



Schwieterman Update

Update for the morning of February 5, 2025

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 – March Contract

Short Term: **Up**

Long Term: **Up**

Overnight Trade: **H +1** @7:30 AM

Estimated Fund Position

Net Long Futures and Options: 396000

Change: +15000

March corn made a new high for the move overnight and is closing in on the \$5.00 area. The \$5.08 level should be our next major upside objective. The December contract also made a new high for the move overnight, but the new crop is moving much slower thanks to bull spreading. A sale of 330,000 MT of corn going to Mexico was announced this morning, which is a good indication that demand is still solid.

Wheat

Trends – March Contract

Short Term: **Up**

Long Term: **Up**

Overnight Trade: Chicago: **H +4** KC: **H +5** @7:30 AM

Estimated Fund Position

Net Long Futures and Options: -90000

Change: +3000

March KW reached the highest level since October 25th overnight, which continues the recent trend higher. Wheat prices around the world are firming, which keeps the hope alive that we will eventually see better export sales. We need them because we still have way too much wheat on hand and a good crop coming on. That being said, the trend is up and the next objective for the March KW is \$6.08.

Soybeans

Trends – March Contract

Short Term: **Up**

Long Term: **Up**

Overnight Trade: **H -6** @7:30 AM

Estimated Fund Position

Net Long Futures and Options: 100000

Change: +13000

Soybeans made a new high for the move as well, but that market failed to hold gains. It seems like the two product markets take turns holding the soybeans back. Between trade wars, uncertainty regarding biofuels, and big crush numbers, there always seems to be a threat to the bean market. This creates a lot of directionless volatility, which is dominating the product markets. Look for the March soybeans to slip back to the \$10.50 area, which is in the middle of the recent range.

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: Up

Long Term: Up

Opening Calls: Mixed

Live cattle futures closed lower for the 5th consecutive day on Tuesday, with April leading the decline, dropping 1.47 for the session. Cutouts were lower, with choice -1.26 and select -2.43. Cash trade reported 1,319 head sold with no prices established in any of the regions. Higher equities and a lower Dollar on Tuesday failed to support the fats. Equities are moderately lower overnight, while the Dollar is off another 40 points, creating a mixed macro look.

Feeder Cattle

Trends

Short Term: Up

Long Term: Up

Opening Call: Mixed

Feeder cattle futures posted triple digit losses on Tuesday, falling to their lowest close in two weeks. The lead March dropped 1.75 for the day but were more than 1.00 off their 267.17 lows posted near midday. Lower fats and higher corn values were contributors to the selling. The cash index dropped another 1.18 to 279.45. Corn is testing recent highs in overnight trade, gaining 3 cents, 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

01/24/25

	Change	DOE			API	
		01/24/25	01/17/25	01/26/24	01/31/25	
Crude	+ 3.50	415.10	411.70	420.70	+ 5.03	
Gasoline	+ 3.00	248.90	245.90	253.00	+ 5.43	
Distillates	-5.00	124.00	128.90	133.30	-6.98	
Rates	-2.4%	83.50	85.90	92.90		
Imports	-30K	6.45	6.75	6.24		
				% Above/Below Lst Yr	5 Yr Avg	% A/B
Nat Gas	-321	2.571	2.892	2.715	-5.3	2.682 -4.1

Analysts Estimates for Week Ending 01/31/25

		5 Yr Avg
Crude	+ 2.00	+ 260K
Gasoline	+ 500K	+ 1.66
Distillates	-1.50	- 360K

Analysts Estimates for Week Ending 01/31/25

	Range	Avg	Lst Yr	5 Yr Avg
--	-------	-----	--------	----------

Nat Gas

	<u>Crude Oil</u>	<u>Unleaded</u>	<u>Heating Oil</u>	<u>Natural Gas</u>
Short Term Trend	DOWN	DOWN	DOWN	DOWN
Long Term Trend	UP	UP	UP	UP
O/N Trade @ 6:30 am	-0.72	-0.0271	-0.0177	-0.051

Commentary:

While there still remains plenty of headlines that can cause 2-sided trade, spot month crude oil is still bound to a downward trend as the negative headlines outweigh supportive ones. Spot month crude oil was nearly \$ 1.00 lower once again by early trade today despite an impressive daily recovery yesterday thanks to Trumps Iranian comments. Spot month crude oil had fallen below important technical support levels yesterday when Trump indicated he would restore the “maximum pressure” campaign concerning Iran’s nuclear ambitions. In his first term, Iranian crude oil exports fell to virtually zero but then during Bidens term, Iranian output rose to the highest levels since 2018. Iranian production concerns will likely always be short lived, just like this week’s Canadian production concerns were, thanks to OPEC+ holding massive spare capacity that they would gladly supply if Iran production stumbles. The simmering trade war with China is likely a bigger fundamental concern as any hit to China’s economy, such as a trade war with the world’s largest importer of goods, the US, will likely harm China’s already fragile economic demand. Weekly US supply and demand could be tamping down any supply threats as well as private industry data released yesterday afternoon showed US crude supplies grew for the second week.

	Mar	Mar	Mar
	Crude Oil	Unleaded	Heating Oil
Resistance	73.50/75.20	2.1125/2.1700	2.4535/2.5050
Support	70.50/68.45	2.0335/2.0155	2.3785/2.3525



Schwieterman Update

Financial Market Analysis for the morning of Wednesday, February 5, 2025

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

Alan Clark – alanjclark@upthelimit.com

U.S. Stock Futures

The equities closed higher as the Dow gained 134, the S&P gained 43, and the Nasdaq gained 262. This morning's futures are all lower with the Dow down 89, the S&P down 26, and the Nasdaq down 172. Shares of Google fell 7% after a mixed fourth quarter earnings report. They topped earnings estimates but fell short on revenue expectations. Alphabet also plans to invest \$75 billion in capital expenditure in 2025, more than analysts were expecting. Disney+ saw a drop in subscribers during its fourth quarter and warned it expects another decline in the second quarter. Despite the drop they did report another profitable quarter. GM is laying off half of the employees who remained at its discontinued Cruise robotaxi business. They announced in December that it would no longer fund the Cruise and would bring operations in-house.

Stock to Watch: Snap, Inc. is up 1.12% 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 <u>600-900#</u>	Select <u>600-900#</u>	Choice/Select Spread
Current Cutout Values:	330.73	317.41	
Change from prior day:	(-1.26)	(-2.43)	
Primal Rib	502.04	435.51	
Primal Chuck	298.87	294.79	
Primal Round	297.64	296.98	
Primal Loin	401.41	381.53	
Primal Brisket	248.83	246.71	
Primal Short Plate	221.21	221.21	
Primal Flank	154.57	153.16	
			Load Count:
			Total 106
			Choice 57
			Select 29
			Trimming 7
			Grinds 12

Fresh 50% Trimmings 7 Loads @ 118.65

[AMS 2829/NW_LS441](#)

USDA BY-PRODUCT DROP VALUE (STEER) - DAILY

11.63 Change: 0.10

[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			
Live Heifer			
Dressed Steer	256	917	325.00
Dressed Heifer	125	886	325.00

[AMS 3208/SJ_LS710](#)

DAILY CATTLE SLAUGHTER

Today	122,000
Week Ago	124,000
Year Ago (act)	125,219
Week to Date	237,000
Same Period Last Week	238,000
Same Period Last Year	248,985
Previous Day	Steer and Heifer 95,000 Cow and Bull 20,000

[AMS 3209/SJ_LS712](#)

	2/1/2025 (Estimate)	Last Week (Estimate)	(Actual)
BEEF PRODUCTION			
Slaughter	600,000	599,000	632,000
Live Weights	1447	1446	1386
Dressed Weights	879	879	831
Beef Production (millions of pounds)	526.4	525.3	524.6

[AMS 2825/NW_LS410](#)

USDA BEEF CARCASS PRICE EQUIVALENT INDEX VALUE

	Choice <u>600-900#</u>	Select <u>600-900#</u>	Dressing percent:	
			<u>Steer</u>	<u>Heifer</u>
Change	(-0.71)	(-1.29)	63.41	63.30

[AMS 2455/LM_XB405](#)

USDA NATIONAL CUTTER COW CARCASS CUTOUT

292.45 6.14 **90% lean:** 375.62

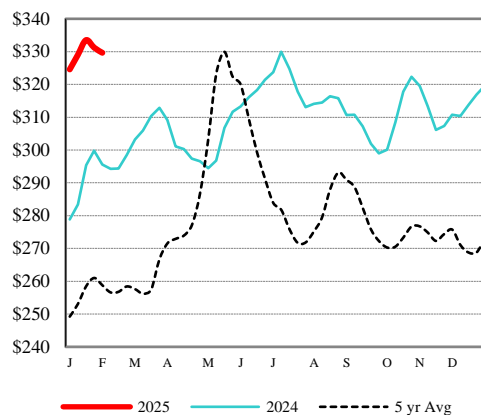
CME LIVE CATTLE

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

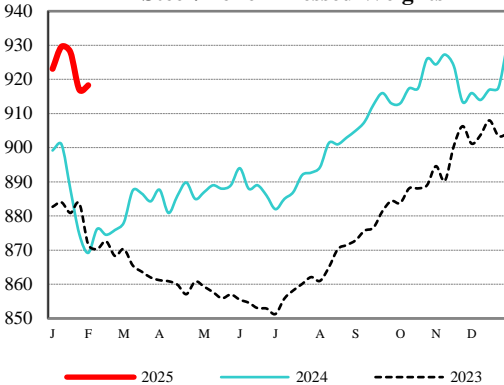
CME FEEDER CATTLE

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

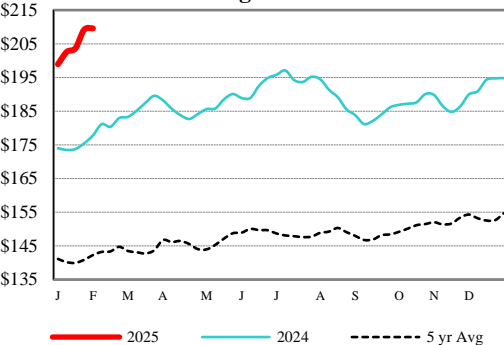
Weekly Choice Cutout



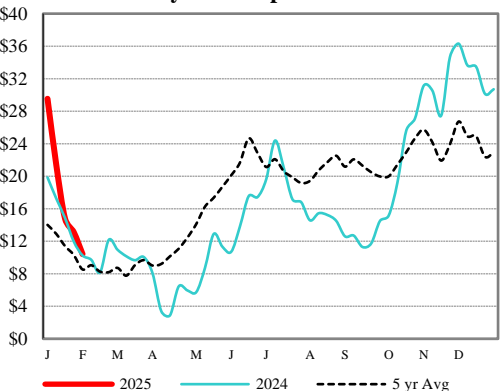
LMR Steer/Heifer Dressed Weights



5 Area Weekly Wtd Avg Steer Price



Weekly Ch/Se Spread



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:	\$79.00 \$87.00	* *
Weighted Average:	\$85.40	*
Change from Prior Day:	*	*
Head Count	3,719	743

IOWA/MINNESOTA - AMS 2675/LM HG206:

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

WESTERN CORNBELT - AMS 2675/LM HG212:

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

EASTERN CORNBELT - AMS 2675/LM HG210:

Weighted Average:	*	*
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	94.76		0.95
Primal Butt	85.69		0.86
Primal Picnic	104.79		0.16
Primal Rib	65.86		0.89
Primal Ham	154.60		1.82
Primal Belly	76.89		3.67
Total Loads	154.19		(-1.70)
Pork Cuts	340.16		
Trim/Process Pork	302.99 Lds		
	37.17 Lds		

DAILY HOG SLAUGHTER UNDER FIS - AMS 3208/SJ_LS710

Today (est)	490,000
Week Ago (est)	484,000
Year Ago (act)	491,234
Week to Date (est)	975,000
Same Period Last Week (est)	967,000
Same Period Last Year (act)	979,462

National Daily Direct Hog Prior Day Report - Slaughtered Swine - AMS 2511/LM HG201

Producer Sold:	NEG	OMF	SPMF	OPA	Total
Head Count	3,091	30,792	120,248	73,183	227,632
Carcass Base Price	81.82	78.56	83.41	83.64	82.87
Average Net Price	81.13	80.77	84.45	85.13	84.20

Negotiated Formula included in total *Price not reported due to confidentiality.

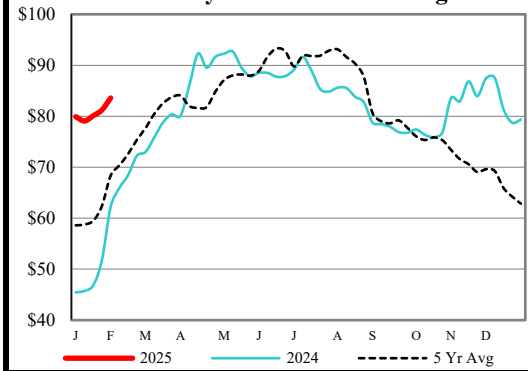
NATIONAL WEEKLY DIRECT HOGS NON-CARCASS MERIT PREMIUM - AMS 2701

For w/e Feb 01, 2025	Value Range*	Average
Volume	0.00 - 0.00	0.00
Transportation	0.43 - 2.41	1.17
Delivery Time	0.25 - 2.75	0.88
Breed	0.00 - 0.00	0.00
Pork Quality Assurance	0.00 - 0.00	0.00
Beta Agonist Free	*** - ***	***
Animal Confinement Legislation	2.43 - 14.13	5.01

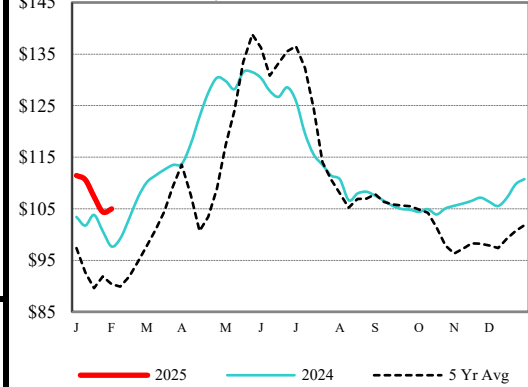
* Values reflect U.S. dollars per 100 pounds.

*** Price not reported due to confidentiality.

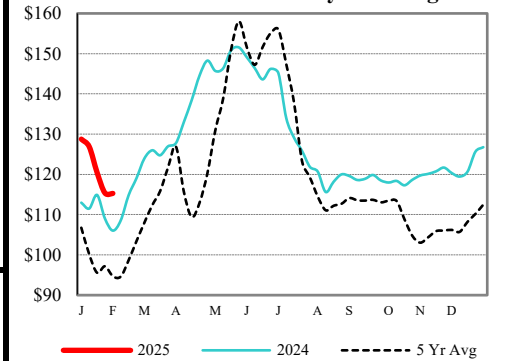
Weekly WCB P.M. Wtd Avg



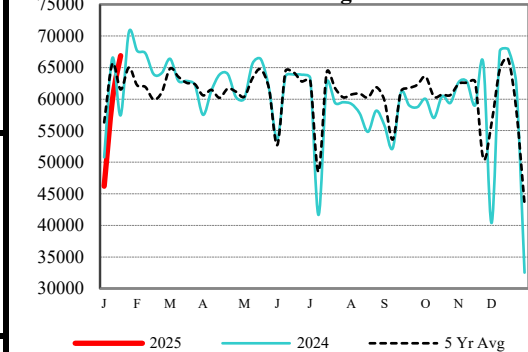
Weekly Butt Primal Value



1/4" Trim Butt Weekly Wtd Avg



Actual Sow Slaughter



USDA Livestock, Poultry & Grain Market News

Des Moines, Iowa | PH 515-284-4460

Email: Desm.LPGMN@ams.usda.gov

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

[USDA AMS Livestock, Poultry & Grain Market News](https://mymarketnews.ams.usda.gov/viewReport/2872)

AUCTION SUMMARY

AMS 1245		11,934	Monday
Joplin Regional Stockyards Carthage, MO			
Feeder Steers	400-500 lbs	380.00-440.00	Feeder Heifers 400-500 lbs 319.00-360.00
Medium &	500-600 lbs	321.00-392.00	Medium & 500-600 lbs 280.00-331.00
Large #1	600-700 lbs	290.00-332.00	Large #1 600-700 lbs 263.00-284.00
	700-800 lbs	267.00-294.00	700-800 lbs 244.00-271.00
	800-900 lbs	258.00-275.00	800-900 lbs 233.00-247.00

AMS 1280		9,500	Monday
Oklahoma National Stockyards Oklahoma City, OK			
Feeder Steers	400-500 lbs	360.00-426.00	Feeder Heifers 400-500 lbs 303.00-350.00
Medium &	500-600 lbs	330.00-371.00	Medium & 500-600 lbs 306.00-333.00
Large #1	600-700 lbs	281.00-334.00	Large #1 600-700 lbs 256.00-280.00
	700-800 lbs	264.50-294.00	700-800 lbs 241.00-263.50
	800-900 lbs	254.00-276.00	800-900 lbs 240.00-243.50

AMS 2026		4,321	Monday
Sioux Falls Regional Cattle Auction Worthing, SD			
Feeder Steers	400-500 lbs	370.00-455.00	Feeder Heifers 400-500 lbs 350.00-410.00
Medium &	500-600 lbs	325.00-377.00	Medium & 500-600 lbs 300.00-354.00
Large #1	600-700 lbs	302.00-349.00	Large #1 600-700 lbs 279.00-320.00
	700-800 lbs	281.00-326.00	700-800 lbs 258.00-282.50
	800-900 lbs	260.00-287.00	800-900 lbs 244.00-266.00

CHICAGO MERCANTILE EXCHANGE LIVESTOCK FUTURES SETTLEMENT Tuesday

Live Cattle			Feeder Cattle		
		Change			Change
Feb	201.875	(1.100)	Mar	268.250	(2.250)
Apr	198.650	(1.500)	Apr	267.625	(2.200)
Jun	193.225	(1.250)	May	265.800	(2.175)

CHICAGO BOARD OF TRADE GRAIN FUTURES SETTLEMENTS Tuesday

Corn			Soybeans		
		Change			Change
Mar	4.9450	0.0575	Mar	10.7500	0.1675
May	5.0475	0.0500	May	10.8800	0.1525
Jul	5.0675	0.0325	Jul	11.0000	0.1375

KANSAS CITY BOARD OF TRADE		Wheat		Change	
		Mar	5.9475		0.0900
		May	6.0400		0.0875
		Jul	6.1325		0.0875

[AMS 2466](#) Tuesday

5 AREA WKLY ACCUMULATED WTD AVG SLAUGHTER CATTLE PRICE

	Head Count	Avg Weight	Avg Price
Live Steer			
Live Heifer			
Dressed Steer	256	917	325.00
Dressed Heifer	125	886	325.00

[AMS 2453](#) Tuesday

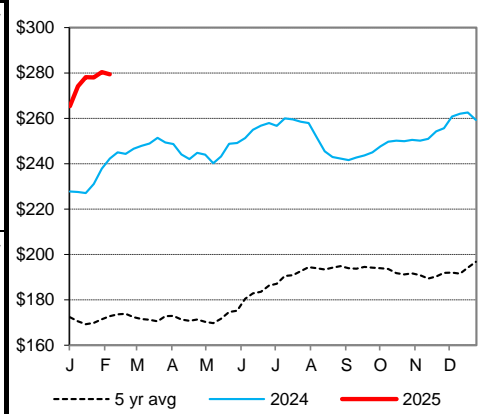
DAILY ESTIMATED BOXED BEEF CUTOUT VALUES

Choice	Select	Choice Cuts	57 loads
600-900#	600-900#	Select Cuts	29 loads
330.73	317.41	Trimming	7 loads
(1.26)	(2.43)	Grinds	12 loads

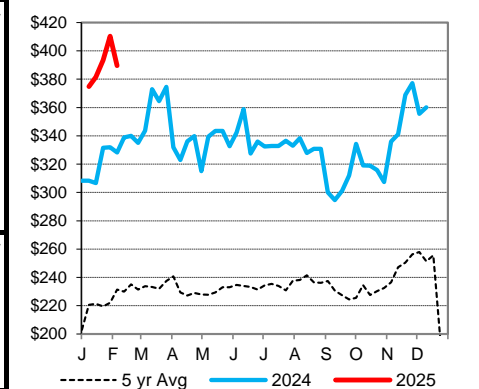
[AMS 3208](#) Monday

ESTD DAILY CATTLE SLAUGHTER		Springfield Livstck Marketing Center		Springfield, MO	
			Pct Lean	Avg Dressing	Price
Tuesday	122,000				
Week Ago (est)	124,000	Breaking	75-80		126.00-139.00
Year Ago (act)	125,000	Boning	80-85		126.00-139.00
Wk to date (est)	237,000	Lean	85-90		115.00-130.00
Last Week (est)	238,000				
Last Year (est)	249,000				
Previous Day Estimated:	Steer and Heifer 95,000				
	Cow and Bull 20,000				

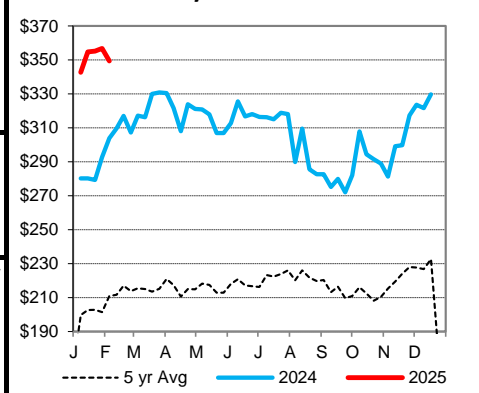
CME Feeder Cattle Index



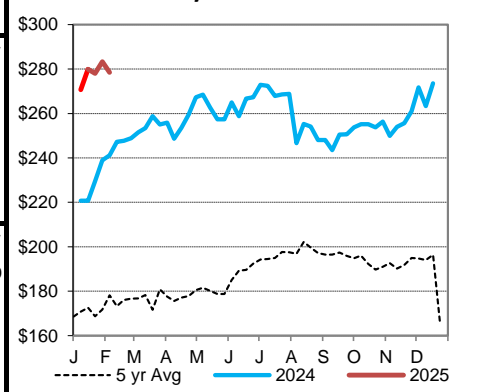
Oklahoma City 400-500 lb Steer Price



Oklahoma City 500-600 lb Steer Price



Oklahoma City 700-800 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.