BROILER MARKET NEWS REPORT

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NATIONAL BROILER MARKET AT-A-GLANCE

The market tone was steady to barely steady in the East, and steady to weak elsewhere. Retail and food service demand was light to moderate with increased activity expected approaching the long holiday weekend. Supplies of all sizes were at least adequate to satisfy current trade needs. Floor stocks were balanced to long. In the parts structure, movement was light to heavy, mostly moderate for midweek business. Breast items and wings were moderate to instances heavy. Dark meat items were mostly moderate and clearing well. In production areas, live supplies were moderate at mostly desirable weights.

GEORGIA FOB DOCK PRICES The Georgia f.o.b. dock quoted price on broilers/fryers for next week's trading advanced .25 cents to 87.00 cents based on full truck load lots of ice-packed USDA grade "A" sized 2 1/2 to 3 pound birds. This compares to 87.75 cents last year on May 27, 2009.

ITEM	DOCK PRICE (CENTS PER POUND)
LINE RUN TENDERS	200.50
BREASTS - B/S	184.00
BREASTS - WHOLE	103.50
THIGH MEAT - B/S	90.50
THIGHS	48.50
DRUMSTICKS	61.50
LEG QUARTERS	41.00
WINGS	121.50

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

SOUTHERN REGION The market tone was steady to barely steady. Demand for mid week trading was fair with limited trading. Supplies of all sizes were at least adequate to satisfy current trade needs. In the parts structure, movement was fair to moderate. Breast items were in good supply and moving satisfactorily. Wings and dark meat items were mostly moderate. In production areas, live supplies were moderate. Weights were mostly desirable.

MIDWEST REGION The market tone on whole broiler/fryers was steady to weak. Whole bird offers were light to moderate on like trade inquiry. Retail and food service demand was slow to moderate at best. Most retail and food service business are still expecting stronger activity for Thursday and Friday due to long holiday weekend needs. Floor stocks were in balance to ample; weights mixed. Parts supplies were moderate, at times heavy on boneless/skinless breast, bulk leg quarters and large wings. Buyer interest on parts was light as current needs fully adequate until better movement is indicated. The market tone was steady to weak on boneless/skinless breast, and steady to barely steady on other items.

WESTERN REGION The market tone on whole broiler fryers was generally steady and WOGs steady to weak. Offerings of whole fryers adequate and WOGs adequate to fully adequate. Retail demand light to fair and sometimes disappointing for early week business, however some contacts are optimistic about improved business later in the week for the upcoming holiday weekend. Food service demand light to moderate. Floor stocks and weights adequate. Offerings of most white and dark items adequate with some spot discounting noted on boneless skinless breasts. Demand light to moderate. The market tone on boneless skinless breasts steady to instances weak, balance of items mostly steady.

NORTHEAST REGION Trucklot buying activity for ready-to-cook whole broiler/fryers was generally light to fair during midweek trading as dealers kept floor stocks in close balance with immediate needs. Offerings of all sizes were fully sufficient for current needs. Retail and distributive movement was fair to moderate. The market tone was barely steady. In the parts complex, supplies of breast items and wings were at least adequate; dark meat cuts were mostly moderate.

BROILER-TYPE EGGS SET IN 19 SELECTED STATES UP 3 PERCENT

Commercial hatcheries in the 19-State weekly program set 211 million eggs in incubators during the week ending May 22, 2010. This was up 3 percent from the eggs set the corresponding week a year earlier. Average hatchability for chicks hatched during the week was 84 percent. Average hatchability is calculated by dividing chicks hatched during the week by eggs set three weeks earlier.

BROILER CHICKS PLACED UP 2 PERCENT

Broiler growers in the 19-State weekly program placed 171 million chicks for meat production during the week ending May 22, 2010. Placements were up 2 percent from the comparable week a year earlier. Cumulative placements from January 3, 2010 through May 22, 2010 were 3.37 billion, up slightly from the same period a year earlier.

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

WEEK ENDING 05/22/10	2010	2009	PERCENT CHANGE PREVIOUS YEAR
	Thousand		
EGGS SET	211,132	205,375	+03
CHICKS PLACED	170,731	167,722	+02

Source: NASS, USDA

WEEKLY FRYERS AVAILABLE FOR MARKETING Based on the preliminary chick placements, the number of fryers available for marketing during the week ending 03-Jul-10 is estimated at 157.7 million head. This compares to 157.9 million head the previous week and to 158.7 million head the same week a year ago, when the slaughter was 163.5 million head and the composite weighted average price was 85.12 cents per pound.

MAY 25 **SOUTHERN STATES BROILER/FRYER PARTS** **MAY 26**

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.

ITEM	POUNDS (000)	RANGE	MAJORITY	WTD AVG	ITEM	POUNDS (000)	RANGE	MAJORITY	WTD AVG
BREAST - B/S	498	150.00-195.00	-	159.04	BREAST - B/S	433	148.00-194.00	-	157.66
TENDERLOINS	184	157.00-202.00	-	164.27	TENDERLOINS	189	155.00-206.00	-	163.45
BREAST - LINE RUN		TOO FEW TO REPORT			BREAST - LINE RUN		TOO FEW TO REPORT		
FRONT HALVES		TOO FEW TO REPORT			FRONT HALVES		TOO FEW TO REPORT		
LEGS		TOO FEW TO REPORT			LEGS		TOO FEW TO REPORT		
LEG QUARTERS (BULK)	485	30.00-37.00	-	33.21	LEG QUARTERS (BULK)	394	31.00-36.00	-	33.34
LEG QUARTERS (4/10)	1,242	35.00-39.00	-	37.62	LEG QUARTERS (4/10)	547	35.00-39.00	-	37.28
WINGS (WHOLE)		TOO FEW TO REPORT			WINGS (WHOLE)		TOO FEW TO REPORT		
WINGS (CUT)		TOO FEW TO REPORT			WINGS (CUT)		TOO FEW TO REPORT		
DRUMSTICKS		TOO FEW TO REPORT			DRUMSTICKS		TOO FEW TO REPORT		
THIGHS		TOO FEW TO REPORT			THIGHS		TOO FEW TO REPORT		
B/S THIGHS		TOO FEW TO REPORT			B/S THIGHS		TOO FEW TO REPORT		

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
61.50 – 67.00	64.11	61.00 – 66.00	63.67	64.35

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 remained light to fair for midweek trading. Offerings of breast items, tenders and wings were fully sufficient for current needs as dealers saw no need to extend floor stocks beyond regular commitments. Dark meat cuts were mostly moderate and clearing satisfactorily. Retail and distributive movement was fair to moderate with improvements noted for late week for the Memorial Day holiday. The market tone was generally steady for most items.

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

MAY 25 ITEM	CURRENT NEG TRADING*	WTD AVG	VOL/LBS	MAY 26 ITEM	CURRENT NEG TRADING*	WTD AVG	VOL/LBS
BREAST - B/S	175-180	167.22	642,840	BREAST - B/S	175-180	165.09	556,060
TENDERLOINS	165-170	161.80	185,680	TENDERLOINS	165-170	165.39	88,280
BREAST - WITH RIBS	101-102	109.93	74,586	BREAST - WITH RIBS	101-102	110.81	71,054
BREAST - LINE RUN	101	102.12	110,151	BREAST - LINE RUN	101	102.79	59,400
LEGS	53-54	49.30	183,760	LEGS	53-54	49.68	169,000
LEG QUARTERS (BULK)	37-38	37.68	485,520	LEG QUARTERS (BULK)	37-38	38.89	203,680
DRUMSTICKS	48-49	54.32	88,320	DRUMSTICKS	48-49	56.35	58,160
THIGHS	44-45	47.85	123,400	THIGHS	44-45	51.23	61,640
B/S THIGHS	94-95	95.22	112,880	B/S THIGHS	94-95	93.16	67,560
WINGS (WHOLE)	119-120	118.12	201,440	WINGS (WHOLE)	119-120	121.94	218,520
BACKS AND NECKS (STRIPPED)	13-15	15.00	31,640	BACKS AND NECKS (STRIPPED)	13-15	15.00	17,800
LIVERS (5 POUND TUBS)	40-45	43.13	16,120	LIVERS (5 POUND TUBS)	40-45	43.64	8,680
GIZZARDS (HEARTS)	50-55	55.06	28,200	GIZZARDS (HEARTS)	50-55	53.62	20,200

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

	ESTIMATED (1,000)		ACTUAL (1,000)		AVG WTS		ACTUAL (1,000)	AVG WTS
	05/26	05/25	05/24	05/21	05/24	05/21	05/19	05/17
Alabama	4,006	4,139	3,936	4,271	5.45	5.56	3,930	5.80
Arkansas	5,371	5,394	4,918	4,071	5.40	5.37	5,224	5.64
Delmarva	2,315	2,317	2,293	2,853	6.10	6.04	2,250	6.10
KY-LA-TN	2,442	2,409	2,341	2,458	5.40	5.28	2,075	5.30
Mississippi	3,005	3,026	2,998	3,135	6.01	5.77	2,877	5.98
North Carolina	2,823	2,751	2,620	3,139	7.26	6.89	2,708	7.19
Texas	2,598	2,623	2,614	2,596	5.71	5.66	2,398	6.25
Total	22,560	22,659	21,720	22,523	5.83	5.78 2	1,462	5.98
Mon-Wed	67,717	(A)					65,273	(A)

(A) Weekly cumulative for states listed above.
Broiler-fryer slaughter under federal insection for 26-May-10 is estimated to be 33,752,000 head up 4.80 percent from a week ago and up 6.40 percent from ayear ago.

(Last week 32,206,000, last year 31,721,000)

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

	RANGE
FRESH FRYERS	109-122
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	
	DRY PACK	128-184
ROASTERS 4# & UP	ICE PACK	
	DRY PACK	117
HENS OVER 5#	ICE PACK	129
	DRY PACK	118
DUCKS		265-268

ESTIMATED U.S. LIVE POULTRY SLAUGHTER

UNDER FEDERAL INSPECTION FOR WEEK ENDING 29-May-10

	CURRENT WEEK	PREVIOUS WEEK
	05/29/10 (1)	05/22/10
Class	---------- Thousand head ---------	
Broiler/fryer	172,550 (2)	167,419
Light hens	1,597	1,513
Heavy hens	1,405	1,510
Total	175,552	170,442

(1)ESTIMATED

(2)The estimated number of broiler-fryers available for slaughter the week ending 29-May-10 is 160.8 million head compared to 146.2 million head slaughtered the same week last year. The estimated U.S. slaughter this week is 172.9 million head or 12.1 million more than estimated available. For the week of 05-Jun-10 the estimated available is 159.3 million head.

WEEKLY COLD STORAGE HOLDINGS-SELECTED STGE CENTERS

(INCL GOVT STOCKS) (IN THOUSANDS)

		PROCESSED TURKEY LBS	PROCESSED POULTRY LBS
AM	05/24/10	140,516	52,052
AM	05/01/10	127,146	49,456
CHG		13,370	2,596
PCT CHG		11%	5%

COLD STORAGE MOVEMENT (IN THOUSANDS)

	PROCESSED TURKEYS			PROCESSED POULTRY		
	05/24/10	05/17/10	05/25/09	05/24/10	05/17/10	05/25/09
PACIFIC COAST	3,043	3,168	1,899	5,513	5,479	7,851
LOS ANGELES	322	442	222	721	803	1,297

HACKETTSTOWN POULTRY SALES FOR 05/25/10

AI PAPERS REQUIRED TO SELL ALL OUT OF STATE POULTRY

	LOW	HIGH	AVG		LOW	HIGH	AVG
HEAVY FOWL lb.	-	1.75	-	HEAVY FOWL ea.	-	-	-
LIGHT FOWL lb.	-	-	-	LIGHT FOWL ea.	-	-	-
MIXED FOWL lb.	-	-	-	MIXED FOWL ea.	-	-	-
BANTAMS lb.	-	-	-	BANTAMS ea.	-	3.00	-
BROILERS lb.	-	-	-	BROILERS ea.	-	-	-
ROASTERS lb.	-	-	-	ROASTERS ea.	-	-	-
FRYERS lb.	-	-	-	FRYERS ea.	-	-	-
CHICKS lb.	-	-	-	CHICKS ea.	3.00	7.50	4.50
PULLETS lb.	-	-	-	PULLETS ea.	-	-	-
BUNNIES lb.	-	-	-	BUNNIES ea.	-	5.00	-
ROOSTERS lb.	-	-	-	ROOSTERS ea.	8.50	10.00	9.40
GEESE lb.	-	-	-	GEESE ea.	-	-	-
TURKEYS lb.	-	-	-	TURKEYS ea.	-	-	-
DUCKS lb.	-	-	-	DUCKS ea.	1.75	5.50	3.38
RABBITS lb.	1.05	4.25	1.98	RABBITS ea.	-	8.00	-
PIGEONS lb.	-	-	-	PIGEONS ea.	4.00	7.50	4.49
GUINEA FOWL lb.	-	-	-	GUINEA FOWL ea.	-	-	-
DUCKLINGS lb.	-	-	-	DUCKLINGS ea.	-	2.50	-
GUINEA KEETS ea.	-	-	-	CALL DUCKS ea.	-	-	-
SILKIES ea.	-	-	-	GOSLINGS ea.	-	-	-
GUINEA PIGS ea.	-	-	-	TURKEY POULTS ea.	-	-	-
CHUKARS ea.	-	-	-	PEACOCKS ea.	-	-	-
PARTRIDGES ea.	-	-	-	COCKATEALS ea.	-	-	-
DOVES ea.	-	-	-	PHEASANTS ea.	-	-	-

TOTAL COOPS 46

MAJOR WHOLESALE MARKETS-MEXICO CITY

Cents per pound for the week ending May 21, 2010

	Whole Chickens	Breasts	Legs W/Thighs	Necks,Backs & Wings	Livers Gizzards	Hens
RAYON						
Low	80.48	136.47	73.48	17.50	7.00	69.99
High	81.88	146.97	87.48	24.49	10.50	69.99
Mostly	80.48	143.47	83.98	22.75	7.00	69.99
SAN JUAN						
Low	80.48	136.47	69.99	17.50	3.50	69.99
High	81.18	143.47	83.98	21.00	7.00	69.99
Mostly	80.48	139.97	80.48	21.00	7.00	69.99
NEW SAN JUAN						
Low	80.48	139.97	76.98	21.00	7.00	69.99
High	82.58	150.47	90.98	24.49	10.50	69.99
Mostly	80.48	150.47	87.48	24.49	8.75	69.99
BECERRA						
Low	80.48	143.47	80.48	24.49	7.00	73.48
High	83.98	153.97	94.48	27.99	10.50	73.48
Mostly	80.48	153.97	90.98	24.49	10.50	73.48

CENTRAL MISCELLANEOUS POULTRY RTC HENS

READY-TO-COOK PRICES NEGOTIATED FOR DELIVERY TO FIRST RECEIVERS, U.S.GRADE A AND PLANT GRADE,5LBS AND UP, FOR WEEK OF MAY 24, 2010.

		RANGE
HENS	ICE PACKED (12 PER BOX)	79-86
	VACUUM PACKED (6-9 PER BOX)	79-90

DELMARVA Movement of ready-to-cook whole birds was light to fair for mid-week business. Seller offerings were adequate to fully adequate for current trade requirements. Live supplies were moderate; weights were mostly desirable. Processor schedules were moderately heavy. Less than trucklot asking prices were 1 cent lower at 90 to 98 cents. The market tone was barely steady. In the parts complex, b/s breast items and wings were moderate to at times heavy. Bone-in breasts and tenders were in a better position. Most dark meat cuts were moderate.

*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	86-107
WEIGHTED AVERAGE	(A)
NO. OF BOXES	(A)

(A) Not reported to avoid disclosing individual operations.

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