



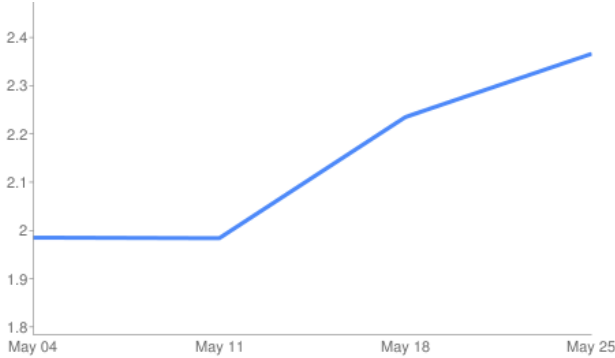
Bellissimo Foods - Market Update Week Ended May 26, 2017 Summary

“Market Data from Foodservice.com (www.foodservice.com)”



BEEF - Beef production last week declined 1.4% and was just .8% better than the same month last year. Near slaughter cattle supplies are somewhat limited but are expected to improve in the coming months. But lighter cattle weights may continue to temper output. The average dressed cattle weight for the week ending May 6th was 3.3% lighter than last year marking the biggest year over year decline in over 13 years. Beef demand is waning with the recent runup in prices. Spot ground beef shipments last week were the smallest in nearly two years. Further, the four-week total of forward beef sales is currently the smallest since January of 2016. This should weigh on the beef markets in the near term.

Ground Beef

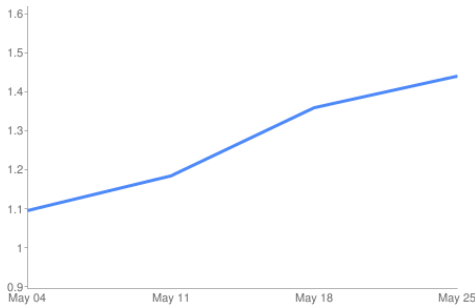


BEEF	Price	LstWk	Diff	Price 16
Ground Beef 81/19	\$2.366	\$2.235	\$0.1310	\$1.983
Ground Chuck	\$2.324	\$2.302	\$0.0220	\$2.053
116 Chuck (select)	\$2.463	\$2.548	(\$0.0850)	\$2.436
168 Inside Round (ch.)	\$2.171	\$2.357	(\$0.1860)	\$2.241
184 Top Butt, bnls (ch.)	\$3.659	\$3.870	(\$0.2110)	\$8.034
193 Flank Steak (choice)	\$5.346	\$5.354	(\$0.0080)	\$5.742
50% Trimmings	\$1.852	\$2.022	(\$0.1700)	\$0.535
75% Trimmings	\$1.740	\$1.622	\$0.1180	\$1.403
90% Trimmings	\$2.274	\$2.262	\$0.0120	\$2.178



PORK - Pork output last week fell .5% but was a whopping 6.4% larger than the same week a year ago. Despite this, pork prices are seasonally firming with the USDA pork cutout climbing to its most expensive level since last June. Retailers are said to be abandoning beef feature activity plans for the early summer due to the rise in beef prices which could swing more demand to pork. The rib markets could be especially impacted by such. Typically the sparerib markets rise near 10% between now and the Fourth of July holiday.

Belly (bacon)

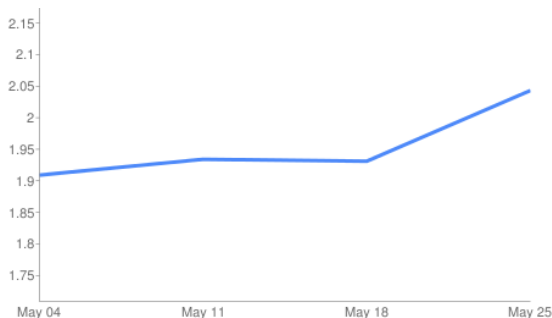


PORK	Price	LstWk	Diff	Price 16
Live Hogs	\$0.525	\$0.518	\$0.0070	\$0.554
Belly (bacon)	\$1.440	\$1.359	\$0.0810	\$0.996
Ham (23-27 lb.)	\$0.688	\$0.689	(\$0.0010)	\$0.641
Loin (bone-in)	\$0.872	\$0.842	\$0.0300	\$0.943
Tenderloin (1.25 lb.)	\$2.148	\$2.080	\$0.0680	\$2.696
Picnic, untrmd.	\$0.621	\$0.558	\$0.0630	\$0.552
42% Trimmings	\$0.417	\$0.388	\$0.0290	\$0.426



POULTRY - For the week ending May 13th, chicken production was 3.3% better than the previous week and was 2.3% larger than the same week last year. The six-week running total of chicken output is just .6% more than 2016, however. Recent data suggests that year over year chicken output growth could intensify later in 2017. The May 1st broiler layer flock was 1.3% bigger than the prior year and the biggest since the spring of 2011. The USDA is forecasting summer chicken output to be 1.6% larger than last year. Wing prices continue to firm due in a large part to the lackluster chicken production expansion and low stocks. April 30th chicken wing holdings were 20.5% less than 2016 and the smallest for any month since the summer of 2015.

Wings Jumbo Cut



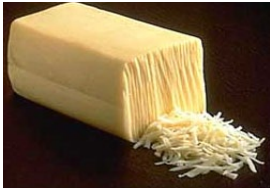
POULTRY	Price	LstWk	Diff	Price 16
Wings (jumbo, cut)	\$2.043	\$1.931	\$0.1120	\$1.552
Wing Index- (ARA)	\$2.041	\$1.960	\$0.0810	\$1.576
Breast, Bnless Index (ARA)	\$1.582	\$1.466	\$0.1160	\$1.190
Tenderloin Index- (ARA)	\$1.775	\$1.773	\$0.0020	\$1.840
Legs (whole)	\$0.528	\$0.491	\$0.0310	\$0.406
Leg Qtr Index (ARA)	\$0.376	\$0.371	\$0.0050	\$0.346
Thighs, bone in	\$0.736	\$0.664	\$0.0720	\$0.562



Bellissimo Foods - Market Update

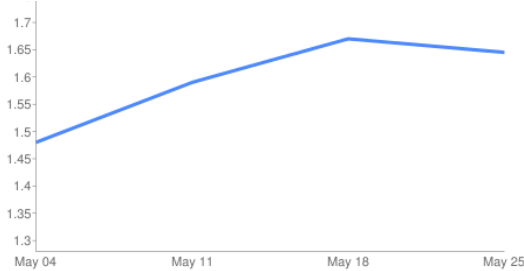
Week Ended May 26, 2017 Summary

“Market Data from Foodservice.com (www.foodservice.com)”



DAIRY - During April, U.S. milk output was 2% better than the previous year due to a 1.3% rise in milk per cow yields and a .7% larger milk cow herd. Milk farmers added a net 8,000 head to the herd during the month making it the largest since 1996. The big milk cow herd should continue to fuel solid year over year gains in milk production in the coming months which could limit the upside in cheese and nonfat dry milk prices. The USDA is forecasting summer milk output to be 2.5% larger than the prior year. Solid export demand could underpin butter prices during the near term.

Cheese Blocks



Dairy	Price	Last Week	Difference
Barrels	\$1.4830	\$1.5020	(\$0.0190)
40 lb. blocks	\$1.6825	\$1.6595	\$0.0230
Butter	\$1.5020	\$2.3740	(\$0.8720)
NFDM-Grade A	\$1.6595	\$0.8945	\$0.7650



OIL & GRAINS - Wheat futures and basis premium prices are higher this week. Markets seem to be reacting to unhelpful news of early harvested low protein winter wheat averages and more unneeded, untimely rain forecast for much of the nation's wheat crops. Protein content of this

year's winter wheat crop is crucial as last year's crop lacked protein. We are not off to a good start against this measurement, although early yield reports have been positive. Oklahoma's wheat harvest has been delayed by Monday night's storms, which likely also have damaged some of the crop. Futures may not continue to find much support, but we expect the basis may continue to increase until the markets are more certain we will see a decent supply of wheat with the protein millers require.

GRAINS + OILS	Price	LstWk	Diff	Price 16
Soybeans, bushel	9.279	9.493	(0.2140)	10.306
Crude Soybean Oil, lb.	0.305	0.311	(0.0060)	0.295
Corn, bushel	\$3.486	\$3.448	\$0.0380	\$3.80
Crude Corn Oil, lb.	\$0.375	\$0.381	(\$0.0060)	\$0.41
Distillers Grain, Dry	\$99.542	\$100.042	(\$0.5000)	\$146.77
HRW Wheat, bushel	\$3.920	\$3.840	\$0.0800	\$4.24
DNS Wheat 14%, bushel	\$5.640	\$6.540	(\$0.9000)	\$5.29
Durum Wheat, bushel	\$5.442	\$5.438	\$0.0040	\$5.64



KITCHEN SINK - Coffee prices have remained fairly range-bound as of late. World coffee supplies are expected to remain historically tight for the foreseeable future but it will be hard for

coffee prices to move notably higher unless the Brazilian real firms as well. Brazil has noteworthy political problems to say the least.

Kitchen	Price	LstWk	Diff	Price 16
Whole Peeled, Stand (6/10)	\$12.153	\$12.153	-	\$12.03
Tomato Paste- Industrial (lb.)	\$0.450	\$0.450	-	\$0.45
Coffee, lb., ICE	\$1.303	\$1.293	\$0.0100	\$1.22
Sugar, lb., ICE	\$0.281	\$0.285	(\$0.0040)	\$0.27



EURO vs. US Dollar

Current: \$0.8947

Lowest Last 30 Days: \$0.8888

Highest Last 30 Days: \$0.9208



Energy Commodities

ENERGY	Price	LstWk	Diff	Price 16
Crude Oil, barrel- nymex	\$51.490	\$49.280	\$2.2100	\$49.02
Natural Gas, mbtu- nymex	\$3.281	\$3.180	\$0.1010	\$2.17
Diesel Fuel, gal- nymex	\$1.619	\$1.543	\$0.0760	\$1.51
Electricity, mwht- nymex	\$35.370	\$35.790	(\$0.4200)	\$33.05
Gasoline, gal- nymex	\$1.663	\$1.609	\$0.0540	\$1.65
Diesel Fuel, gal- eia	\$2.539	\$2.544	(\$0.0050)	\$2.36
Ethanol, gal- usda	\$1.400	\$1.375	\$0.0250	\$1.54