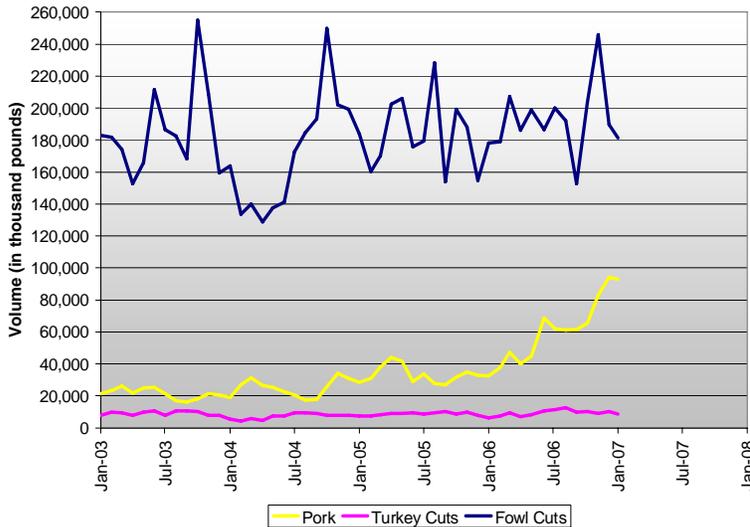
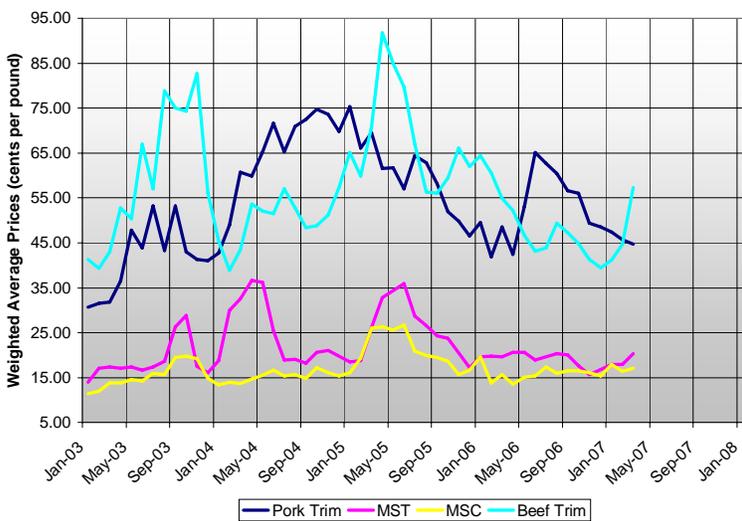


## An Export Volume Comparison of Frozen Pork Cuts (minus variety meats), Frozen Turkey Cuts, and Frozen Fowl Cuts



Sources: USDA, Foreign Agriculture Service  
USDA, AMS, Livestock and Grain Market News

## Price Comparison of Fresh 72% Lean Pork Trim, Frozen 15-20% Mechanically Separated Turkey, Frozen 15-20% Mechanically Separated Chicken, and National Frozen 50% Lean Beef Trim



Sources: USDA, AMS, Poultry Market News & Analysis  
USDA, AMS, Livestock and Grain Market News

**Avian Influenza confirmed in U.S.** On Saturday, March 31, 2007 the National Veterinary Services Laboratories confirmed that test results taken on March 30, 2007 from turkeys at a farm in West Virginia were indicative of exposure to an H5N2 avian influenza virus. The laboratories were highly certain it was not the highly pathogenic H5N1 virus that has spread through fowl in Asia. Indications are the virus may be a low pathogenic strain which pose no risk to human health.

The samples were taken from a flock of approximate 25,000 turkeys that showed no signs of illness during routine pre-slaughter surveillance.

The flock was depopulated and the affected producer will receive 100% indemnity for all specified costs associated with depopulation of the flock because of participation in the expanded National Poultry Improvement Plan. Enhanced bio-security measures have also been implemented along with increased surveillance of all flocks within a 6 mile radius. The United States Department of Agriculture policy is to eradicate all H5 and H7 subtypes because of their potential to mutate into highly pathogenic influenza.

As a result of the outbreak of AI in West Virginia, various countries including Cuba, Hong Kong, Japan (may not apply to dried egg products), Russia, Singapore and Taiwan.

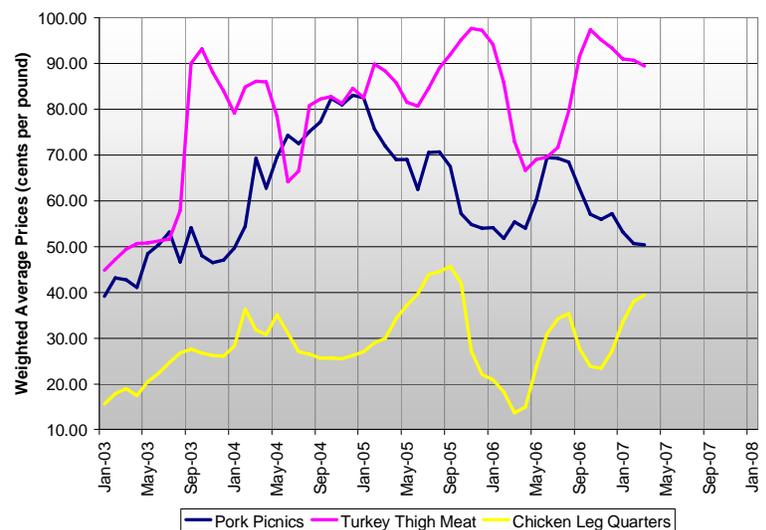
Source: various news sources

**South Korea** After almost 10 months of negotiations, the Republic of South Korea and the United States (U.S.) signed a free trade agreement (FTA). Under the agreement, over \$1 billion worth of U.S. farm exports will become duty-free immediately and most of the remaining tariffs and quotas, including most of poultry, will be phased out over the first 10 years the agreement in force. In 2004, poultry meat had tariffs ranging from 18%-27%. Involved in the negotiations was a bilateral agreement covering items such as meat inspection equivalency and regionalization to name a few.

A hold-up in the approval of the South Korean FTA could be the continued problems with beef imports into South Korea. President George Bush and members of the U.S. Congress have stated that the FTA will not pass the U.S. Congress until South Korea fully opens its beef market. South Korea may begin renegotiating guidelines for importing beef in June once the World Organization for Animal Health declares U.S. beef is at low risk for mad cow disease which may possibly happen in late May. After the declaration by the World Organization for Animal Health, some feel South Korea's beef markets could re-open within 3-4 months thus removing a major stumbling block for the FTA. Some minor issues that may also need to be solved of the FTA include a South Korean project of producing goods in North Korea's Kaesong industrial complex and Canadian cattle raised in the U.S. for 100 days.

Source: various news sources

## Price Comparison of Fresh Boneless Pork Picnics, Frozen Turkey Thigh Meat, and Fresh Chicken Leg Quarters



Sources: USDA, AMS, Poultry Market News & Analysis  
USDA, AMS, Livestock and Grain Market News

**INSPECTED EGG PRODUCTS-**

**U.S. & CANADA IMPORT/EXPORT TRADE**

**U.S. Exports to Canada, in Pounds (000) (Preliminary)**

Week Ending March 31, 2007	Year-To-Date			
TYPE	2007	2006 1/	2007 2/	2006
Liquid	98	313	1,772	2,556
Frozen	0	40	5	80
Dried	0	0	169	146
Total	98	353	1,946	2,782

**U.S. Imports From Canada, in Pounds (000) (Preliminary)**

Week Ending March 31, 2007	Year-To-Date			
TYPE	2007	2006 1/	2007 2/	2006
Liquid	188	78	4,111	738
Frozen	0	59	113	260
Dried	0	0	191	41
Total	188	137	4,415	1,039

**Inspected Shell Eggs**

**U.S Exports To Canada, In 30-Dozen Cases (Preliminary)**

Week Ending March 31, 2007	Year-To-Date			
TYPE	2007	2006 1/	2007 2/	2006
Jumbo	0	0	0	150
Extra Large	1,440	1,560	6,629	16,950
Large	3,730	3,030	20,391	21,165
Medium	1,680	1,740	11,255	18,215
Ungraded	390	750	13,070	17,360
Misc	0	0	85	1,020
Total	7,240	7,080	51,430	74,860

1/ Comparable Week, to-date figures may not total due to rounding.

2/ Includes revisions to previous week(s).

Data Source: Agriculture and Agri-Food Canada, AISD, AID, Poultry Section  
Source: USDA/AMS Poultry Programs, Market News & Analysis Branch.

**CENTRAL REGION MECHANICALLY SEPARATED CHICKEN**

F.O.B. SHIPPER DOCK OR EQUIVALENT, PRICES NEGOTIATED FOR MECHANICALLY SEPARATED CHICKEN IN THE CENTRAL REGION IN TRUCKLOT AND LESS THAN TRUCKLOT VOLUMES, CENTS PER POUND, DELIVERY WITHIN TWO WEEKS.

April 06, 2007

**CHICKEN WITH SKIN ADDED**

FAT CONTENT	--- PRICES ---		---- VOLUME ----	
	FROZEN	FRESH	TOTAL	EXPORT
15% OR LESS				
RANGE	-	16.00	40,800	-
WTD AVERAGE		16.00		
15-20%				
RANGE	15.00-19.00	11.25-15.00	2,683,708	402,508
WTD AVERAGE	16.38	12.96		
20% OR MORE				
RANGE	-	-	-	-
WTD AVERAGE				

\* INCLUDES THE STATES of AL, AR, IA, IL, IN, KS, KY, LA, MI, MN, MO, MS, ND, NE, OK, OH, SD, TN, TX, WI

**U.S./CANADIAN LIVE POULTRY SLAUGHTERED UNDER INSPECTION**

W/E 31-Mar-07 (PRELIMINARY)

**U.S. Fowl Slaughtered Domestically**

	Light Hens	Heavy Hens	Total Hens
-----Thousands-----			
Head	1,214	1,412	2,626
Last Week	1,115	1,138	2,253
Same week yr ago	1,166	1,433	2,599
To-date/2007	14,554	17,493	32,047
To-date/2006	15,763	18,652	34,415

**U.S. Fowl Slaughtered in Canada**

	Light Hens	Heavy Hens	Total Hens
-----Thousands-----			
Head	204	0	204
Last Week	192	0	192
Same week yr ago	339	0	339
To-date/2007	2,762	14	2,776
To-date/2006	3,351	7	3,358

Data Source: Agriculture and Agri-Food Canada, AISD, AID, Poultry Section

**Total U.S. Fowl slaughtered in the U.S. and Canada**

	Light Hens	Heavy Hens	Total Hens
-----Thousands-----			
Head	1,418	1,412	2,830
Last Week	1,307	1,138	2,445
Same week yr ago	1,505	1,433	2,938
To-date/2007	17,316	17,507	34,823
To-date/2006	19,114	18,659	37,773

Source: USDA/AMS Poultry Programs, Market News & Analysis Branch

**EASTERN REGION MECHANICALLY SEPARATED CHICKEN**

F.O.B. SHIPPER DOCK OR EQUIVALENT, PRICES NEGOTIATED FOR MECHANICALLY SEPARATED CHICKEN IN THE EASTERN REGION IN TRUCKLOT AND LESS THAN TRUCKLOT VOLUMES, CENTS PER POUND, DELIVERY WITHIN TWO WEEKS.

April 06, 2007

**CHICKEN WITH SKIN ADDED**

FAT CONTENT	--- PRICES ---		---- VOLUME ----	
	FROZEN	FRESH	TOTAL	EXPORT
15% OR LESS				
RANGE	16.50	16.00-17.00	540,200	260,200
WTD AVERAGE	16.50	16.50		
15-20%				
RANGE	16.00-21.00	11.00-16.00	1,566,400	722,400
WTD AVERAGE	16.79	13.77		
20% OR MORE				
RANGE	-	14.00	80,000	-
WTD AVERAGE		14.00		

\* INCLUDES THE STATES of CT, DE, FL, GA, MA, MD, ME, NC, NH, NJ, NY, PA, RI, SC, VA, VT, WV

**NATIONAL YOUNG TURKEY PARTS** INCLUDING BULK MEAT and FROZEN (UNLESS SPECIFIED), CENTS PER LB., DELIVERED FIRST RECEIVERS, PART AND FULL TRUCKLOTS AS OF 06 APRIL, 2007.

The market tone on white meat was steady to firm. Demand was light to moderate. Offerings were short to light. The market tone on tom bulk parts was steady. Demand was light to moderate. Offerings of tom bulk parts light and spotty due to holiday shortened work week.

	PRICE RANGE	L.S.T. CODE 1/	WTD AVG PRICE	VOLUME (000)	WEEKLY WTD AVG PRICE	WEEKLY VOLUME (000)
<b>FRIDAY, APRIL 06, 2007</b>						
DRUMSTICKS, TOMS	48.00		48.00	40	48.00	40
WINGS FULL-CUT - TOMS						
WINGS, V-TYPE, TOM	55.00		55.00	108	55.00	108
TAILS	27.00		27.00	1	27.00	1
MECHANICALLY SEPARATED 2/		F	22.00	104		
THIGH MEAT - FROZEN	86.00-88.00		87.40	468	87.40	468

<b>EXPORT TRADING</b>						
	PRICE RANGE	L.S.T. CODE 1/	WTD AVG PRICE	VOLUME (000)		
<b>THURSDAY, APRIL 05, 2007</b>						
DRUMSTICKS, TOMS		F	51.00	120		
WINGS FULL-CUT - TOMS						
WINGS, V-TYPE, TOM		F	51.67	156		
TAILS		F	25.00	240		
MECHANICALLY SEPARATED 2/		F	22.00	104		
THIGH MEAT - FROZEN		F	89.89	273		

<b>EXPORT TRADING</b>						
	PRICE RANGE	L.S.T. CODE 1/	WTD AVG PRICE	VOLUME (000)		
<b>WEDNESDAY, APRIL 04, 2007</b>						
DRUMSTICKS, TOMS		F	51.00	120		
WINGS FULL-CUT - TOMS						
WINGS, V-TYPE, TOM		F	51.67	156		
TAILS		F	25.00	240		
MECHANICALLY SEPARATED 2/		F	22.00	104		
THIGH MEAT - FROZEN		F	89.89	273		

<b>EXPORT TRADING</b>						
	PRICE RANGE	L.S.T. CODE 1/	WTD AVG PRICE	VOLUME (000)		
<b>TUESDAY, APRIL 03, 2007</b>						
DRUMSTICKS, TOMS		F	51.00	120		
WINGS FULL-CUT - TOMS						
WINGS, V-TYPE, TOM		F	51.67	156		
TAILS		F	25.00	240		
MECHANICALLY SEPARATED 2/		F	22.00	104		
THIGH MEAT - FROZEN		F	89.89	273		

<b>EXPORT TRADING</b>						
	PRICE RANGE	L.S.T. CODE 1/	WTD AVG PRICE	VOLUME (000)		
<b>MONDAY, APRIL 02, 2007</b>						
DRUMSTICKS, TOMS		F	51.00	120		
WINGS FULL-CUT - TOMS						
WINGS, V-TYPE, TOM		F	51.67	156		
TAILS		F	25.00	240		
MECHANICALLY SEPARATED 2/		F	22.00	104		
THIGH MEAT - FROZEN		F	89.89	273		

1/ CODES FOR LAST SIGNIFICANT TRADE (L.S.T.): M=MONDAY T=TUESDAY W=WEDNESDAY R=THURSDAY F=FRIDAY

2/ Product contains 15-20% fat with skin added.