERVICE ROMA



Pork- Pork production last week rose 1.5% and was 1.7% bigger than the same week last year. Year to date pork output is trending .8% below 2012 but better production versus last year is anticipated this fall. The pork markets remain elevated due in part to good retail feature activity. Retail demand for pork is expected to decline sharply next month which could lead to lower wholesale pork prices. May 31 pork stocks were 4% more than 2012 but belly supplies were down 17%. Elevated pork belly prices could persist in July. Prices USDA, FOB per pound.

	Price	Last Week	Difference	Price 12
Live Hogs	.726	.734	-.008	.724
Belly (bacon)	1.745	1.766	-.021	1.329
Sparerib (4.25 lb. & down)	1.693	1.579	+.114	1.739
Ham (20-23 lb.)	.819	.787	+.032	.800
Ham (23-27 lb.)	.850	.805	+.045	.800
Loin (bone-in)	1.183	1.185	-.002	1.226
Bbybck Rib (1.75 lb. & up)	2.519	2.506	+.013	2.780
Tenderloin (1.25 lb.)	2.823	2.743	+.080	3.092
Boston Butt, untrmd. (4-8lb.)	1.162	1.126	+.036	1.086
Picnic, untrmd.	.725	.731	-.006	.659
SS Picnic, smoker trm. bx.	.915	.936	-.021	.852
42% Trimmings	.636	.637	-.001	.540
72% Trimmings	.929	.861	+.068	.820



Tomato Products, Canned- The California tomato for canning harvest will expand sharply in July. The canned tomato markets are fairly steady. Prices per case (6/10) FOB, unless noted from ARA.

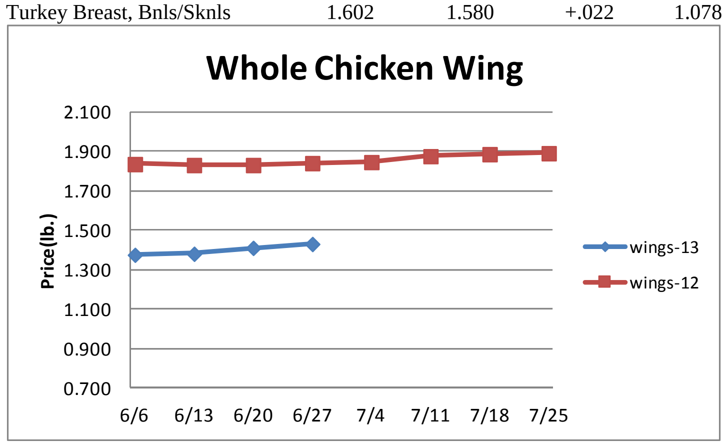
	Price	Last Week	Difference	Price 12
Whole Peeled, Standard	12.250	12.250	-	12.250
Diced, Fancy	12.750	12.750	-	12.750
Ketchup, 33%	13.438	13.438	-	13.438
Tomato Paste- Industrial (lb.)	.398	.398	-	.398

Processed Vegetables- May 31 frozen green bean (60%), cut corn (16%) and cob corn (3%) stocks were all larger than last year. The markets are steady to firm. Prices FOB per case from ARA.

	Price	Last Week	Difference	Price 12
Corn, Fcy whl kern- can 6/10	19.656	19.656	-	14.750
Green Beans Fcy- can 6/10	19.250	19.250	-	19.500
Green Peas, Fcy- can 6/10	20.750	20.750	-	15.300
Corn, Cob- froz 96 ct.	14.750	14.750	-	26.250
Corn, Kernel- froz 12/2.5#	19.500	19.500	-	14.000
Green Beans Cut- froz 12/2#	15.300	15.300	-	14.750
Green Peas- froz 12/2.5#	26.250	26.250	-	19.500
Potatoes, FF Fncy- froz 6/5#	14.000	14.000	-	15.300

Poultry- Chicken production for the week ending June 15th was 1.8% larger than the previous week and 5.9% more than last year. 2013 weekly chicken output is trending 3% above the prior year. Recent weekly broiler egg set data suggests that solid chicken output gains versus 2012 could be forthcoming. The six week moving average for broiler egg sets is currently 1.4% bigger than the previous year marking the largest increase versus the previous year in three months. May pullet placements were .2% more than last year which is also favorable for chicken output expansion. The chicken wing markets are firming but are expected to settle soon. May 31 chicken wing stocks were the largest for any month in the last seven years. Prices USDA, FOB per pound except when noted.

Chicken	Price	Last Week	Difference	Price 12
Whole Birds (2.5-3 lb.-GA)	1.060	1.058	+.002	.945
Wings (whole)	1.430	1.410	+.020	1.040
Wings (jumbo, cut)	1.546	1.459	+.087	1.840
Breast, Bone In	1.300	1.320	-.020	1.796
Breast, Bnless Skinless	2.140	2.155	-.015	1.005
Tenderloin (random)	1.700	1.700	-	1.585
Tenderloin (sized)	2.110	2.110	-	1.290
Legs (whole)	.688	.810	-.122	1.920
Leg Quarters	.545	.545	-	.735
Thighs, bone in	.845	.865	-.020	.535
Thighs, boneless	1.477	1.406	+.071	.757
Eggs and Others				
Large (dozen)	.897	.897	-	1.228
Medium (dozen)	.772	.772	-	.993
Whole Eggs- Liquid	.643	.643	-	.703
Egg Whites- Liquid	.710	.744	-.034	.456
Egg Yolks- Liquid	.750	.750	-	.429
Whole Turkeys (8-16 lb.)	.965	.965	-	.651
Turkey Breast, Bnls/Sknls	1.602	1.580	+.022	1.078



Seafood- The salmon markets have firmed this year due to better world demand and only modest gains in output. Chilean salmon supplies are anticipated to expand during the next several months. This factor and a rising U.S. dollar may encourage U.S. salmon imports. The upside price risk in the salmon markets from here may be limited. The Newfoundland snow crab fishing season is nearing an end with 86% of the quota landed. Prices for fresh product, unless noted, per pound from Fisheries Market News.

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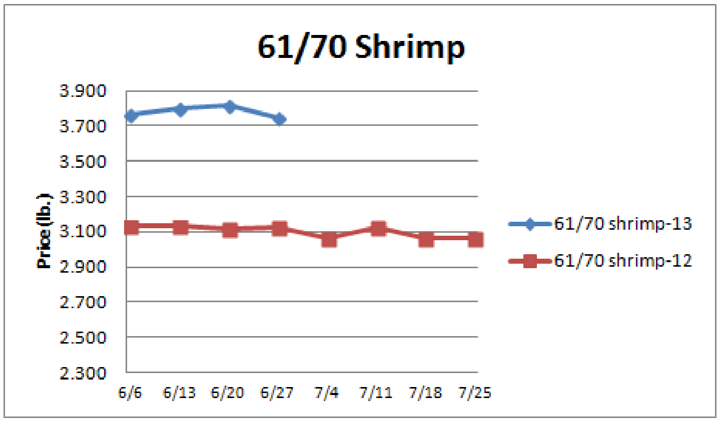
	Price	Last Week	Difference	Price 12
Salmon (wh. Atl., 10-12 lb.)	n/a	n/a	-	n/a
Catfish Filets	n/a	n/a	-	n/a
Trout (drn. 8-14 oz.)	n/a	n/a	-	n/a
Shrimp (16/20), Frz	6.135	6.735	-.600	5.690
Shrimp (61/70), Frz.	3.750	3.816	-.066	3.125
Shrimp, Tiger (26/30), Frz.	5.700	5.650	+.050	4.750
Snow Crab, Legs 5-8 oz, Frz	4.875	4.850	+.025	4.900
Snow Crab, Legs 8 oz/ up, Fz	5.675	5.650	+.025	5.025
Cod Tails, 3-7 oz., Frz.	3.088	3.088	-	3.500
Cod Loins, 3-12 oz., Frz	3.000	3.000	-	3.588
Salmon Portions, 4-8 oz, Frz	5.458	5.458	-	5.977
Pollock, Alaska, Deep Skin	1.775	1.775	-	1.775



Energy & Currency-Currency US dollar is worth.

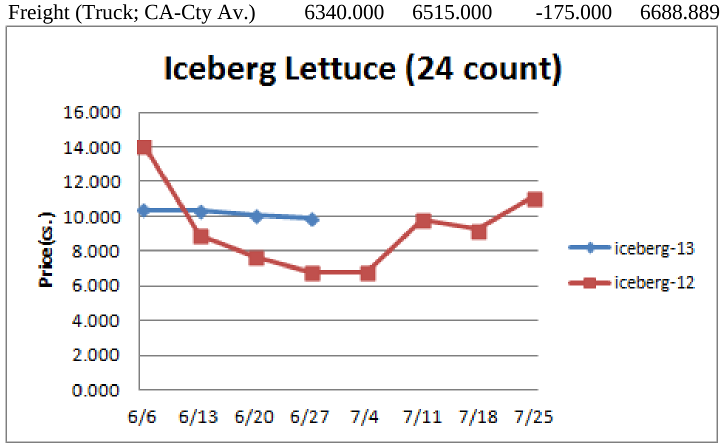
	Price	Last Week	Difference	Price 12
Crude Oil, barrel- nymex	95.320	97.770	-2.450	79.360
Natural Gas, mbtu- nymex	3.647	3.875	-.228	2.767
Heating Oil, gal- nymex	2.858	2.950	-.092	2.577
Electricity, mwht- nymex	55.940	54.190	+1.750	63.000
Gasoline, gal- nymex	2.737	2.856	-.119	2.645
Diesel Fuel, gal- eia	3.838	3.841	-.003	3.678
Ethanol, gal- usda	2.545	2.560	-.015	2.010
Canadian $	1.046	1.022	+.024	1.028
Japanese Yen	97.432	95.390	+2.042	79.335
Mexican Peso	13.163	12.901	+.262	13.933
Euro	.766	.746	+.020	.802
Brazilian Real	2.201	2.179	+.022	2.066
Chinese Yuan	6.147	6.130	+.017	6.364

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

Wood Pulp/ Plastic Resin	Price	Last Week	Difference	Price 12
WP; NBSK (napkin, towel)	940.370	938.210	+2.160	898.970
WP; 42 lb. Linerboard (corr.)	772.422	797.533	-25.111	673.026
Res; PS-CHH (cup, cont.)	1.180-1.220	1.180-1.220	-	1.150-1.190
Res; PP-HIGP (hvy utensil)	1.010-1.030	1.010-1.030	-	1.060-1.080
Res; PE-LLD (cn liner, film)	.920-.950	.920-.950	-	.870-.900

Produce- Idaho potato supplies continue to seasonally decline influencing the potato markets upward. The 70 count Idaho potato market has risen 159% during the last three months. Potato stocks are expected to remain limited deep into August. Thus, further potato market increases may be pending. The five year average move for the 70 count Idaho potato market during the next eight weeks is 12.7% higher. Tomato supplies continue to improve from the west and east as the chief harvest areas shift north. Still, the downside price risk in tomatoes from here is likely nominal. Prices USDA FOB shipping point unless noted (terminal).

	Price	Last Week	Difference	Price 12
Limes (150 ct.)	8.500	8.000	+.500	6.500
Lemons (95 ct.)	22.525	22.525	-	26.000
Lemons (200 ct.)	16.275	15.775	+.500	23.000
Honeydew (6 ct.)	5.083	4.862	+.221	7.000
Cantaloupe (15 ct.)	5.975	5.500	+.475	6.000
Blueberries (12 count)	14.083	17.583	-3.500	16.500
Strawberries (12 pnts.)	11.250	12.000	-.750	10.500
Avocados (Hass 48 ct.)	36.500	36.000	+.500	28.750
Bananas (40 lb.)- Term.	14.937	14.854	+.083	15.563
Pineapple (7 ct.)- Term.	13.227	12.708	+.519	12.167
Idaho Potato (60 ct., 50 lb.)	12.500	10.750	+1.750	8.250
Idaho Potato (70 ct., 50 lb.)	12.500	10.750	+1.750	7.750
Idaho Potato (70 ct.)-Term.	16.977	16.406	+.571	15.318
Idaho Potato (90 ct., 50 lb.)	12.500	10.750	+1.750	6.250
Idaho Pot. # 2 (6 oz., 100 lb.)	7.500	7.500	-	10.000
Processing Potato (cwt.)	6.500	6.500	-	10.000
Yellow Onions (50 lb.)	8.250	9.000	-.750	8.167
Yell Onions (50 lb.)-Term.	13.166	14.125	-.959	12.563
Red Onions (25 lb.)- Term.	12.643	13.958	-1.315	15.698
White Onions (50 lb.)- Term.	18.510	17.854	+.656	17.417
Tomatoes (large- case)	9.200	10.950	-1.750	13.950
Tomatoes (5x6-25 lb.)-Term	12.442	15.731	-3.289	15.917
Tomatoes (4x5 vine ripe)	8.950	8.970	-.020	11.500
Roma Tomatoes (large- case)	8.233	10.712	-2.479	14.925
Roma Tomatoes (xlarge-cs)	8.341	10.950	-2.609	14.925
Green Peppers (large- case)	8.028	10.787	-2.759	11.800
Red Peppers (large 15lb. cs.)	15.950	18.950	-3.000	14.950
Iceberg Lettuce (24 count)	9.872	10.057	-.185	6.810
Iceberg Lettuce (24)-Term.	18.750	19.333	-.583	14.000
Leaf Lettuce (24 count)	9.030	8.725	+.305	8.050
Romaine Lettuce (24 cnt.)	9.940	10.100	-.160	7.363
Mesculin Mix (3 lb.)-Term.	7.187	6.906	+.281	6.813
Broccoli (14 ct.)	9.420	8.982	+.438	10.725
Squash (1/2 bushel)	13.675	11.025	+2.650	9.342
Zucchini (1/2 bushel)	12.256	11.300	+.956	8.631
Green Beans (bushel)	35.000	33.300	+1.700	12.255
Spinach, Flat 24's	10.045	10.195	-.150	8.550
Mushrms (10 lb, lg.)-Term.	16.375	15.145	+1.230	15.146
Cucumbers (bushel)	14.100	11.532	+2.568	9.650
Pickles (200-300 ct.)- Term.	20.250	21.875	-1.625	21.000
Asparagus (small)	11.250	11.250	-	16.500
Freight (Truck; CA-Cty Av.)	6340.000	6515.000	-175.000	6688.889



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

	May-13	Apr-13	Mar-13	Feb-13
Beef and Veal	+.459	-.005	+.067	+.398
Dairy	-.532	+.008	-.639	-.359
Pork	+.578	-.630	+.646	+.807
Chicken	-.063	+1.030	+.548	-.852
Fresh Fish and Seafood	-1.414	+2.623	+1.680	-.770
Fresh Fruits and Veg.	+.314	-1.594	-.835	-.025