



### World Meat Projections

Global meat consumption is projected to increase due to the growing world population and increased per capita meat consumption

Global population is projected to slow from an annual rate of 1.7% in the 1980s to a more restrained 1.1% per year for 2008-2017. Growth rates in most developing countries should remain above the rest of the world.

	<u>Population in billions</u>		% Chg
	1995	2015	
World	5.68	7.20	27%
Countries			
Developed	1.28	1.36	7%
Developing	4.40	5.83	33%

Rising incomes in developing countries are projected to result in stronger consumer demand for meat. Poultry products are competitive as they are relatively less expensive than beef or pork. According to FAO's June Food Outlook, poultry meat continues to be the most affordable meat.

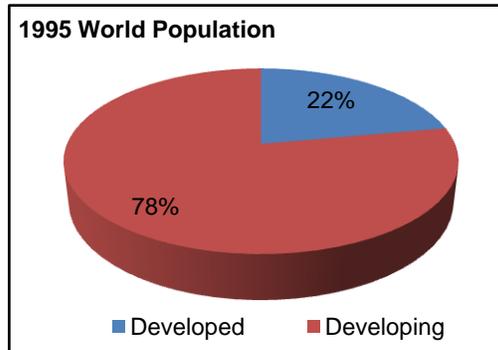
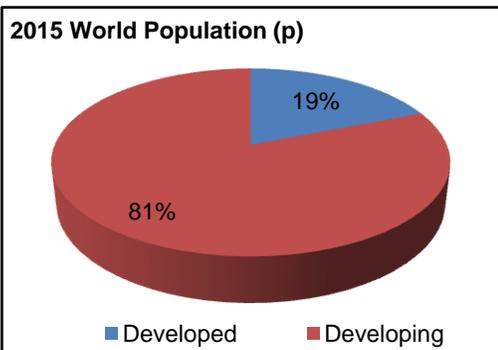
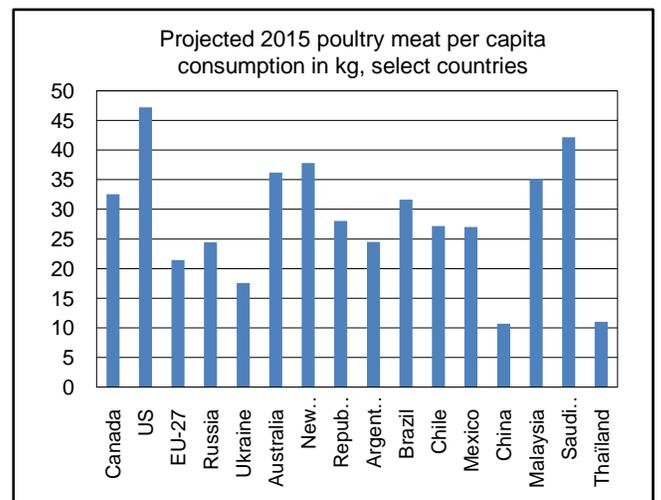
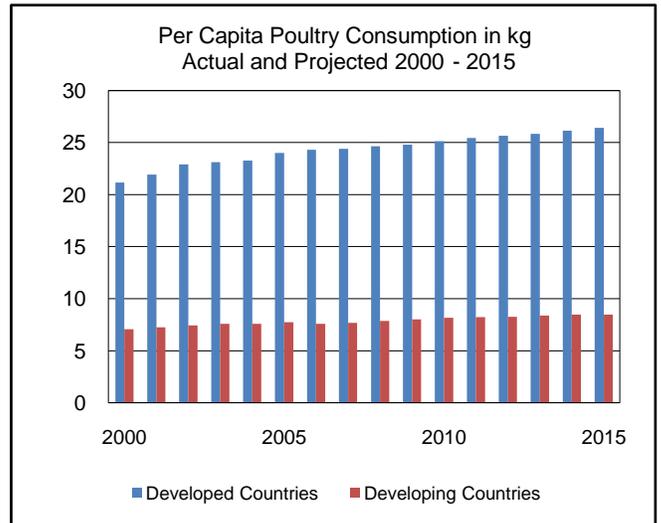
### Average Per Capita Income, % Change in Select Countries

	1991-2000	2001-2007	2008-2017
United States	3.0	2.9	2.9
EU-27	2.2	2.0	2.3
Russia	-3.6	6.3	5.5
China	10.5	9.9	8.4
Vietnam	7.4	7.5	

Total meat per capita consumption in developing countries totaled 19.74 kg in 1997 but is projected to total 26.92 kg by 2015. During this time, poultry meat consumption will grow from 6.06 to 8.48 kg, pigmeat from 8.03 to 11.51 and beef and veal from 4.25 to 5.23 kg.

### Annual Poultry Consumption in Select Countries, thousand metric tons

	2005	2010	2015
World	82,529	92,344	101,686
US	15,852	16,918	17,558
Mexico	2,996	3,129	3,290
Japan	1,667	1,702	1,653
Turkey	997	1,072	1,210
EU-27	11,439	11,733	12,336
Russia	2,717	3,392	3,865
Brazil	5,829	6,575	7,359
China	13,998	16,452	17,904
India	1,713	2,613	3,347



Sources: OECD-FAO extracted on July 17, 2008; USDA Long Term Projections February 2008; ERS Agricultural Baseline Projections: Global Trade, 2008-2017; FAO Food Outlook May 2008

**INSPECTED EGG PRODUCTS-**

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

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

Type	2008	2007 /1	2008 /2	2007
Liquid	0	101	396	2,462
Frozen	0	0	39	12
Dried	0	0	326	386
Total	0	101	761	2,860

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

Type	2008	2007 /1	2008 /2	2007
Liquid	25	344	10,185	8,510
Frozen	0	11	300	253
Dried	88	38	368	549
Total	113	393	10,853	9,312

**Inspected Shell Eggs**

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

Type	2008	2007 /1	2008 /2	2007
Jumbo	0	0	0	0
Extra Large	1,560	1,590	30,250	22,729
Large	1,550	1,640	33,483	38,625
Medium	824	2,250	24,701	28,565
Ungraded	8,556	0	210,884	22,520
Misc	0	0	1,562	3,205
Total	12,490	5,480	300,880	115,644

/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

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

Week Ending 12-Jul-08 (Preliminary)

**U.S. fowl slaughtered domestically**

	Light Hens	Heavy Hens	Total Hens
Head	1,352	1,821	3,173
Last Week	1,169	1,352	2,521
Same week yr ago	1,149	1,666	2,815
To-date/2008	39,151	43,864	83,015
To-date/2007	31,322	39,434	70,756

**U.S. fowl slaughtered in Canada**

	Light Hens	Heavy Hens	Total Hens
Head	175	0	175
Last Week	209	4	213
Same week yr ago	294	3	297
To-date/2008	8,920	38	8,958
To-date/2007	6,909	17	6,926

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
Head	1,527	1,821	3,348
Last Week	1,378	1,356	2,734
Same week yr ago	1,443	1,669	3,112
To-date/2008	48,071	43,902	91,973
To-date/2007	38,231	39,451	77,682

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

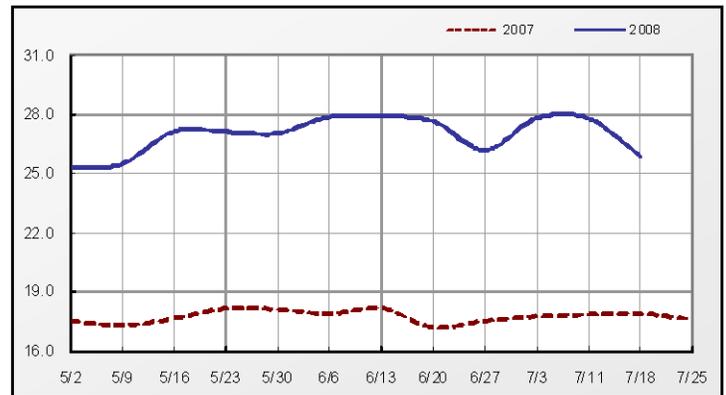
**NATIONAL MECHANICALLY SEPARATED CHICKEN**

(FOB Shipper Dock or equiv., negotiated prices in trucklot and less-than-trucklot volumes reported in thousand lb. quantities, cents/lb.; delivery within 2 weeks.)

The MSC market tone was steady to fully steady. Supplies of fresh 15-20% were balanced to well cleared with the remainder in close balance to tight. Demand for fresh and frozen was mostly moderate to good. Supplies of raw materials remained tight and where available held with confidence. Domestic trading was moderate to good. Export demand was good with most inquiry from Mexico and Central American countries. All schedules were full time. Frame values were steady ranging 5 to 9 cents FOB, mostly 7 to 9 cents.

**Weekly MSC Weighted Average Prices (cents/pound) and Volumes (1,000 pounds)**

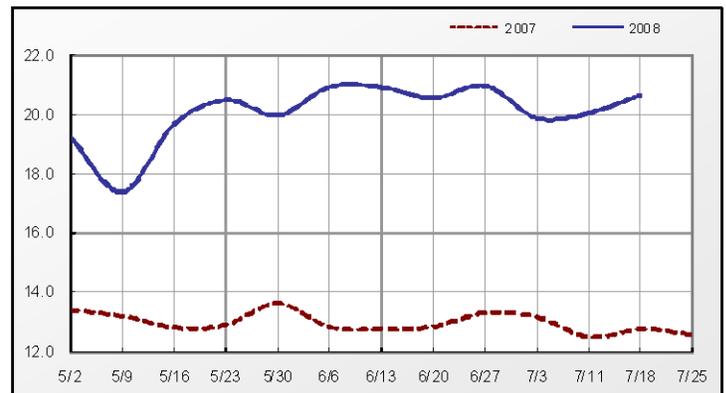
Fat Content	Frozen			Fresh		
	18-Jul-08	Last Week	Last Year	18-Jul-08	Last Week	Last Year
<b>15% or Less</b>						
Price Range	-	-	18.00	23.00 - 24.00	22.00 - 24.00	15.00- 16.00
Wtd Avg Price	-	-	18.00	23.50	23.17	15.89
Volume Traded	-	-	262	202	144	362
Volume Exported	-	-	262	-	-	-
<b>15-20%</b>						
Price Range	23.00 - 31.00	25.00 - 32.00	15.00-21.00	16.50 - 25.00	16.50 - 24.00	11.00-16.00
Wtd Avg Price	25.86	27.81	17.61	20.68	20.07	12.59
Volume Traded	892	1,283	1,657	2,735	3,932	2,069
Volume Exported	892	1,163	1,289	346	1,426	408
<b>20% or More</b>						
Price Range	-	-	-	-	-	14.00
Wtd Avg Price	-	-	-	-	-	14.00
Volume Traded	-	-	-	-	-	40
Volume Exported	-	-	-	-	-	-



**Monthly MSC Weighted Average Prices (cents/pound) and Volumes (1,000 pounds)**

Fat Content	Frozen			Fresh		
	Jun 2008	May 2008	Jun 2007	Jun 2008	May 2008	Jun 2007
<b>15% or Less</b>						
Wtd Avg Price	26.00	25.34	17.98	24.78	23.96	17.88
Volume Traded	164	386	1,429	684	878	1,665
Volume Exported	164	266	1,309	-	-	-
<b>15-20%</b>						
Wtd Avg Price	27.60	26.32	17.69	20.83	19.28	12.99
Volume Traded	5,261	7,125	8,020	10,252	12,816	12,822
Volume Exported	4,620	6,705	7,440	1,345	2,806	1,961
<b>20% or More</b>						
Wtd Avg Price	-	-	-	-	-	14.03
Volume Traded	-	-	-	-	-	725
Volume Exported	-	-	-	-	-	-

Note: Volume exported refers to that portion of the total volume that is destined for export markets.



**NATIONAL YOUNG TURKEY PARTS**, INCLUDING BULK MEAT and FROZEN (UNLESS SPECIFIED), CENTS PER LB., DELIVERED FIRST RECEIVERS, PART AND FULL TRUCKLOTS AS OF 18 JULY 2008.

The market tone on tom drums was steady to instances weak as some sellers demonstrate a willingness to negotiate in order to get excess inventories moved into export channels. The market tone on tom necks was steady to barely steady at best, tom full-cut wings steady to barely steady with increased confidence starting to be noted in response to the increased export interest, tom 2-joint wings barely steady to steady mostly steady, tails steady to firm. Demand on tom drums light to moderate, tom wings moderate to good, tom necks light at best, and tails moderate. Offerings of tom wings and necks adequate to fully adequate, tom drums mixed, and tails light. Domestic trading slow to moderate, exports active. For domestic (fresh): wing meat with skin 86, breast trim 123 cents delivered. For export: fresh -20% MST 27, tom necks 37-39 cents delivered.

<b>EXPORT TRADING</b>	<b>PRICE</b>	<b>L.S.T.</b>	<b>WTD AVG</b>	<b>VOLUME</b>	<b>WEEKLY</b>	<b>WEEKLY</b>
<b>FRIDAY, JULY 18, 2008</b>	<b>RANGE</b>	<b>CODE 1/</b>	<b>PRICE</b>	<b>(000)</b>	<b>PRICE</b>	<b>(000)</b>
DRUMSTICKS, TOMS	48.00-54.00		49.21	930	49.66	1,793
WINGS FULL-CUT - TOMS	41.00-44.00		43.52	836	44.43	1,322
WINGS, V-TYPE, TOM	58.00-59.00		58.50	432	61.14	1,566
TAILS		W	38.75	456	38.81	576
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN	26.00-27.00		26.21	560	26.12	1,004

<b>EXPORT TRADING</b>	<b>PRICE</b>	<b>L.S.T.</b>	<b>WTD AVG</b>	<b>VOLUME</b>
<b>THURSDAY, JULY 17, 2008</b>	<b>RANGE</b>	<b>CODE 1/</b>	<b>PRICE</b>	<b>(000)</b>
DRUMSTICKS, TOMS	50.00		50.00	405
WINGS FULL-CUT - TOMS	46.00		46.00	108
WINGS, V-TYPE, TOM		W	62.58	1,026
TAILS		W	38.75	456
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN		W	26.00	324
		R	103.00	80

<b>EXPORT TRADING</b>	<b>PRICE</b>	<b>L.S.T.</b>	<b>WTD AVG</b>	<b>VOLUME</b>
<b>WEDNESDAY, JULY 16, 2008</b>	<b>RANGE</b>	<b>CODE 1/</b>	<b>PRICE</b>	<b>(000)</b>
DRUMSTICKS, TOMS	50.00		50.00	270
WINGS FULL-CUT - TOMS	46.00		46.00	270
WINGS, V-TYPE, TOM	57.00-67.00		62.58	1,026
TAILS	36.00-42.00		38.75	456
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN	26.00		26.00	324
		R	103.00	80

<b>EXPORT TRADING</b>	<b>PRICE</b>	<b>L.S.T.</b>	<b>WTD AVG</b>	<b>VOLUME</b>
<b>TUESDAY, JULY 15, 2008</b>	<b>RANGE</b>	<b>CODE 1/</b>	<b>PRICE</b>	<b>(000)</b>
DRUMSTICKS, TOMS		M	50.70	188
WINGS FULL-CUT - TOMS		M	46.00	108
WINGS, V-TYPE, TOM		M	58.00	108
TAILS		M	39.00	120
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN		M	26.00	120
		R	103.00	80

<b>EXPORT TRADING</b>	<b>PRICE</b>	<b>L.S.T.</b>	<b>WTD AVG</b>	<b>VOLUME</b>
<b>MONDAY, JULY 14, 2008</b>	<b>RANGE</b>	<b>CODE 1/</b>	<b>PRICE</b>	<b>(000)</b>
DRUMSTICKS, TOMS	49.00-53.00		50.70	188
WINGS FULL-CUT - TOMS	46.00		46.00	108
WINGS, V-TYPE, TOM	58.00		58.00	108
TAILS	39.00		39.00	120
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN	26.00		26.00	120
		R	103.00	80

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.