

# PROPOSED UB PORK CUTOUT METHODOLOGY CHANGE NOTICE

Posted November 6, 2023



Urner Barry regularly solicits feedback from stakeholders to ensure that our coverage reflects current trading conditions and practices. To improve market transparency and to provide stakeholders with meaningful information, Urner Barry is requesting feedback on the following proposed changes to its Pork Market methodology.

After careful analysis and consideration, Urner Barry is proposing amending calculations to the pork cutout to better reflect the volume of trade on the spot market. The amended report will reflect coverage on the items below according to the methodologies listed at this link:

## UB\_Methodology\_Pork\_2023.pdf

<i>Item</i>	<i>Reason</i>
Urner Barry Pork Cutout	The cutout has been calculated in a specific manner from 2003 to 2023, with modifications reflecting the industry's developments over the years. Recent data indicates that this pork cutout encompasses a formula based on composite values, drop values, and carcass percentages to create a total carcass value.

The following is the cutout to be EDITED on the UB Pork Report:

<i>Item</i>	<i>Reason</i>
Urner Barry Pork Cutout	When a specific cutting style is traded more frequently on the spot market compared to other styles that can be further broken down from the primal cut, this should exert a greater influence on the specific primal cut's value during the cutout calculation. Therefore, a cutout that incorporates trade volume into its computation will more accurately reflect the movement of the entire cutout value.

Stakeholders can provide input on the proposed changes during a comment period which will take place from November 6, 2023, to December 6, 2023. Remarks will be published on Urner Barry's market reporting methodology page at [www.urnerbarry.com/markets/methodologies](http://www.urnerbarry.com/markets/methodologies).

For more information or to submit a comment, please email Mason Augustino at [maugustino@urnerbarry.com](mailto:maugustino@urnerbarry.com) or Bill Smith at [bsmith@urnerbarry.com](mailto:bsmith@urnerbarry.com).

NOTICE: After the comment period, this amended pork reporting methodology will be posted to Urner Barry's website page at [www.urnerbarry.com/markets/methodologies](http://www.urnerbarry.com/markets/methodologies)