

BROILER MARKET NEWS REPORT

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Market News Branch & Analysis



NATIONAL BROILER MARKET AT-A-GLANCE

Trade sentiment was steady to at least steady in the East, steady elsewhere. Retail and food service demand was light to moderate, mostly fair, best where features were in progress. Many buyers are preparing to build inventories in anticipation of improved movement for the holiday next week. Supplies of all sizes were adequate to fully adequate to satisfy current trade needs. Floor stocks were balanced to short. In the parts structure movement was fair to moderate for mid week business. Breast items were in good supply and clearing well. Wings and most dark meat items were sufficient. In production areas live supplies were moderate. Weights were mostly desirable to light.

GEORGIA FOB DOCK PRICES The Georgia f.o.b. dock quoted price on broilers/fryers for next week's trading advanced .25 cents to 88.75 cents based on full truck load lots of ice-packed USDA grade "A" sized 2 1/2 to 3 pound birds. This compares to 86.75 cents last year on June 25, 2008.

GA f.o.b. dock quoted prices on ice-packed parts for next week's trading. **DOCK PRICE**

ITEM	(CENTS DED DOUND)
I I EIVI	(CENTS PER POUND)
LINE RUN TENDERS	175.00
BREASTS - B/S	157.50
BREASTS - WHOLE	96.00
THIGH MEAT - B/S	125.50
THIGHS	64.00
DRUMSTICKS	65.50
LEG QUARTERS	52.50
WINGS	138.00

Information supplied by the GA Dept of Ag's Poultry Market News Service.

<u>SOUTHERN REGION</u> Trade sentiment was steady. Demand for mid-week trading was no better than fair with trading usually limited to regular commitments. Supplies of all sizes were adequate to well cleared to satisfy trade needs. In the parts structure, movement was fair to moderate. Breast items were mostly sufficient, however, bone-in and tenders were balanced to well cleared. Wings and dark meat items ranged adequate to available. In production areas, live supplies were moderate at mostly desirable to slightly lighter weights.

NORTHEAST REGION Trucklot buying activity on ready-to-cook whole broiler/fryers was generally fair to moderate during midweek trading. Offerings of all sizes were sufficient for current needs. Movement through retail and distributive channels was fair. The market tone was steady to at least steady. In the parts complex, breast items and tenders were in good balance to well cleared. Dark meat cuts were adequate and clearing satisfactorily.

MIDWEST REGION The whole broiler fryer market tone was steady with offerings light to adequate, hot weather continues to affect weights available. Demand into retail and distributive channels was light to moderate with continuing best consumer activity on featured items and into catering and fast food outlets. Floor stocks were generally balanced; weights desirable to light. Supplies of bone-in breasts and tenders were adequate to close, boneless skinless breasts tight and adequate to instances available on the balance of parts. The trade sentiment was fully steady on bone-in breasts, boneless skinless breasts and tenders, and mostly steady on the remainder of items.

WESTERN REGION Whole fryer and wog market tone was steady with offers limited for the moderate to good interest. Retail and food service demand was light to fair as expected for the end of the month business. Floor stocks were closely balanced to short. Many buyers are preparing to build inventories in anticipation of improved movement for the holiday next week. Sizes were desirable to light. Parts supplies were adequate to close. The market tone was fully steady to instances firm on bone-in breasts, tenders, and boneless skinless breasts, and steady on the balance.

BROILER -TYPE EGGS SET IN 19 SELECTED STATES DOWN 5 PERCENT

Commercial hatcheries in the 19-State weekly program set 202 million eggs in incubators during the week ending June 20, 2009. This was down 5 percent from the eggs set the corresponding week a year earlier. Average hatchability for chicks hatched during the week was 85 percent. Average hatchability is calculated by dividing chicks hatched during the week by eggs set three weeks earlier.

BROILER CHICKS PLACED DOWN 5 PERCENT

Broiler growers in the 19-State weekly program placed 171 million chicks for meat production during the week ending June 20, 2009. Placements were down 5 percent from the comparable week a year earlier. Cumulative placements from December 28, 2008 through June 20, 2009 were 4.20 billion, down 6 percent from the same period a year earlier.

BROILER-TYPE EGGS SET AND BROILER CHICKS PLACED TOTAL 19 SELECTED STATES

<u></u>			=
			PERCENT CHANGE
WEEK ENDING 06/20/	09 2009	<u>2008</u>	PREVIOUS YEAR
	Tho	usand	
EGGS SET	202,496	213,178	-5
CHICKS PLACED Source: NASS, USDA	170,636	179,576	-5

WEEKLY FRYERS AVAILABLE FOR MARKETING

Based on the preliminary chick placements, the number of fryers available for marketing during the week ending 01-Aug-09 is estimated at 157.1 million head. This compares to 157.0 million head the previous week and to 168.8 million head the same week a year ago, when the slaughter was 168.7 million head and the composite weighted average price was 82.28 cents per pound.

JUNE 23

SOUTHERN STATES BROILER/FRYER PARTS

JUNE 24

F.O.B. DOCK OR EQUIVALENT, ICED-PACKED, PRICES SHOWN ARE DAY OF SHIPMENT (INCLUDES CURRENT AND PRIOR NEGOTIATIONS), TRUCKLOT AND LESS THAN TRUCKLOT VOLUME, CENTS PER POUND.

		, .							
POUNDS WTD				. P	OUND	S		WTD	
<u>ITEM</u>	(000)	RANGE	MAJORITY	<u>AVG</u>	<u>ITEM</u>	<u>(000)</u>	RANGE	MAJORITY	<u>AVG</u>
BREAST - B/S	449	140.00-210.00	-	147.24	BREAST - B/S	413	130.00-202.00	-	145.85
TENDERLOINS	152	137.00-205.00	-	148.55	TENDERLOINS	248	135.00-198.00	-	143.83
BREAST - LINE RUN	131	92.00-102.00	-	94.92	BREAST - LINE RUN	161	92.00-99.00	-	94.56
FRONT HALVES	TO	OO FEW TO REF	PORT		FRONT HALVES	٦	TOO FEW TO RE	EPORT	
LEGS	TO	OO FEW TO REF	PORT		LEGS	٦	TOO FEW TO RE	EPORT	
LEG QUARTERS (BULK)	485	47.00-51.00	48-49	49.31	LEG QUARTERS (BULK)	401	45.00-51.00	-	48.99
LEG QUARTERS (4/10)	785	49.00-53.00	50-51	50.32	LEG QUARTERS (4/10)	622	47.00-53.00	-	50.27
WINGS (WHOLE)	155	130.00-142.00	-	133.23	WINGS (WHOLE)	150	130.00-139.00	-	134.20
WINGS (CUT)	209	148.00-155.00	-	151.13	WINGS (CUT)	٦	TOO FEW TO RE	EPORT	
DRUMSTICKS	TO	OO FEW TO REF	PORT		DRUMSTICKS	7	TOO FEW TO RE	EPORT	
THIGHS	TO	OO FEW TO REF	PORT		THIGHS	٦	TOO FEW TO RE	EPORT	
B/S THIGHS	TO	OO FEW TO REF	PORT		B/S THIGHS	٦	TOO FEW TO RE	EPORT	

WHOLE BODY INDEX BASED ON SOUTHERN STATES PARTS TRADING FOR F.O.B. DOCK

 RANGE
 TODAY'S AVERAGE
 RANGE
 TODAY'S AVERAGE
 5-DAY AVERAGE

 64.00 - 69.00
 67.07
 63.00 - 68.50
 66.27
 66.31

The index is intended solely as an indicator of values for commodity-type product and does not represent industry's willingness to sell or ability to buy.

NORTHEAST BROILER/FRYER PARTS - Trucklot buying activity was fair to mostly moderate and dealers noted an air of optimism as they looked to the July 4th week. Offerings of breast items were better balanced with boneless skinless breasts and tenders clearing well under normal premiums. Wings and most dark meat cuts were adequate to balanced and clearing satisfactorily. Retail and distributive movement had improved and was fair to moderate. The market tone was fully steady to firm for tenders and boneless skinless breast. The balance of items were mostly steady.

ICE PACKED BROILER/FRYER PARTS, DELIVERED TO FIRST RECEIVERS IN POOL TRUCKLOT AND TRUCKLOT QUANTITIES, CENTS PER POUND.

	CURRENT NEG	WTD			CURRENT NEG	WTD	
ITEM	TRADING*	AVG	VOL/LBS	ITEM	TRADING*	AVG	VOL/LBS
BREAST - B/S	150-155	143.07	603,260	BREAST - B/S	150-155	143.10	641,374
TENDERLOINS	145	145.98	190,326	TENDERLOINS	145-150	145.69	63,160
BREAST - WITH RIBS	94-95	97.24	279,600	BREAST - WITH RIBS	94-95	102.05	92,200
BREAST - LINE RUN	94	96.42	59,400	BREAST - LINE RUN	94	96.42	59,400
LEGS	66-67	61.49	324,240	LEGS	66-67	61.60	317,600
LEG QUARTERS (BULK)	50-51	50.09	375,040	LEG QUARTERS (BULK)	50-51	51.13	221,080
DRUMSTICKS	59-60	66.46	105,930	DRUMSTICKS	59-60	69.18	58,320
THIGHS	59-60	67.68	85,150	THIGHS	59-60	68.52	51,480
B/S THIGHS	121-122	124.41	71,960	B/S THIGHS	121-122	124.87	57,080
WINGS (WHOLE)	134-135	139.35	160,960	WINGS (WHOLE)	134-135	141.01	164,040
BACKS AND NECKS (STRIF	PPED) 13-15	14.76	27,310	BACKS AND NECKS (STRIP	PED) 13-15	15.00	14,360
LIVERS (5 POUND TUBS)	45-50	48.12	13,240	LIVERS (5 POUND TUBS)	45-50	47.00	11,440
GIZZARDS (HEARTS)	65-70	69.59	15,240	GIZZARDS (HEARTS)	65-70	67.30	21,160

INCLUDES NY CITY METRO. AREA, NORTHERN NJ, MA, CT, RI, & PA (NORTHEAST OF HARRISBURG). * TODAY'S NEG. SALES AS OF 11:30 A.M. ** WEIGHTED AVERAGE PRICE OF ALL GRADES AND BRANDS OF PRODUCT SHIPPED, OR TO BE SHIPPED AS OF 1:30 P.M.

ESTIMATED SLAUGHTER OF BROILER-FRYERS

								<u>AVG</u>
	ESTI	MATED	<u>ACTUAL</u>		AVG WTS		ACTUAL	<u>WTS</u>
	(1,000)		(1,000)				(1,000)	
	06/24	06/23	06/22	06/19	06/22	06/19	06/17	06/15
Alabama	3,916	4,087	3,960	4,030	5.30	5.50	3,780	5.40
Arkansas	5,160	5,227	5,103	4,183	5.19	4.86	5,202	5.26
Delmarva	2,252	2,226	2,206	2,555	6.01	6.14	2,230	6.06
KY-LA-TN	2,087	2,079	2,055	2,055	4.99	4.84	2,014	5.00
Mississippi	2,533	2,877	2,485	2,990	5.94	5.67	2,682	5.81
North Carolina	2,681	2,765	2,593	2,818	7.01	6.91	2,671	7.02
Texas	2,703	2,651	2,505	2,653	5.83	5.30	2,804	5.45
Total	21,332	21,912	20,907	21,284	5.67	5.57	21,383	5.66
Mon-Wed	65,191 ((A)					64,176 (<i>A</i>	A)

(A) Weekly cumulative for states listed above.

Broiler-fryer slaughter under federal inspection for 24-Jun-09 is estimated to be 31,915,000 head down 0.54 percent from a week ago and down -0.48 percent from a year ago.

(Last week 32,087,000, last year 32,068,000)

SOUTHERN CALIFORNIA (L.A. AREA) PROCESSED POULTRY, DLVRD TO RETAILERS

FRESH FRYERS 109-119
ROASTERS 4# & UP 125-135
HENS UNDER 5#
HENS OVER 5#
DUCKS
RABBITS-WHOLE
RABBITS-CUT UP

SAN FRANCISCO PROCESSED POULTRY DLVRD TO RESTAURANTS AND INSTITUTIONS

		RANGE
FRESH FRYERS	ICE PACK	159
	DRY PACK	121-159
ROASTERS 4# & UP	ICE PACK	175
	DRY PACK	127
HENS OVER 5#	ICE PACK	125
	DRY PACK	128
DUCKS		259-262

ESTIMATED U.S. LIVE POULTRY SLAUGHTER

UNDER FEDERAL INSPECTION FOR WEEK ENDING 27-June-09

ONDER I EDERAE INOI EOTION I OR WEEK ENDING 27 Julie 03							
	PREVIOUS WEEK						
	06/27/09 (1)	06/20/09					
Class	Thousand	head					
Broiler/fryer	166,893(2)	160,165					
Light hens	1,578	1,622					
Heavy hens	1,378	1,428					
Total	169,849	163,215					
(1)ESTIMATED							
(a) TI (1							

(2)The estimated number of broiler-fryers available for slaughter the week ending 27-Jun-09 is 158.7 million head compared to 170.8 million head slaughtered the same week last year. The estimated U.S. slaughter this week is 167.2 million head or 8.5 million more than estimated available. For the week of 04-Jul-09 the estimated available is 157.6 million head.

WEEKLY COLD STORAGE HOLDINGS -

Selected Cer	iters (Inc	c. Gov't Sto	ocks)	(In Thousands)		
	Processed	Turkeys	Proc	cessed other Poultry		
		Lbs		Lbs		
AM 06/22/09		154,677		62,733		
AM 06/01/09		143,595		64,732		
CHG		11082		-1999		
PCT CHG		8%		-3%		

COLD STORAGE MOVEMENT – (In Thousands)

	Proc	essed Tu	rkeys	Processed other Poultry			
	06/22/09	06/15/09	06/23/08	06/22/09 06/15/09 06/23/08			
PACIFIC							
COAST	2,454	2,412	1,035	7,992	7,705	7,723	
LOS							
ANGELE	S 215	177	250	1,302	1,062	1,505	

HACKETTSTOWN POULTRY SALES FOR 06-23-09

*AI PAPERS REQUIR	RED T	O SE	LL ALL	OUT OF STATE PO	ULTR	Υ	
	LO	HI	AVG		LO	HI	AVG
HEAVY FOWL lb.	-	.50	-	HEAVY FOWL ea.	-	4.75	-
LIGHT FOWL lb.				LIGHT FOWL ea.	-	-	-
MIXED FOWL lb.	-	-	-	MIXED FOWL ea.	-	-	-
	-		-	BANTAMS ea.			-
	-		-	BROILERS ea.	-	-	-
ROASTERS lb.	-	-	-	ROASTERS ea.	-	-	-
FRYERS lb.	-	-		FRYERS ea.	-	-	-
CHICKS lb.	-	-	-	CHICKS ea.	.50	3.00	.92
PULLETS lb.	-	-	-	PULLETS ea.	2.50	6.75	5.38
BUNNIES lb.	-	-	-	BUNNIES ea.	.75	2.50	1.83
ROOSTERS lb.	-	-	-	ROOSTERS ea.			-
	-			GEESE ea.	-	-	-
TURKEYS lb.	-	-	-	TURKEYS ea.	-	-	-
				DUCKS ea.	-	-	-
RABBITS lb.	.45	2.30	1.83	RABBITS ea.	1.00	4.00	3.72
PIGEONS lb.	-	-	-	PIGEONS ea.	4.00	7.00	5.39
GUINEA FOWL lb.	-	-	-	GUINEA FWL ea.	6.75	8.25	7.29
DUCKLINGS lb.	-	-	-	DUCKLINGS ea.	-	-	-
GUINEA KEETS ea.				CALL DUCKS ea.	-	-	-
SILKIES ea.				GOSLINGS ea.		-	-
GUINEA PIGS ea.	-	-	-	TRKY POULTS ea	ì	-	-
CHUKARS ea.	-	-	-	PEACOCKS ea.	-	-	-
PARTRIDGES ea.				COCKATIELS ea.	-	-	-
DOVES ea.	-	-	-	ROASTERS ea.	-	-	
TOTAL COOPS 52							

MAJOR WHOLESALE MARKETS - MEXICO CITY

			ending June	19. 2009		
00opc	Whole		Legs	Necks, Backs	Livers/	
	Chickens	Breasts	W/Thighs	& Wings	Gizzards	Hens
RAYON	l					
Low	71.10	135.43	88.03	20.31	6.77	47.40
High	82.27	148.97	94.80	23.70	10.16	47.40
Mostly	82.27	142.20	91.41	22.01	10.16	47.40
SAN JU						
Low	70.08	135.43	84.64	20.31	6.77	47.40
High	81.26	145.58	91.41	23.70	10.16	47.40
Mostly	81.26	142.20	88.03	20.31	6.77	47.40
NEW S	AN JUAN					
Low	72.79	135.43	88.03	16.93	10.16	50.78
	82.95	145.58	94.80	23.70	13.54	50.78
High						
Mostly	82.95	142.20	91.41	23.70	13.54	50.78
BECER	RA					
Low	74.48	138.81	91.41	20.31	10.16	81.26
High	81.26	148.97	98.18	27.09	13.54	81.26
Mostly	81.26	145.58	94.80	27.09	10.16	81.26

CENTRAL REGION MISCELLANEOUS POULTRY

READY-TO-COOK PRICES NEGOTIATED FOR DELIVERY TO FIRST RECEIVERS, U.S. GRADE A AND PLANT GRADE, 5 LBS. AND UP, CENTS PER POUND FOR THE WEEK OF JUNE 22, 2009

RANGE

HENS ICE PACKED (12 PER BOX) 75-86 VACUUM PACKED (6-9 PER BOX) 75-95

<u>DELMARVA</u> Movement of ready-to-cook whole birds ranged mostly fair to moderate. Seller offerings were at least sufficient for current trade needs. Live supplies were moderate; weights were mostly desirable to light. Processing schedules were moderate to moderately heavy. Less than trucklot asking prices were unchanged at 83 to 94 cents. Trade sentiment was steady. In the parts complex, bone-in breasts and tenders were in good balance to well cleared. Wings and most dark meat cuts were usually adequate and clearing satisfactorily.

*BROILER/FRYER CURRENT NEGOTIATED PRICES FOR IMMEDIATE DELIVERY INCLUDES MOSTLY MULTIPLE-DROP SHIPMENTS OF BRANDED AND WING TAGGED TO NEW YORK CITY FROM DELMARVA

BRANDED U.S. GRADE A

RANGE	81-99
WEIGHTED AVERAGE	(A)
NO. OF BOXES	(A)
(A) Not reported to avoid disclosing individu	al operations.

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