



Russia's Poultry Situation

The development of agriculture is one of the major national priorities, according to Russian President Dmitry Medvedev. He stated that imported meat in 2009 is expected to drop to a quarter of total meat consumption compared to one-third in 2008, while meat consumption will remain constant.

For 2009, the Ministry of Agriculture's planned production of livestock and poultry for slaughter, in live weight, was forecast to increase by 2.0% compared to 2008, and reach 9.52 million metric tons (MMT). However, recent calculations now project meat production to reach 9.9 MMT, up 6.0% over 2008. For the first half of 2009, poultry production rose 12.0%, swine production was 8.4% higher, sheep and goat production increased 0.7% and cattle production fell 3.0% compared to the first half of 2008.

Russian Meat Imports in thousand metric tons

	2005	2006	2007	2008	January-June	
					2008	2009
HS 0201-0204	1,266.0	1,310.0	1,417.6	1,618.8	712.4	513.5
HS 0207	1,318.3	1,273.3	1,287.0	1,218.0	585.3	362.7

Russian Meat Imports in million US\$

HS 0201-0204	1,781.5	3,019.3	3,432.8	4,920.4	1,909.3	1,676.0
HS 0207	847.6	921.3	1,051.7	1,340.0	557.7	397.5

HS 0201-0204: fresh and frozen meat of bovine, swine, sheep and goats

HS 0207: fresh and frozen poultry meat

Source: Russia Federal Customs Service, Foreign Trade Statistics

Poultry meat imports for the first half of 2009 fell 38% in volume and 29% in value compared to the same period in 2008. Red meat imports fell 28% in volume and 12% in value, according to Russia's Foreign Trade Statistics.

Russia: Meat Production, Supply and Demand, in thousand MT

	2003	2004	2005	2006	2007	2008	2009*
Meat, Beef and Veal							
Production	1,670	1,590	1,525	1,430	1,370	1,315	1,275
Imports	709	719	978	939	1,030	1,137	1,075
Consumption	2,369	2,300	2,492	2,361	2,392	2,441	2,338
Meat, Swine							
Production	1,710	1,725	1,735	1,805	1,910	2,060	2,145
Imports	707	614	752	835	894	1,053	750
Consumption	2,417	2,338	2,486	2,639	2,803	3,112	2,894
Poultry, Meat, Broiler							
Production	560	650	900	1,180	1,350	1,600	1,775
Imports	1,081	1,016	1,225	1,189	1,222	1,159	980
Consumption	1,680	1,675	2,139	2,373	2,578	2,744	2,795
Poultry, Meat, Turkey							
Production	12	15	17	19	25	35	40
Imports	114	97	107	91	75	80	80
Consumption	126	112	124	110	100	115	120

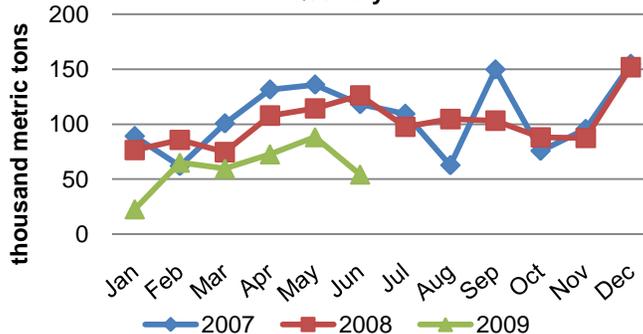
*estimates

Source: Foreign Agricultural Service, Official USDA Estimates

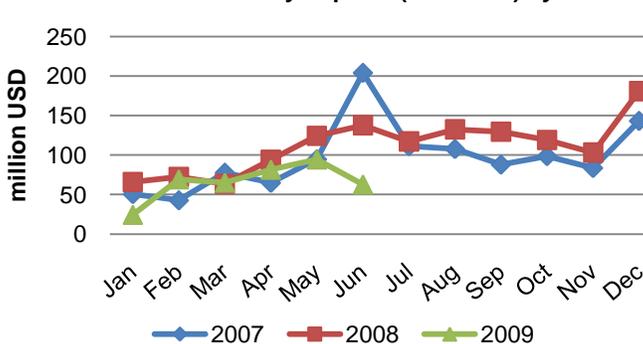
According to USDA figures, Russian broiler meat production grew from 560 thousand metric tons (MT) in 2003 to 1.6 million metric tons (MMT) in 2008 and is estimated at 1.8 MMT in 2009. Turkey meat production rose from 12,000 MT in 2003 to 35,000 MT in 2008 and is estimated to reach 40,000 MT in 2009. During this period beef and veal meat production fell from 1.7 MMT in 2003 to an estimated 1.3 MMT in 2009 and swine meat production rose from 1.7 MMT to 2.1 MMT.

Source: Russia Ministry of Agriculture; USDA/FAS Attaché Report; news services

Russian Poultry Imports (H.S. 0207) by Quantity

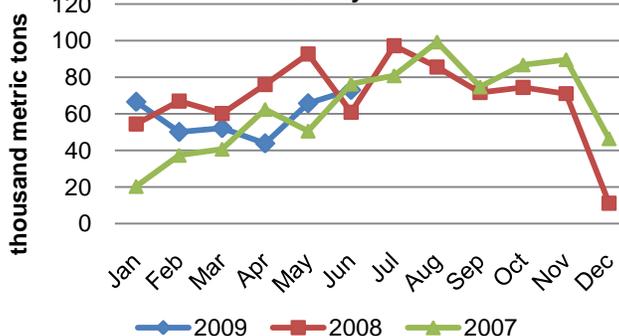


Russian Poultry Imports (H.S. 0207) by Value

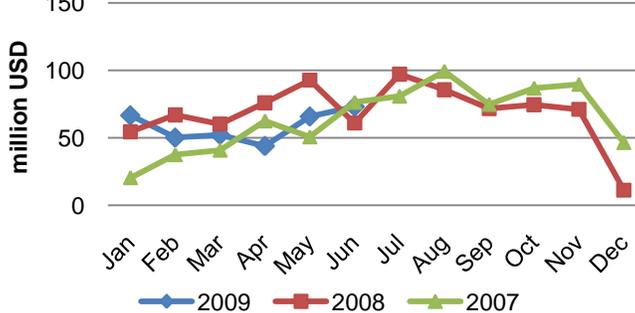


Source: Russia Federal Customs Service

U.S. Poultry Exports to Russia (H.S. 0207) Quantity



U.S. Poultry Exports to Russia (H.S. 0207) Value



Source: Department of Commerce, U.S. Census Bureau, Foreign Trade Statistics

INSPECTED EGG PRODUCTS-

U.S. & CANADA IMPORT/EXPORT TRADE

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

Type	Year-To-Date			
	2009	2008 /1	2009 /2	2008
Liquid	0	0	6,683	445
Frozen	0	0	0	39
Dried	0	0	458	406
Total	0	0	7,141	890

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

Type	Year-To-Date			
	2009	2008 /1	2009 /2	2008
Liquid	410	417	10,728	12,489
Frozen	4	40	215	393
Dried	0	0	0	393
Total	414	457	10,943	13,275

Inspected Shell Eggs

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

	Year-To-Date			
	2009	2008 /1	2009 /2	2008
Jumbo	0	0	0	0
Extra Large	2,010	2,250	43,043	38,290
Large	3,330	3,142	91,492	45,615
Medium	840	885	34,067	27,176
Ungraded	11,922	7,320	186,883	225,734
Misc	0	0	6,218	1,562
Total	18,102	13,597	361,703	338,377

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

/2 Includes revisions to previous week(s)

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 15-Aug-09 (Preliminary)

U.S. fowl slaughtered domestically

	Light Hens	Heavy Hens	Total Hens
	-----Thousands-----		
Head	1,301	1,763	3,064
Last Week	1,282	1,564	2,846
Same week yr ago	1,460	1,728	3,188
To-date/2009*	41,415	48,098	89,513
To-date/2008*	45,097	51,705	96,802

U.S. fowl slaughtered in Canada

	Light Hens	Heavy Hens	Total Hens
	-----Thousands-----		
Head	441	0	441
Last Week	334	0	334
Same week yr ago	390	0	390
To-date/2009*	9,729	19	9,748
To-date/2008*	10,803	46	10,849

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-----		
Head	1,742	1,763	3,505
Last Week	1,616	1,564	3,180
Same week yr ago	1,850	1,728	3,578
To-date/2009*	51,144	48,117	99,261
To-date/2008*	55,900	51,751	107,651

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

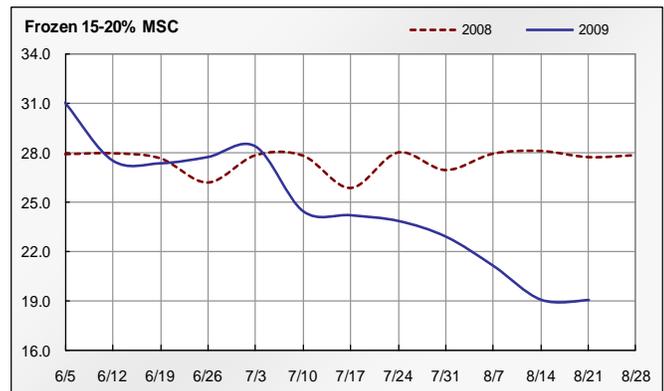
NATIONAL MECHANICALLY SEPARATED CHICKEN

(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 was mixed, steady to weak on all fat contents; undertone continued unsettled. Supplies of fresh and frozen 15-20% were adequate to instances available with the balance fully sufficient. Supplies of additional spot loads of 15-20% MSC are of less volume than the prior week. With the contract season approaching, many are closely watching market developments. Raw material supplies were adequate to available. Export and domestic demand was light to fair at best with some reporting improvements to Mexico. Schedules were normal. Frame values were barely steady to weak ranging mostly 6.5-9 cents FOB.

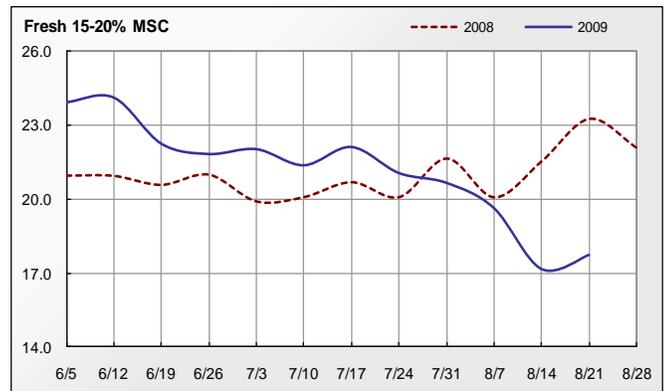
Weekly MSC Weighted Average Prices (cents/pound) and Volumes (1,000 pounds)

Fat Content	Frozen			Fresh		
	21-Aug-09	Last Week	Last Year	21-Aug-09	Last Week	Last Year
15% or Less						
Price Range			-	19.00 - 20.00	20.00 - 21.00	26.50-27.00
Wtd Avg Price			-	19.25	20.72	26.75
Volume Traded	-	-	-	163	282	241
Volume Exported	-	-	-	-	-	-
15-20%						
Price Range	15.00 - 23.00	15.00 - 22.50	24.00-31.00	14.50 - 22.00	14.00 - 22.00	18.00-28.00
Wtd Avg Price	19.03	19.04	27.72	17.72	17.15	23.28
Volume Traded	2,099	1,852	894	2,521	3,578	2,481
Volume Exported	1,859	1,772	734	775	612	631
20% or More						
Price Range	-	-	-	18.00	20.00	21.00
Wtd Avg Price	-	-	-	18.00	20.00	21.00
Volume Traded	-	-	-	82	41	82
Volume Exported	-	-	-	-	-	-



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

Fat Content	Frozen			Fresh		
	Jul 2009	Jun 2009	Jul 2008	Jul 2009	Jun 2009	Jul 2008
15% or Less						
Wtd Avg Price	-	-	30.00	25.39	28.55	23.72
Volume Traded	-	-	40	1,443	1,233	647
Volume Exported	-	-	-	163	216	-
15-20%						
Wtd Avg Price	24.66	28.18	27.53	21.53	23.08	20.16
Volume Traded	8,099	6,088	5,069	15,295	12,262	12,334
Volume Exported	7,299	5,371	4,269	4,769	4,692	2,830
20% or More						
Wtd Avg Price	-	-	-	22.00	22.00	-
Volume Traded	-	-	-	326	286	-
Volume Exported	-	-	-	-	-	-



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

NATIONAL YOUNG TURKEY PARTS, INCLUDING BULK MEAT and FROZEN (UNLESS SPECIFIED), CENTS PER LB., DELIVERED FIRST RECEIVERS, PART AND FULL TRUCKLOTS AS OF 21 AUGUST 2009.

The market tone on tom bulk parts was steady to fully steady, with full-cut wings and necks fully steady to firm. Demand was light to moderate, instances good for full-cut wings and necks. Offerings short to adequate. The trade sentiment on white meat items and thigh meat was steady to fully steady. Demand was light to moderate. Offerings were light to adequate. The market tone on mechanically separated turkey was barely steady. Demand was light. Trading was slow and offerings were fully adequate. Domestic: fresh full-cut wings 52 cents delivered.

EXPORT TRADING	PRICE	L.S.T	WTD AVG	VOLUME	WEEKLY	WEEKLY
FRIDAY, AUG 21, 2009	RANGE	CODE 1/	PRICE	(000)	WTD AVG	VOLUME
					PRICE	(000)
DRUMSTICKS, TOMS	49.50-58.50		51.82	548	52.03	668
WINGS FULL-CUT - TOMS						
WINGS, V-TYPE, TOM	69.00		69.00	216	69.00	216
TAILS		W	26.72	94	26.72	94
MECHANICALLY SEPARATED 4/ THIGH MEAT - FROZEN		F	83.80	200		

EXPORT TRADING	PRICE	L.S.T	WTD AVG	VOLUME
THURSDAY, AUG 20, 2009	RANGE	CODE 1/	PRICE	(000)
DRUMSTICKS, TOMS		W	53.00	120
WINGS FULL-CUT - TOMS				
WINGS, V-TYPE, TOM				
TAILS		W	26.72	94
MECHANICALLY SEPARATED 4/ THIGH MEAT - FROZEN		F	83.80	200

EXPORT TRADING	PRICE	L.S.T	WTD AVG	VOLUME
WEDNESDAY, AUG 19, 2009	RANGE	CODE 1/	PRICE	(000)
DRUMSTICKS, TOMS	53.00		53.00	120
WINGS FULL-CUT - TOMS				
WINGS, V-TYPE, TOM				
TAILS	25.00-28.00		26.72	94
MECHANICALLY SEPARATED 4/ THIGH MEAT - FROZEN		F	83.80	200

EXPORT TRADING	PRICE	L.S.T	WTD AVG	VOLUME
TUESDAY, AUG 18, 2009	RANGE	CODE 1/	PRICE	(000)
DRUMSTICKS, TOMS		F	54.25	216
WINGS FULL-CUT - TOMS				
WINGS, V-TYPE, TOM				
TAILS		F	26.00	40
MECHANICALLY SEPARATED 4/ THIGH MEAT - FROZEN		F	83.80	200

EXPORT TRADING	PRICE	L.S.T	WTD AVG	VOLUME
MONDAY, AUG 17, 2009	RANGE	CODE 1/	PRICE	(000)
DRUMSTICKS, TOMS		F	54.25	216
WINGS FULL-CUT - TOMS				
WINGS, V-TYPE, TOM				
TAILS		F	26.00	40
MECHANICALLY SEPARATED 4/ THIGH MEAT - FROZEN		F	83.80	200

1/ 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.