



DAILY LIVESTOCK COMMENTARY

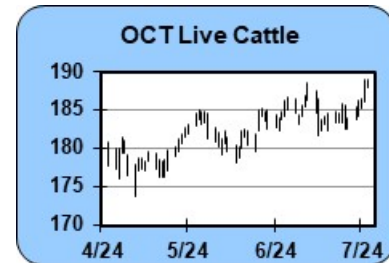
Wednesday July 31, 2024

DAILY CATTLE COMMENTARY

7/31/2024

Macro pressure fading, lower US Dollar supportive

December live cattle spent most of the day lower but rebounded late in the session yesterday to close higher on the day. Commodity markets in general are rebounding today as the Fed makes its rate announcement this afternoon and may hint at rate cuts. The US stock market is also strong to start the day may be a supportive factor for the meat complex. December cattle moving average support is 186.45. Look for prices to retest this week's highs at 189.47 with key resistance at the four-month high of 190.07. Cash cattle trade has been slow this week with the only live sales USDA reported was 336 head in the South on Monday at \$188. The 5-area 5-day weighted average is now 194.68, compared to 194.74 at the end of last week. The USDA estimated cattle slaughter came in at 123,000 head yesterday. This brings the total for the week so far to 238,000 head, unchanged from last week at this time but down from 245,843 a year ago. The USDA boxed beef cutout was up 91 cents at mid-session yesterday and closed 33 cents lower at \$314.48. This was up from \$313.21 the previous week.



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TODAY'S MARKET IDEAS:

After seeing heavy macro selling on Monday in live cattle, the opposite may be true today as prices may find support with the Fed potentially hinting at rate cuts following the conclusion of the FOMC meeting this afternoon. Cash trade is likely to hold off until later in the week and is expected to be steady with last week. Look for moving average support at 186.40 and the four-month high at 190.07 is the key to extending the rally further.

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 (OCT) 07/31/2024: Daily stochastics have risen into overbought territory which will tend to support reversal action if it occurs. A positive signal for trend short-term was given on a close over the 9-bar moving average. The close over the pivot swing is a somewhat positive setup. The near-term upside target is at 188.450. The next area of resistance is around 188.070 and 188.450, while 1st support hits today at 186.850 and below there at 185.970.

FEEDER CATTLE (SEP) 07/31/2024: Positive momentum studies in the neutral zone will tend to reinforce higher price action. The market's close below the 9-day moving average is an indication the short-term trend remains negative. The market has a slightly positive tilt with the close over the swing pivot. The near-term upside target is at 259.056. The next area of resistance is around 258.162 and 259.056, while 1st support hits today at 255.738

LCV24	187.450	60.22	59.14	67.34	73.96	187.85	186.10	185.30	183.99	182.97
FCU24	256.950	46.25	46.86	40.60	41.71	257.63	257.23	257.88	259.13	258.59
LHV24	74.770	48.27	48.03	79.19	75.12	76.40	76.14	73.64	76.19	78.21

Calculations based on previous session. Data collected 07/30/2024
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DAILY SWING STATISTICS

Contract		Support 2	Support 1	Pivot	Resist 1	Resist 2
MEAT COMPLEX						
LCV24	Live Cattle	185.950	186.820	187.200	188.070	188.450
FCU24	Feeder Cattle	254.206	255.737	256.631	258.162	259.056
LHV24	Lean Hogs	73.370	74.020	74.820	75.500	76.270

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