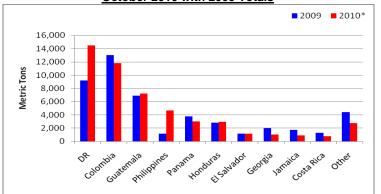


# INTERNATIONAL EGG AND POULTRY REVIEW

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U.S. Department of Agriculture Agricultural Marketing Service Poultry Programs Market News and Analysis Branch

Comparison of Top US Exports of Mechanically Separated Chicken (MSC) by Volume (Metric Tons (MT)) from January-October 2010 with 2009 Totals



Based on data, total US exports of MSC (HS1602320035) increased 29% from January-October of 2010 (50,763 MT) versus 2009 (39,244 MT). In October 2010, the US exported 5,382 MT, 15% higher than September 2010 (4,665 MT) and up 75% from October 2009 (3,077 MT). The Dominican Republic continues to be the lead market for US MSC exports by volume surpassing Colombia's 2009 lead. Significant increases in MSC exports were made to both the Dominican Republic and the Philippines in 2010 versus 2009.

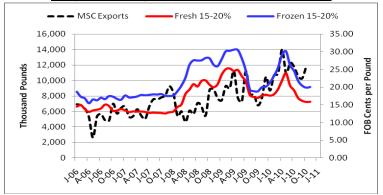
By value, total US MSC exports rose 21% (\$30,901,000) from January-October 2010 versus 2009 (\$35,500,000). The US exported a total of \$3,324,000 worth of MSC in October 2010, 12% higher than September 2010 (\$2,974,000) and up 109% from October 2009 (\$1,590,000). To date in 2010, the Dominican Republic (\$9,716,000) was again the leading export destination of US MSC by value with Colombia trailing behind at \$6,237,000.

2011 contract negotiations are mostly concluded with a few still working to finalize some contracts with Mexico. Although some negotiations persist, it appears that contract volumes for 2011 will be less than those in 2010 due to a variety of economic and consumpt-

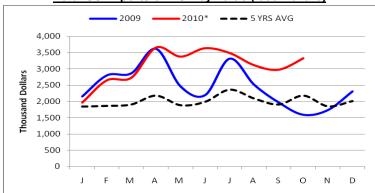
<u>10</u>	100 03 Exports of Mi3C by value ( 000 Dollars)							
	2007	2008	2009	2009*	2010*	<u>%</u>		
DR	1,066	2,427	5,795	4,858	9,716	100%		
Colombia	7,201	6,582	7,417	6,329	6,237	-1%		
Guatemala	1,256	1,645	4,528	4,076	4,129	1%		
Philippines	1,133	187	906	897	2,934	227%		
Panama	215	1,703	2,392	2,015	1,812	-10%		
Honduras	1,437	808	1,438	1,215	1,521	25%		
Georgia	602	2,060	1,519	1,260	861	-32%		
El Salvador	10	298	636	509	811	59%		
Jamaica	159	1,243	1,162	1,033	643	-38%		
Costa Rica	247	439	693	622	480	-23%		
Other	5,565	4,743	3,059	2,686	1,757	-35%		
Total	18,891	22,135	29,545	25,500	30,901	21%		
Note: DR =	Dominican	Republic.	2009* an	d 2010*	Data is for	January-		

ion factors in Mexico. Prices for 2011 were slightly lower than those seen in 2010, but still higher than those typically seen in the past decade. New contract arrangements will begin this week. Present trading levels are steady and typical of the off-season.

# Total US Exports of MSC ('000 Pound Quantities) Compared with National Fresh 15-20% and Frozen 15-20% MSC Weighted Average Prices (FOB Cents per Pound)



#### Total US Exports of MSC by Value ('000 Dollars)

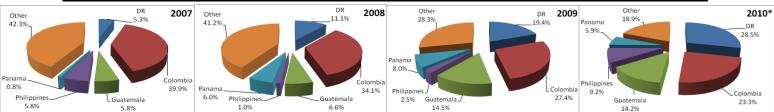


Source: Department of Commerce, US Census Bureau, Foreign Trade Statistics/USDA FAS/USDA AMS Poultry Market News and Analysis Top 10 Export Destinations of US MSC (MT)

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	2006	2007	2008	2009	2009*	2010*	<u>%</u>
DR	1,470	1,956	4,053	9,213	7,226	14,490	101%
Colombia	15,676	14,662	12,484	13,000	10,568	11,808	12%
Guatemala	2,727	2,140	2,428	6,908	5,975	7,213	21%
Philippines	133	2,147	365	1,177	1,161	4,675	303%
Panama	0	307	2,202	3,802	3,090	2,991	-3%
Honduras	3,603	2,542	1,365	2,822	2,308	2,930	27%
El Salvador	0	2	467	1,181	913	1,184	30%
Georgia	1,363	1,064	2,600	1,997	1,631	1,053	-35%
Jamaica	600	279	2,246	1,733	1,492	910	-39%
Costa Rica	428	428	695	1,256	1,083	763	-30%
Other	4,813	11,231	7,708	4,440	3,798	2,747	-28%
Total	30,814	36,758	36,613	47,529	39,244	50,763	29%

Note: DR = Dominican Republic. 2009\* and 2010\* = Data for January-October. % = Percentage Change from 2009\* to 2010\*. Source: Department of Commerce. US Census Bureau. Foreign Trade Statistics/USDA FAS

October. % = Percentage Change from 2009\*-2010\*. of Commerce, US Census Bureau, Foreign Trade Statistics/USDA Comparison of Top US Exports of MSC in 2010 by Volume and Destination (Percentage of Total US MSC Exports)



Note: DR = Dominican Republic. 2010\* = Data from January-October 2010.

Source: USDA FAS

#### **INSPECTED EGG PRODUCTS-**U.S. & CANADA IMPORT/EXPORT TRADE

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

Week Ending	g Dec 25, 201	Year-To-Date*			
Туре	2010	2009 /1	2010 /2	2009	
Liquid	0	385	4,844	12,652	
Frozen	0	0	140	135	
Dried	40	0	515	828	
Total	40	385	5,499	13,615	

U.S. Imports From Canada, in Pounds (000) (Preliminary) Week Ending Dec 25, 2010 Year-To-Date\*

Type	2010	2009 /1	2010 /2	2009		
Liquid	276	313	18,141	17,427		
Frozen	8	4	683	288		
Dried	0	0	200	50		
Total	284	317	19,024	17,765		
	_		_			

#### **Inspected Shell Eggs**

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

Week Ending	Dec 25, 2010	Year-To-Date <sup>*</sup>						
	2010	2009 /1	2010 /2	2009				
Jumbo	0	0	0	0				
Extra Large	6,720	5,145	98,259	87,446				
Large	9,810	12,015	174,075	243,104				
Medium	150	0	41,908	49,700				
Ungraded	2,580	948	312,766	424,837				
Misc	810	780	1,710	11,491				
Total	20,070	18,888	628,718	816,578				
/1 Comparable Wook to date figures may not total due to rounding								

<sup>/1</sup> Comparable Week, to-date figures may not total due to rounding.

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

Week Ending Dec 25, 2010 (Preliminary)

U.S. fowl slaughtered domestically								
	Light Hens	Heavy Hens	Total Hens					
Thousands								
Head	1,297	1,072	2,369					
Last Week	1,638	1,657	3,295					
Same week yr ago	974	873	1,847					
To-date/2010*	69,305	72,125	141,430					
To-date/2009*	64,141	75,561	139,702					

	Light Hens	Heavy Hens	<b>Total Hens</b>					
Thousands								
Head	300	0	300					
Last Week	289	8	297					
Same week yr ago	273	0	273					
To-date/2010*	17,318	550	17,868					
To-date/2009*	16,203	43	16,246					

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 **Light Hens Heavy Hens Total Hens** ----Thousands----1.597 1.072 2.669 Last Week 1,927 1,665 3,592 Same week yr ago 1,247 873 2,120 To-date/2010\* 86.623 72,675 159,298

75.604

155,948

80.344

#### 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.)

Head

To-date/2009\*

MSC prices trended steady on all fat contents going into the New Year holiday weekend. Supplies of fresh 15-20% were moderate to instances heavy with the balance light to moderate. Schedules were reduced with transportation delays noted throughout the week, typical of the season and due in part to heavy snow storms out East. Domestic demand was seasonally light with export demand mixed. Some noting better interest for January and seem optimistic of good product movement. Market activity was slow to moderate. Contract negotiations for 2011 have been mostly finalized with the exception of some persisting negotiations with Mexico. Prices for 2011 were confirmed at prices at or below last year's low side and consistent with the current spot marketplace. Many suppliers continue to stay ahead on the spot marketplace due to the quiet nature of the holidays and off season. Overall buyers and sellers seem to be prepared for the new contracts beginning next week. Supplies of raw materials were moderate to heavy. Frame values remained steady.

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

		Frozen			Fresh			
Fat Content	31-Dec-10	Last Week	Last Year	31-Dec-10	Last Week	Last Year		
15% or Less								
Price Range			24.00	18.00 - 19.00	18.00 - 19.00	18.00-19.00		
Wtd Avg Price			24.00	18.50	18.50	18.64		
Volume Traded	-	-	40	82	82	224		
Volume Exported	-	1	-	-	-	-		
15-20%								
Price Range	15.00 - 24.00	16.00 - 26.00	17.00-23.00	13.00 - 20.50	13.00 - 20.50	16.00-21.00		
Wtd Avg Price	20.88	21.75	20.10	16.18	16.33	17.96		
Volume Traded	1,146	986	1,172	2,978	2,999	2,550		
Volume Exported	966	906	1,052	408	449	836		
20% or More								
Price Range	-	-	-	18.00 - 20.00	18.00 - 20.00	16.00		
Wtd Avg Price			-	19.00	19.33	16.00		
Volume Traded	-	-	-	82	122	82		
Volume Exported	-	-	-	-	-	-		

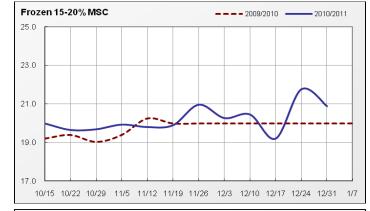
#### Monthly MSC Weighted Average Prices (cents/pound) and Volumes (1,000 pounds)

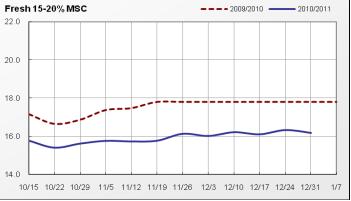
	Frozen		Fresh			
Nov 2010	Oct 2010	Nov 2009	Nov 2010	Oct 2010	Nov 2009	
-	-	-	18.50	18.55	18.41	
-	-	-	530	775	1,502	
-	-	-	-	-	-	
20.04	19.86	19.97	15.85	15.79	17.60	
5,595	7,428	5,805	12,556	14,895	12,716	
4,755	6,668	5,205	2,856	3,305	1,754	
-	-	-	19.38	18.00	16.67	
-	-	-	530	204	367	
-	-	-	-	-	-	
	- - - 20.04 5,595	Nov 2010 Oct 2010  20.04 19.86 5,595 7,428	Nov 2010 Oct 2010 Nov 2009	Nov 2010         Oct 2010         Nov 2009         Nov 2010           -         -         -         18.50           -         -         -         530           -         -         -         -           20.04         19.86         19.97         15.85           5,595         7,428         5,805         12,556           4,755         6,668         5,205         2,856           -         -         19.38	Nov 2010         Oct 2010         Nov 2009         Nov 2010         Oct 2010           -         -         -         18.50         18.55           -         -         -         530         775           -         -         -         -         -           20.04         19.86         19.97         15.85         15.79           5,595         7,428         5,805         12,556         14,895           4,755         6,668         5,205         2,856         3,305           -         -         19.38         18.00	

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

Source: USDA AMS Poultry Market News & Analysis

email: PYMNDSM@ams.usda.gov





Source: USDA AMS Poultry Market News & Analysis

<sup>/2</sup> Includes revisions to previous week(s)

<sup>\*</sup>Note: Year to-date totals reflect comparable time periods.

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

<sup>\*</sup>Note: Year to-date totals reflect comparable time periods

NATIONAL YOUNG TURKEY PARTS, INCLUDING BULK MEAT and FROZEN (UNLESS SPECIFIED), CENTS PER LB., DELIVERED FIRST RECEIVERS, PART AND FULL TRUCKLOTS AS OF 30 DECEMBER, 2010.

The market on tom wings is steady to weak, tom necks steady to fully steady, balance of bulk parts steady. Demand is mostly light to instances moderate. Offerings are light to moderate, tom full-cut wings most available. The fresh tom breast meat and 4-8 lb. bone-in breast market is steady to barely steady with the remainder of white meat items steady. Demand and offerings are light to moderate. The market on thigh meat is steady and not well tested. The mechanically separated turkey (MST) market is steady. Demand is light to moderate while offerings are moderate. Market activity remains slow due to Holiday production schedules. Some reports of transportation availability continuing to be an issue. For domestic: frozen hearts 29 cents shipping point.

#### NO EXPORT TRADING REPORTED ON FRIDAY, DECEMBER 31, 2010

#### **DUE TO NEW YEAR'S DAY HOLIDAY**

EXPORT TRADING THURSDAY, DECEMBER 30, 2010 DRUMSTICKS, TOMS WINGS FULL-CUT - TOMS WINGS, V-TYPE, TOM TAILS MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN	PRICE RANGE 76.00	L.S.T. CODE 1/	WTD AVG PRICE 76.00 84.00	<b>VOLUME</b> ( <b>000</b> ) 40 162	WEEKLY WTD AVG PRICE 75.66 84.00	WEEKLY VOLUME (000) 174 162
EXPORT TRADING WEDNESDAY, DECEMBER 29, 2010 DRUMSTICKS, TOMS WINGS FULL-CUT - TOMS WINGS, V-TYPE, TOM TAILS MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN	PRICE RANGE 75.00-76.00 84.00	L.S.T. CODE 1/	WTD AVG PRICE 75.57 84.00	<b>VOLUME</b> (000) 94 162		
EXPORT TRADING TUESDAY, DECEMBER 28, 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/ M	WTD AVG PRICE 75.50	<b>VOLUME</b> ( <b>000</b> ) 40		
EXPORT TRADING MONDAY, DECEMBER 27, 2010 DRUMSTICKS, TOMS WINGS FULL-CUT - TOMS WINGS, V-TYPE, TOM TAILS MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN	PRICE RANGE 75.50	L.S.T. CODE 1/	WTD AVG PRICE 75.50	<b>VOLUME</b> ( <b>000</b> ) 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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