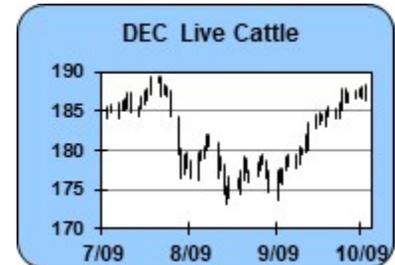


DAILY CATTLE COMMENTARY

10/11/2024

Cash trade develops steady to \$1 higher

December live cattle closed at a 3-month high yesterday, boosted by weaker feedgrain prices and the strong technical outlook. Cash cattle finally traded in decent volume yesterday in all the major feeding areas at steady to a \$1 higher on the week and that sparked buying in the futures. Slaughter rates continue to slip and through yesterday slaughter total was down 17,000 head from last week. Yesterday's new drought Monitor showed an expansion of drought in the Plains which may boost fall feedlot placements. Look for resistance at 189.50 on December. The 5-area, 5-day weighted average for the week is now 186.87, slightly above the end of last week at 186.77. The USDA estimated cattle slaughter came in at 115,000 head Thursday. This brings the total for the week so far to 474,000 head, down from 491,000 last week at this time and down from 498,512 a year ago. The USDA boxed beef cutout was up \$1.44 at mid-session Thursday and closed \$1.77 higher at \$309.95. This was up from \$299.80 the previous week.



U.S. beef export sales for the week ending October 3 came in at 13,700 tonnes compared with the average of the previous four weeks of 15,100 tonnes. Cumulative sales for the 13.7 have reached 745,400 tonnes, up 0.4% versus last year's pace.

TODAY'S MARKET IDEAS:

Yesterday's strong performance in December live cattle keeps the bull trend intact. Cash bids yesterday morning seemed to be the trigger that sparked speculative buying as prices closed at 2 1/2 month highs. The 10-year seasonal trend turns higher starting next week. Look for next resistance at the July highs of 189.50 on December.

NEW RECOMMENDATIONS:

None.

PREVIOUS RECOMMENDATIONS:

None.

CATTLE COMPLEX TECHNICAL OUTLOOK:

Note: Data is collected using the closing values of the previous session and calculations and analysis are run at the same time. Technical commentary is based solely on statistical indicators and does not necessarily correspond to any fundamental analysis that may appear elsewhere in this report. Data sources can and do produce bad ticks that can cause computation errors. Please verify before use.

LIVE CATTLE (DEC) 10/11/2024: The daily stochastics have crossed over up which is a bullish indication. Studies are showing positive momentum but are now in overbought territory, so some caution is warranted. The close above the 9-day moving average is a positive short-term indicator for trend. The outside day up is a positive signal. With the close over the 1st swing resistance number, the market is in a moderately positive position. The near-term upside target is at 189.920. With a reading over 70, the 9-day RSI is approaching overbought levels. The next area of resistance is around 189.300 and 189.920, while 1st support hits today at 187.250 and below there at 185.800.

FEEDER CATTLE (NOV) 10/11/2024: Daily stochastics turning lower from overbought levels is bearish and will tend to reinforce a downside break especially if near term support is penetrated. The close above the 9-day moving average is a positive short-term indicator for trend. The daily closing price reversal up on the daily chart is somewhat positive. The close over the pivot swing is a somewhat positive setup. The next downside target is

246.825. The 9-day RSI over 70 indicates the market is approaching overbought levels. The next area of resistance is around 251.250 and 252.025, while 1st support hits today at 248.650 and below there at 246.825.

DAILY HOGS COMMENTARY

10/11/2024

Strong technical action continues

December hogs were down sharply on Wednesday and recovered all the losses yesterday as the uptrend remains in place. Strong exports have been part of the reason for the recent rally and July-August pork exports were well above last year. Slaughter rates are running weaker than expected, perhaps an indication the supply of hogs is not as large as previously anticipated. Nearby resistance on December is 77.75 and seasonal trends turned lower next week, which may raise the odds of a pullback. The CME Lean Hog Index as of October 8 was



84.47, up from 84.22 the previous session and from 84.45 the previous week. The USDA estimated hog slaughter came in at 487,000 head Thursday. This brings the total for the week so far to 1.928 million head, down from 1.933 million last week at this time and down from 1.935 million a year ago. The USDA pork cutout, released after the close Thursday, came in at \$94.67, up 43 cents from Wednesday and up from \$93.86 the previous week.

U.S. pork export sales for the week ending October 3 came in at 50,600 tonnes compared with the average of the previous four weeks of 32,600 tonnes. Cumulative sales for the 2024 marketing year have reached 1,525,800 tonnes, up 0.5% versus last year's pace.

TODAY'S MARKET IDEAS:

Yesterday's price recovery keeps the bull camp in charge and until December closes below the 20-day moving average, which has provided key support to breaks over the last 2 months, the trend remains higher. The 20-day support comes in today at 75.10 and Managed Money longs are unlikely to exit positions until prices break support. Look for nearby resistance at 77.75 on December.

NEW RECOMMENDATIONS:

None.

PREVIOUS RECOMMENDATIONS:

None.

PORK COMPLEX TECHNICAL OUTLOOK:

Note: Data is collected using the closing values of the previous session and calculations and analysis are run at the same time. Technical commentary is based solely on statistical indicators and does not necessarily correspond to any fundamental analysis that may appear elsewhere in this report. Data sources can and do produce bad ticks that can cause computation errors. Please verify before use.

LEAN HOGS (DEC) 10/11/2024: The crossover up in the daily stochastics is a bullish signal. Rising stochastics at overbought levels warrant some caution for bulls. The close above the 9-day moving average is a positive short-term indicator for trend. With the close over the 1st swing resistance number, the market is in a moderately positive position. The near-term upside target is at 78.400. The next area of resistance is around 77.800 and 78.400, while 1st support hits today at 76.100 and below there at 74.970.

DAILY TECHNICAL STATISTICS

CLOSE	9 DAY RSI	14 DAY RSI	14 DAY SLOW STOCH D	14 DAY SLOW STOCH K	4 DAY M AVG	9 DAY M AVG	18 DAY M AVG	45 DAY M AVG	60 DAY M AVG
-------	--------------	---------------	---------------------------	---------------------------	----------------	----------------	-----------------	-----------------	-----------------

MEAT COMPLEX

LCZ24	188.270	73.69	69.39	92.36	93.05	187.60	186.83	184.85	180.54	181.63
FCX24	249.950	72.15	67.80	91.96	90.66	249.52	248.18	245.22	238.85	241.93
LHZ24	76.950	63.85	63.71	82.12	82.86	76.63	75.97	75.10	72.05	71.17

Calculations based on previous session. Data collected 10/10/2024

Data sources can & do produce bad ticks. Verify before use.

DAILY SWING STATISTICS

Contract		Support 2	Support 1	Pivot	Resist 1	Resist 2
MEAT COMPLEX						
LCZ24	Live Cattle	185.770	187.220	187.850	189.300	189.920
FCX24	Feeder Cattle	246.825	248.650	249.425	251.250	252.025
LHZ24	Lean Hogs	74.950	76.070	76.670	77.800	78.400

Calculations based on previous session. Data collected 10/10/2024

Data sources can & do produce bad ticks. Verify before use.

***This report includes information from sources believed to be reliable and accurate as of the date of this publication, but no independent verification has been made and we do not guarantee its accuracy or completeness. Opinions expressed are subject to change without notice. Any information or recommendation contained herein: (i) is not based on, or tailored to, the commodity interest or cash market positions or other circumstances or characterizations of particular investors or traders; (ii) is not customized or personalized for any such investor or trader; and (iii) does not take into consideration, among other things, risk tolerance, net worth, or available risk capital. Any use or reliance upon the information or recommendations is at the sole discretion and election of the subscriber. The risk of loss in trading futures contracts or commodity options can be substantial, and traders should carefully consider the inherent risks of such trading in light of their financial condition. Any reproduction or retransmission of this report without the express written consent of Lakefront Futures is strictly prohibited.