

# INTERNATIONAL EGG AND POULTRY REVIEW

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U.S. Department of Agriculture Agricultural Marketing Service

China Imposes Anti-dumping Duties on US Poultry Imports

China's Ministry of Commerce announced February 5, 2010 its decision to impose preliminary import duties on US poultry imports effective February 13, 2010. Once effective, US exporters will be required to deposit the duty with Chinese customs. A list of 35 US exporters was released February 5 with varying duties per company listed. Companies not listed will have to pay upwards of 105.4%. All affected companies have 20 days to appeal the decision.

Chinese officials base the decision on information collected during an anti-dumping investigation on US poultry started back in September 2009. The investigation claims the US was exporting chicken to China at very low prices making it difficult for Chinese producers to compete. China and Hong Kong are the largest export markets for US paws. China is the third largest export market for US broiler meat.

This response comes a day after China's request for a ruling from the World Trade Organization on duties imposed on Chinese shoes from the European Union. The announcement is also one of many trade disputes between China and the US: US claims that the Chinese Yuan has been artificially undervalued giving Chinese companies an advantage in the international marketplace, accusations of protectionism, the US imposition of duties on Chinese-made low-end tires, the US ban on imports of Chinese poultry, and other issues regarding steel pipes, movies, and books.

G7 Finance Ministers and the Central Bank of Governors recently met in Iqaluit, Canada to discuss many issues including currencies and the value of the Chinese Yuan. The group offered direction, but few details. The general theme was continued emphasis on economic recovery. Source: Various News Wires/USDA AMS PMNA

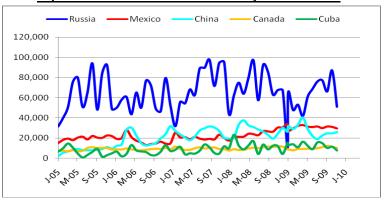
### China's Broiler Meat Supply and Demand ('000 Metric Tons)

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Production	10,350	11,291	11,840	12,100	12,500
Imports	343	482	399	370	360
Exports	322	358	285	250	254
Per Capita Cons.	7.9	8.6	9.0	9.1	9.4
Total Dom. Cons.	. 10,371	11,415	11,954	12,220	12,606
Note: Per Capita C	ons. = Pe	r Capita C	onsumption	(KG). Total L	Dom. Cons. =
Total Domestic Co	nsumption	ı (MT). So	urce: USDA	FAS Produc	ction, Supply,
and Distribution.					

### US Chicken Exports to China by Value ('000 Dollars)

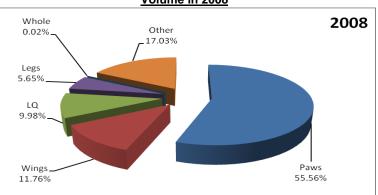
<u> </u>	OC CHICKCH Exports to China by Value ( 000 Dollars)					
	2006	2007	2008	2008*	2009*	%
Paws	129,420	235,779	280,256	264,435	254,431	-4%
Wings	54,924	90,025	118,542	112,233	76,596	-32%
LQ	24,184	59,923	72,064	66,673	60,273	-10%
Legs	33,033	46,218	53,555	50,958	43,332	-15%
Whole	32	371	189	111	205	84.7%
Other	55,620	127,881	157,005	147,377	156,179	6%
Total	297,213	560,197	681,611	641,787	591,016	-8%
Note: All data is from January-December with the exception of 2008* and						
2009*, which includes January-November. % = Percentage Change from						
2008*-20	009*.		_			

# Poultry Programs Market News and Analysis Branch Top Destinations of US Broiler Meat by Volume in MT

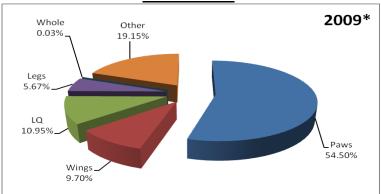


Source: Department of Commerce, US Census Bureau, Foreign Trade Statistics/USDA FAS

# Percentage Break Out of US Chicken Exports to China by Volume in 2008

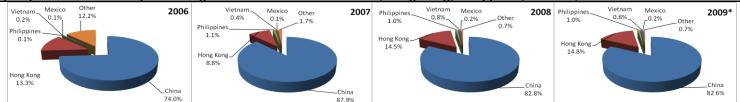


# Percentage Break Out of US Chicken Exports to China by Volume in 2009\*



Note: All data for 2008 is from January-December; 2009\* data is January-November. Paws = Paws and Feet HS0207140045. Wings = Wings and Wing Tips HS0207140030. LQ = Leg Quarters HS0207140010. Legs = Legs excluding Leg Quarters HS0207140025. Whole = Frozen Whole Chickens HS0207120020. Source: Department of Commerce, US Census Bureau, Foreign Trade Statistics/USDA FAS

## Top Exports of US Paws by Percentage of the Total Volume to China, Hong Kong, Philippines, Vietnam, Mexico and Other Destinations



Note: All data is January-December except for 2009\*, which only includes exports from January-November.

Source: USDA FAS

Total

233

# **INSPECTED EGG PRODUCTS-**

## & CANADA IMPORT/EXPORT TRADE

U.S. Exports to Canada, in Pounds (000) (Preliminary)							
Week Endir	ng January 30,	Year-To-	Date				
Type	2010	2009 /1	2010 /2	2009			
Liquid	141	96	531	192			
Frozen	0	0	0	0			
Dried	0	0	40	41			

96

571

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

vveek Ending	g January 30	, 2010	Year-To-Date		
Туре	2010	2009 /1	2010 /2	2009	
Liquid	417	369	1,452	1,357	
Frozen	0	2	27	67	
Dried	0	0	0	0	
Total	417	371	1,479	1,424	

### **Inspected Shell Eggs**

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

Week Ending	January 30,	2010	Year-To-	·Date
	2010	2009 /1	2010 /2	2009
Jumbo	0	0	0	0
Extra Large	0	351	1,500	643
Large	0	314	800	5,360
Medium	0	0	0	0
Ungraded	4,740	888	17,244	2,064
Misc	0	75	0	136
Total	4,740	1,628	19,544	8,203
/1 Comparable	Mook to do	to figures may no	at total due to rei	ındina

/1 Comparable Week, to-date figures may not total due to rounding. /2 Includes revisions to previous week(s)

141

Note: Year to-date totals reflect comparable time periods.

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

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

Week Ending 30-Jan-10 (Preliminary)

U.S. fowl slaughtered domestically						
	Light Hens	ht Hens Heavy Hens				
	Thousa	nds				
Head	1,541	1,385	2,926			
Last Week	1,536	1,342	2,878			
Same week yr ago	1,384	1,394	2,778			
To-date/2010*	6,265	5,418	11,683			
To-date/2009*	5,440	6,309	11,749			

Light Hens	Heavy Hens	<b>Total Hens</b>
Thousa	ands	
262	0	262
473	0	473
267	0	267
1,473	0	1,473
979	11	990
	Thousa 262 473 267 1,473	473 0 267 0 1,473 0

U.S. fowl slaughtered in Canada

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

Total U.S. fowl slaughtered in the U.S. and Canada							
Ligi	nt Hens	Heavy Hens	Total Hens				
	Thousa	nds					
Head	1,803	1,385	3,188				
Last Week	2,009	1,342	3,351				
Same week yr ago	1,651	1,394	3,045				
To-date/2010*	7,738	5,418	13,156				
To-date/2009*	6,419	6,320	12,739				
*Note: Year to-date totals	*Note: Year to-date totals reflect comparable time periods.						

#### 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 market tone on frozen 15-20% was fully steady to firm, frozen 15% or less fully steady, and on the balance of fat contents mostly steady. Supplies of frozen 15-20% were barely adequate to close and clearing, fresh 15-20% adequate, and about adequate on the remainder of fat contents. Supplies of raw materials were barely adequate to close with good interest. Export and domestic demand was fair on fresh 15-20% and moderate to good on frozen 15-20%. Most trade interest and movement was noted into the Caribbean and Central American countries with some interest into Eastern Europe; Mexico continues quiet. Schedules were normal to reduced this week as winter storms last weekend wreaked havoc across the country causing power outages, trucking delays, and other plant disruptions for some. Industry again braces for another round of storm activity this weekend into next week. Frame values were fully steady trading mostly 9-10 cents FOB.

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

	Frozen			Fresh		
Fat Content	5-Feb-10	Last Week	Last Year	5-Feb-10	Last Week	Last Year
15% or Less						
Price Range	24.50		-	18.00 - 20.00	19.00 - 21.00	28.00-29.00
Wtd Avg Price	24.50		-	19.00	19.80	28.19
Volume Traded	40	-	-	245	204	214
Volume Exported	-	-	-	-	-	54
15-20%						
Price Range	20.00 - 28.00	18.00 - 25.00	27.00-34.00	15.75 - 21.00	16.00 - 21.50	21.00-28.00
Wtd Avg Price	22.87	21.87	30.35	17.82	17.80	24.39
Volume Traded	2,045	1,294	1,349	4,743	3,162	3,352
Volume Exported	1,645	1,094	948	755	163	857
20% or More						
Price Range	-	-	-	16.00 - 17.00	16.00 - 17.00	24.00
Wtd Avg Price			-	16.50	16.33	24.00
Volume Traded	-	-	-	82	122	82
Volume Exported	-	-	-	-	-	-

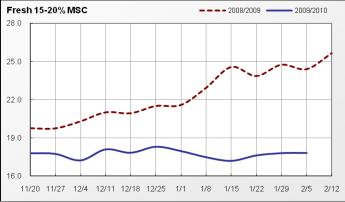
#### Monthly MSC Weighted Average Prices (cents/pound) and Volumes (1,000 pounds)

	Frozen			Fresh		
Fat Content	Jan 2010	Dec 2009	Jan 2009	Jan 2010	Dec 2009	Jan 2009
15% or Less						
Wtd Avg Price	24.00	-	-	18.78	18.55	27.67
Volume Traded	80	-	-	1,689	894	1,524
Volume Exported	-	-	-	-	-	274
15-20%						
Wtd Avg Price	21.31	20.14	27.92	17.57	17.84	23.48
Volume Traded	6,700	6,781	5,100	15,974	12,366	12,494
Volume Exported	5,940	5,659	4,268	2,162	3,060	2,613
20% or More						
Wtd Avg Price	-	-	-	16.08	16.18	22.99
Volume Traded	-	-	-	530	449	284
Volume Exported	-	-	-	-	-	-

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

email: PYMNDSM@ams.usda.gov





Source: USDA AMS Poultry Market News & Analysis

NATIONAL YOUNG TURKEY PARTS, INCLUDING BULK MEAT and FROZEN (UNLESS SPECIFIED), CENTS PER LB., DELIVERED FIRST RECEIVERS, PART AND FULL TRUCKLOTS AS OF 05 FEBRUARY, 2010.

The market tone on tom bulk parts and mechanically separated turkey was steady to fully steady. Demand was slow to moderate. Offerings were tight to barely adequate. Some resistance was noted for parts at current price levels. The trade sentiment on white meat items was steady with the exception of fresh tom breast meat steady to barely steady. Demand was light, while offerings were mixed. The market tone on thigh meat was steady. Demand was fair to moderate for the light offerings. For domestic: frozen 20-24 lb. plant grade breasts (basted only) 115, fresh ground breast trim 121, fresh scapula 108-110, fresh wing meat 110-113 cents delivered. Export: fresh thigh meat 117 cents delivered border.

EXPORT TRADING FRIDAY, FEBRUARY 05, 2010 DRUMSTICKS, TOMS WINGS FULL-CUT - TOMS WINGS, V-TYPE, TOM	PRICE RANGE	L.S.T. CODE 1/ R	WTD AVG PRICE 63.00	<b>VOLUME</b> ( <b>000</b> ) 120	WEEKLY WTD AVG PRICE 63.00	WEEKLY VOLUME (000) 120
TAILS  MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN		W W R	35.00 26.50 117.00	54 40 80	35.00 26.50 116.71	54 40 188
EXPORT TRADING THURSDAY, FEBRUARY 04, 2010 DRUMSTICKS, TOMS WINGS FULL-CUT - TOMS WINGS, V-TYPE, TOM	PRICE RANGE 63.00	L.S.T. CODE 1/	WTD AVG PRICE 63.00	<b>VOLUME</b> (000) 120		
TAILS MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN	117.00	W W	35.00 26.50 117.00	54 40 80		
EXPORT TRADING WEDNESDAY, FEBRUARY 03, 2010 DRUMSTICKS, TOMS WINGS FULL-CUT - TOMS WINGS, V-TYPE, TOM	PRICE RANGE	L.S.T. CODE 1/	WTD AVG PRICE	VOLUME (000)		
TAILS MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN	35.00 26.50 116.00-117.00		35.00 26.50 116.50	54 40 108		
EXPORT TRADING TUESDAY, FEBRUARY 02, 2010 DRUMSTICKS, TOMS WINGS FULL-CUT - TOMS WINGS, V-TYPE, TOM TAILS MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN	PRICE RANGE	L.S.T. CODE 1/	WTD AVG PRICE	VOLUME (000)		
EXPORT TRADING MONDAY, FEBRUARY 01, 2010 DRUMSTICKS, TOMS	PRICE RANGE	L.S.T. CODE 1/	WTD AVG PRICE	VOLUME (000)		
WINGS FULL-CUT - TOMS WINGS, V-TYPE, TOM TAILS MECHANICALLY SEPARATED 2/		M M	72.00 35.00	120 108		
THIGH MEAT - FROZEN		М	117.00	40		

<sup>1/</sup> 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.

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