

2020 Lamb Cutout Update

Agricultural Marketing Service

LM_XL502
St. Joseph, MO

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USDA Market News

USDA ESTIMATED NATIONAL LAMB CARCASS CUTOUT

Based on 5-Day Rolling weighted average FOB plant prices collected under Mandatory Price Reporting and industry yields. Values reflect U.S. dollars per 100 pounds.

	CUTS	FOB PRICE	CHANGE	%CARCASS	LBS
	FORESADDLE				
204	RACK, 8-RIB MEDIUM	876.79	-0.89	5.68%	3.69
204C	RACK, ROAST-READY, FR	1,633.55	8.22	3.24%	2.11
209	BREAST **	269.76	-1.67	7.74%	5.03
207	SHOULDERS, SQ-CUT	332.43	1.43	22.96%	14.92
210	FORESHANK	425.84	-1.91	3.24%	2.11
	NECK **	203.00	2.75	2.38%	1.55
	FAT and BONE	10.00	0.00	3.44%	2.24
296	GROUND LAMB	568.55	-1.78	1.92%	1.25
	SHRINK			0.35%	0.23
	HINDSADDLE				
232	LOINS, TRIMMED 4X4	543.80	23.52	5.73%	3.72
232	LOINS, TRIMMED 1X1	581.64	7.25	3.55%	2.31
232E	FLANK, UNTRIMMED **	131.48	-3.98	2.86%	1.86
233A	LEG, TROTTER OFF	392.25	2.10	15.82%	10.28
234	LEG, BONELESS, TIED	560.03	-3.47	11.38%	7.40
	FAT and BONE	10.00	0.00	7.43%	4.83
296	GROUND LAMB	568.55	-1.78	1.93%	1.25
	SHRINK			0.35%	0.23

	GROSS CARCASS VALUE:	422.89	1.78	100.00%	65.00
	FORESADDLE VALUE	451.07	0.75	50.95%	33.12
	HINDSADDLE VALUE	393.62	2.84	49.05%	31.88
	Carcass value less process/packaging per cwt cost of			\$59.00	
	NET CARCASS VALUE	363.89	1.78		

* Fat and Bone an industry survey value for LM_XL502 calculation

* Based on Actual Federally Inspected Slaughter Carcass Weight of 65.00 lbs. for W/E 01/04/2020 , 4.00 lbs heavier than last week.

**Includes Fresh and Frozen Product

Background

- Cutout value first published after LMR began
- Fabrication yield values an industry average collected voluntarily
- Individual packer yield info held in strict confidence, same as LMR data
- Cutout component pricing derived from LM_XL500 report
- Gross cutout, net cutout, foresaddle, and hindsaddle values calculated

Reasons to Update Cutout

- Several popular high value items were not included
- Adding items provided the opportunity for the cutout to represent 100% of the carcass (consistent with AMS beef and pork cutouts)

Until 2020 the cutout was composed of these eight "base" items:

- Rack, 8-Rib Medium (IMPS 204)
- Breast
- Shoulders, Square Cut (IMPS 207)
- Foreshank (IMPS 210)
- Neck
- Loins, Trimmed 4X4 (IMPS 232)
- Flank, Untrimmed (IMPS 232E)
- Leg, Trotter Off (IMPS 233A)

Above items represent approximately 95% of the carcass

Added Items:

- Rack, Roast-Ready, Frenched (IMPS 204C)
- Loin, Trimmed 1X1 (IMPS 232)
- Leg, Boneless, Tied (IMPS 234)
- Ground Lamb (IMPS 296)
- Fat and Bone
- Shrink

Future upgrades may include:

- Composite primal value methodology for rack, shoulder, loin and leg
- Merging the LM_XL502 cutout and LM_XL500 cut items into a single report such as the beef (LM_XB403) and pork (LM_PK602) reports

Helpful Weblinks

- LM_XL502 Cutout Overview Document

<https://www.ams.usda.gov/sites/default/files/media/USDADailyLambCarcassCutoutReportOverview.pdf>

- DataMart link to LMR historical data

<https://mpr.datamart.ams.usda.gov/>

- LMR gateway link to general information

<https://www.ams.usda.gov/rules-regulations/mmr/lmr>

Questions or comments?

Thank you!

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