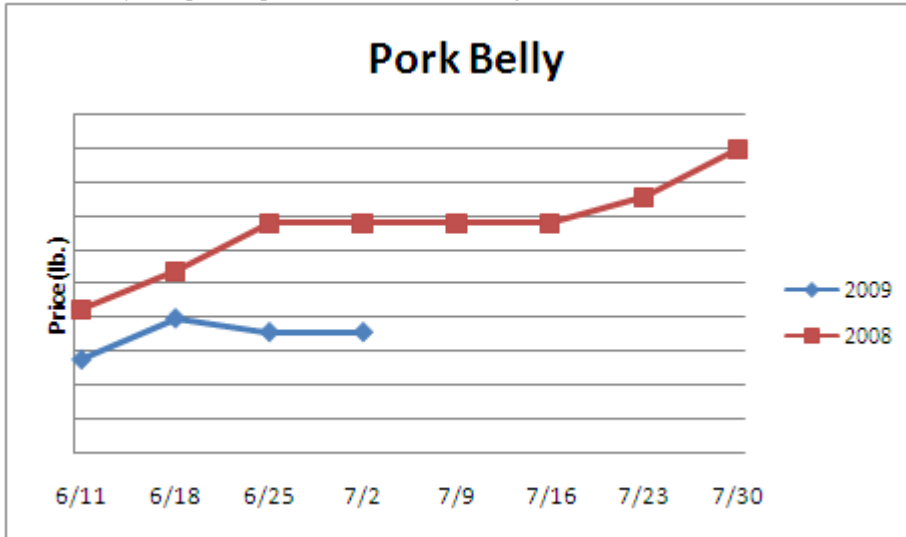


# Pork Report

**Pork-** The June 1st US total hog and pig inventory was 2% smaller than a year ago. The June 1st swine breeding herd was 2.7% smaller than 2008 and the least for any date in 4 years. The impact of fewer hogs on pork production may be mitigated in the coming months, however, as pig per litter yields may continue to trend notably above prior year levels. The pork markets remain fairly depressed due in a large part to slowed export sales. The sparerib market is trending lower. Last year, sparerib prices declined 15% during the next 2 weeks.



	<u>Market Trend</u>	<u>Supplies</u>	<u>Price vs. Last Year</u>
<b>Live Hogs</b>	Decreasing	Good	Lower
<b>Belly (bacon)</b>	Steady	Good	Lower
<b>Spare Rib (4.25 &amp; down)</b>	Decreasing	Good	Lower
<b>Ham (23-27 lb)</b>	Decreasing	Good	Lower
<b>Loin (bone-in)</b>	Decreasing	Good	Lower
<b>Baby Back Rib (1.75 &amp; up)</b>	Decreasing	Good	Lower
<b>Tenderloin (1.25 lb)</b>	Decreasing	Good	Lower
<b>Boston Butt, untrimmed 4-8 lb.</b>	Decreasing	Good	Lower
<b>Picnic, untrimmed</b>	Increasing	Good	Lower
<b>SS Picnic, smoker trim boxed</b>	Increasing	Good	Lower
<b>42% Trimmings</b>	Increasing	Good	Lower
<b>72% Trimmings</b>	Decreasing	Good	Lower

\*This data and these comments are provided for information purposes only and are not intended to be used for specific trading strategies. Past financial results are not necessarily indicative of future performance. Any examples given are strictly hypothetical and no representation is being made that a person will or is likely to achieve profits or losses similar to those examples. Neither the information, nor any opinion expressed constitutes a solicitation to buy or sell futures or options on futures contracts or OTC products. Covered parties (as defined below) shall not be liable for any direct, indirect, incidental, special or consequential damages of any kind, whatsoever (including attorney's fees and lost profits or savings) in any way due to, resulting from, or arising in connection with the Market Trends Report, including its content, regardless of any negligence of the covered party including but not limited to technical inaccuracies and typographical errors. "Covered Parties" is defined as American Restaurant Association Inc., ARA Trading and the employees of both companies. Commodity trading involves risks, and you should fully understand those risks before trading. © 2007 American Restaurant Association Inc. This publication is protected under U.S. copyright law. Please do not redistribute without permission. Thank you.