

## Processed Chicken: National Mechanically Separated Chicken (Fri.) Agricultural Marketing Service

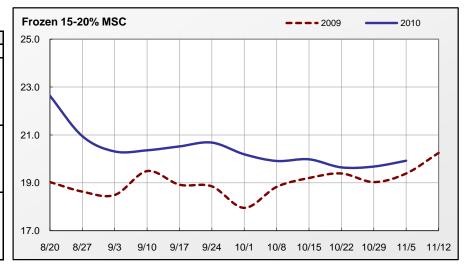
**Poultry Market News & Analysis Branch** 

(F.O.B. Shipper Dock or equivalent; negotiated prices in trucklot and less-than-trucklot volumes reported in thousand pound quantities, cents/pound; delivery within 2 weeks.)

The price trend was steady to weak on fresh 15-20% with the balance of fat contents steady. Supplies of fresh and frozen 15-20% were moderate to heavy with the remainder moderate. Schedules were seasonally normal to light. Domestic and export demand on frozen 15-20% was light to moderate with decent interest noted into export channels with the balance of fat contents light. Market activity was slow to moderate. Contract negotiations for 2011 continue to carry on with some contracts being confirmed on fresh and frozen 15-20% at levels at the low side of 2010 contracts and nearing levels similar to the current spot marketplace. Differences on pricing persist between buyers and sellers dragging the process out as usual. In regards to the spot marketplace, many buyers continue to pull the minimum of their contract ranges with some not even doing that much due to heavy inventories and seasonal demand reductions. As a result, sellers continue to struggle to move MSC and frames. Supplies of raw materials were heavy. Frame values were steady to weak with trading between 4-7 cents FOB.

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

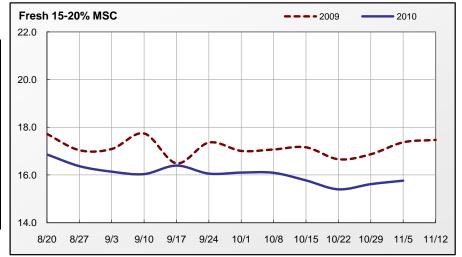
	Frozen			Fresh			
Fat Content	5-Nov-10	Last Week	Last Year	5-Nov-10	Last Week	Last Year	
15% or Less							
Price Range			-	18.00	18.00	17.00-19.00	
Wtd Avg Price			-	18.00	18.56	18.01	
Volume Traded	-	-	-	61	184	242	
Volume Exported	-	-	-	-	-	-	
15-20%							
Price Range	15.00 - 22.00	14.50 - 22.00	17.00-23.00	13.00 - 18.00	13.00 - 18.00	15.00-20.50	
Wtd Avg Price	19.92	19.68	19.39	15.76	15.61	17.37	
Volume Traded	1,317	1,326	1,455	3,142	3,203	2,810	
Volume Exported	1,037	1,126	1,175	857	694	367	
20% or More							
Price Range	-	-	-	18.00 - 20.00	18.00	17.00	
Wtd Avg Price			-	19.33	18.00	17.00	
Volume Traded	-	-	-	122	41	82	
Volume Exported	-	-	-	-	-	-	



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

	Frozen			Fresh		
Fat Content	Oct 2010	Sep 2010	Oct 2009	Oct 2010	Sep 2010	Oct 2009
15% or Less						
Wtd Avg Price	-	-	20.00	18.55	18.80	18.69
Volume Traded	-	-	80	775	408	1,292
Volume Exported	-	-	-	-	-	-
15-20%						
Wtd Avg Price	19.86	20.43	18.81	15.79	16.14	16.95
Volume Traded	7,428	6,576	7,276	14,895	12,811	13,396
Volume Exported	6,668	6,336	6,435	3,305	1,999	2,733
20% or More						
Wtd Avg Price	-	-	-	18.00	17.75	17.00
Volume Traded	-	-	-	204	163	328
Volume Exported	-	-	-	-	-	-

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



Source: USDA AMS Poultry Market News & Analysis