



INTERNATIONAL EGG AND POULTRY REVIEW



SEPTEMBER 29, 2009
VOL. 12 NO. 39

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

Middle East

Poultry imports by Egypt, Saudi Arabia and other countries in the North Africa and Middle East Region now account for about 35 percent of major trader imports and are projected to rise more than imports into all other countries combined. It is expected economic and population growth will help boost demand and continuing animal disease concerns in some countries in the area expected to hinder growth in domestic production and increased demand for imports.

The United States Department of Agriculture (USDA) Foreign Agriculture Service (FAS) definition of the Middle East includes Bahrain, Gaza Strip, Iran, Israel, West Bank, Iraq, Jordan, Kuwait, Lebanon, Oman, Qatar, Saudi Arabia, Syria, United Arab Emirates, Turkey, Arabian Peninsula States and NEC, Yemen (Aden) and Yemen Sanaa. The states included in the definition of North Africa include Algeria, Egypt, Libya, Morocco and Tunisia.

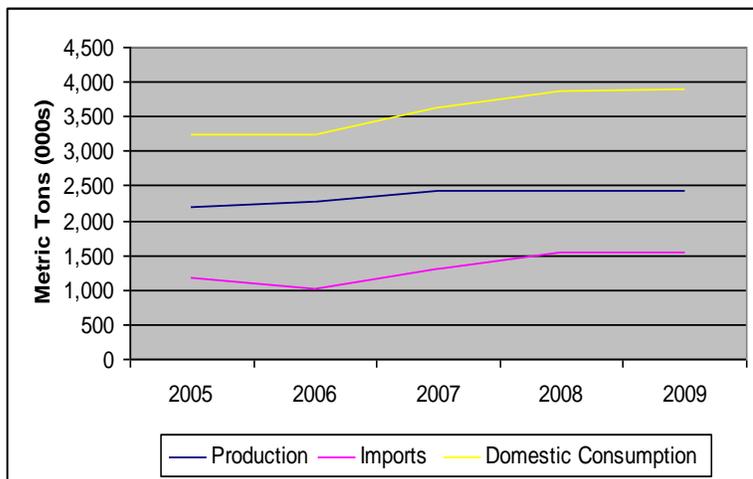
The Middle East is the main chicken market for Brazilian chicken. From January to August, 2009 Brazil exported 914,000 metric tons of chicken to the region, a 20.6% increase over the same time frame last year. Broiler meat exports from the United States (U.S.), meanwhile, have increased 52.8% to the Middle East for the January-July, 2009 period when compared to last year. U.S. egg and egg product exports also increased 50.2% to the Middle East while turkey meat exports dropped 48.1% when comparing 2008 and 2009 January-July delivery time frames.

For 2010, competition from Brazil into international markets may result in a slight overall broiler export decline for U.S. However, the recent appreciation of the Brazilian real against the U.S. dollar has started creating some concern among Brazilian chicken companies who want to grow exports and their profit margins. The result may help U.S. poultry exports maintain their competitiveness with Brazil into the Middle East and other export destinations.

Sources: USDA/FAS, www.ThePoultrySite.com

–Reproduced with Permission

**Middle East Broiler Meat
2005-2009 Estimates**



Source: USDA/FAS

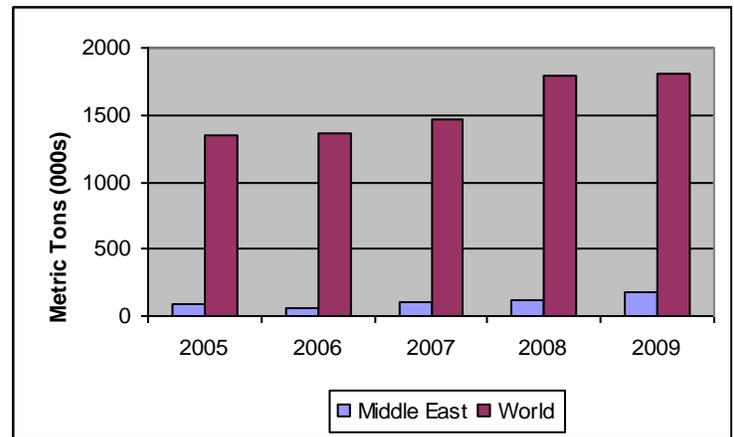
**U.S. Poultry Exports
Middle East & World Total
2005-2009 January-July Comparisons
(Metric Tons)**

	2005	2006	2007	2008	2009
Broiler Meat					
Middle East	88,495	64,003	96,676	112,368	171,678
World	1,349,009	1,368,821	1,462,800	1,786,882	1,800,907
Turkey Meat					
Middle East	999	914	1,260	2,305	1,196
World	144,416	132,651	137,578	166,690	129,874
Egg & Egg Products*					
Middle East	229	329	460	458	688
World	18,351	19,072	18,917	19,135	19,426

* Does not include Hatching eggs

Source: USDA/FAS

**U.S. Broiler Meat Exports
Middle East & World Total
2005-2009 January-July Comparisons**



Source: USDA/FAS

**U.S. Broiler Meat Exports
Top 10 Middle East Destinations
2005-2009 January-July Comparisons
(Metric Tons)**

	2005	2006	2007	2008	2009
IRAQ	10,629	5,275	34,487	24,383	76,607
TURKEY	62,681	45,935	41,551	44,062	39,392
UAE*	4,754	8,040	9,447	19,836	31,175
KUWAIT	8,182	2,608	6,064	9,885	12,295
JORDAN	656	152	834	3,302	4,842
OMAN	310	71	425	1,111	2,193
QATAR	541	760	1,516	5,897	2,104
BAHRAIN	408	360	1,042	1,241	1,413
SAUDI ARABIA	319	752	968	2,549	1,398
LEBANON	16	14	11	10	143

*UNITED ARAB EMIRATES

Source: USDA/FAS

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	195	96	8,013	735
Frozen	0	0	95	39
Dried	0	0	547	444
Total	195	96	8,655	1,218

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

Type	Year-To-Date			
	2009	2008 /1	2009 /2	2008
Liquid	323	183	12,484	13,966
Frozen	10	5	240	414
Dried	0	80	0	553
Total	333	268	12,724	14,933

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	2,640	1,898	54,773	48,108
Large	4,200	4,530	115,251	58,025
Medium	1,650	2,220	39,727	35,066
Ungraded	15,582	15,132	265,621	289,319
Misc	936	0	7,154	5,974
Total	25,008	23,780	482,526	436,492

/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 19-Sep-09 (Preliminary)

U.S. fowl slaughtered domestically

	Thousands		
	Light Hens	Heavy Hens	Total Hens
Head	1,203	1,608	2,811
Last Week	1,011	1,341	2,352
Same week yr ago	1,179	1,890	3,069
To-date/2009*	47,693	55,635	103,328
To-date/2008*	51,366	60,471	111,837

U.S. fowl slaughtered in Canada

	Thousands		
	Light Hens	Heavy Hens	Total Hens
Head	401	0	401
Last Week	390	0	390
Same week yr ago	329	0	329
To-date/2009*	11,726	19	11,745
To-date/2008*	12,288	50	12,338

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

Total U.S. fowl slaughtered in the U.S. and Canada

	Thousands		
	Light Hens	Heavy Hens	Total Hens
Head	1,604	1,608	3,212
Last Week	1,401	1,341	2,742
Same week yr ago	1,508	1,890	3,398
To-date/2009*	59,419	55,654	115,073
To-date/2008*	63,654	60,521	124,175

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

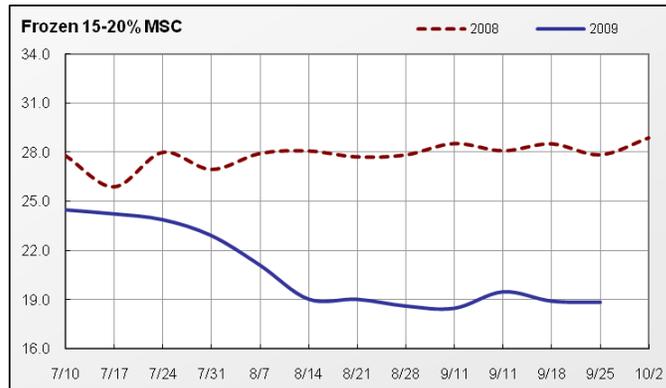
NATIONAL MECHANICALLY SEPARATED CHICKEN

(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 steady to barely steady on all fat contents. Supplies of fresh and frozen 15-20% were adequate to available, mostly fully adequate. The remainder of fat contents was sufficient for current trade needs. Industry watching market conditions going into contract season. Raw material supplies were available. Export and domestic demand was light to moderate. Schedules were seasonally normal. Frame values were generally steady ranging mostly 7-9 cents FOB.

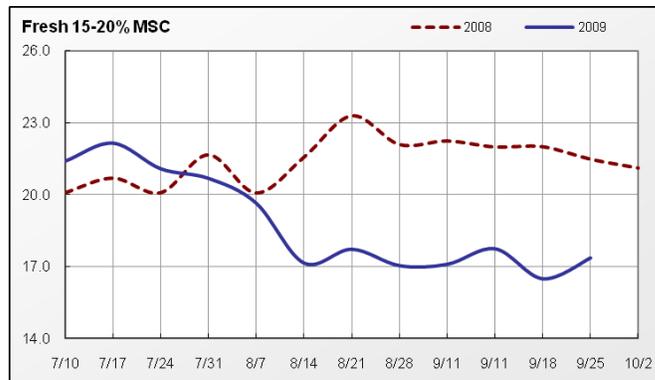
Weekly MSC Weighted Average Prices (cents/pound) and Volumes (1,000 pounds)

Fat Content	Frozen			Fresh		
	25-Sep-09	Last Week	Last Year	25-Sep-09	Last Week	Last Year
15% or Less						
Price Range				18.00 - 19.00	19.00 - 20.00	27.00-27.50
Wtd Avg Price				18.57	19.25	27.14
Volume Traded	-	-	-	282	322	282
Volume Exported	-	-	-	-	-	-
15-20%						
Price Range	17.00 - 22.50	16.00 - 22.50	25.00-30.00	15.00 - 21.00	15.00 - 21.00	17.50-27.00
Wtd Avg Price	18.85	18.92	27.85	17.36	16.49	21.47
Volume Traded	1,104	2,345	1,404	2,279	2,426	3,711
Volume Exported	1,104	2,145	1,364	245	734	1,155
20% or More						
Price Range	-	-	-	17.00	18.00	21.00
Wtd Avg Price	-	-	-	17.00	18.00	21.00
Volume Traded	-	-	-	41	41	80
Volume Exported	-	-	-	-	-	-



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

Fat Content	Frozen			Fresh		
	Aug 2009	Jul 2009	Aug 2008	Aug 2009	Jul 2009	Aug 2008
15% or Less						
Wtd Avg Price	20.00	-	29.00	20.20	25.39	25.52
Volume Traded	216	-	320	981	1,443	1,508
Volume Exported	216	-	280	-	163	-
15-20%						
Wtd Avg Price	19.34	24.66	27.61	17.77	21.53	21.74
Volume Traded	7,073	8,099	7,046	12,115	15,295	14,374
Volume Exported	6,532	7,299	5,761	2,774	4,769	2,757
20% or More						
Wtd Avg Price	-	-	-	19.66	22.00	21.00
Volume Traded	-	-	-	246	326	522
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 25 SEPTEMBER 2009.

The market tone on bulk parts was steady to firm with tom full-cut wings in the best position. Demand was in a full range, light to good. Offerings were short to adequate. The trade sentiment on fresh and frozen breast meat and balance of white meat was steady to fully steady, except scapula meat steady at best. Demand on white meat was moderate, instances good. Offerings of white meat was adequate. The market tone on thigh meat was steady to fully steady. Demand was moderate to good, with light offerings. Mechanically separated turkey trade sentiment was steady to barely steady. Demand was light. Offerings were moderate to heavy. Domestic: hand defatted gizzards 88, 8-10 lb. A grade non basted breast 115, 12-16 lb. A grade non basted breast 125, fresh tom neck 38, and fresh tail 26.

EXPORT TRADING	PRICE	L.S.T.	WTD AVG	VOLUME	WEEKLY	WEEKLY
FRIDAY, SEPTEMBER 25, 2009	RANGE	CODE 1/	PRICE	(000)	PRICE	VOLUME
DRUMSTICKS, TOMS	55.00-57.00		56.50	160	55.21	1,242
WINGS FULL-CUT - TOMS		F	70.00	40		
WINGS, V-TYPE, TOM	71.00-76.00		73.31	804	73.31	804
TAILS	27.00-29.00		27.81	134	27.85	174
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN	94.00	R	22.50 94.00	40 54	22.50 94.00	40 54

EXPORT TRADING	PRICE	L.S.T.	WTD AVG	VOLUME
THURSDAY, SEPTEMBER 24, 2009	RANGE	CODE 1/	PRICE	(000)
DRUMSTICKS, TOMS		W	54.94	1,002
WINGS FULL-CUT - TOMS		F	70.00	40
WINGS, V-TYPE, TOM		F	72.00	120
TAILS		T	28.00	40
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN	22.50	F	22.50 90.00	40 120

EXPORT TRADING	PRICE	L.S.T.	WTD AVG	VOLUME
WEDNESDAY, SEPTEMBER 23, 2009	RANGE	CODE 1/	PRICE	(000)
DRUMSTICKS, TOMS	54.00-56.50		54.94	1,002
WINGS FULL-CUT - TOMS		F	70.00	40
WINGS, V-TYPE, TOM		F	72.00	120
TAILS		T	28.00	40
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN		F	20.00 90.00	40 120

EXPORT TRADING	PRICE	L.S.T.	WTD AVG	VOLUME
TUESDAY, SEPTEMBER 22, 2009	RANGE	CODE 1/	PRICE	(000)
DRUMSTICKS, TOMS		M	56.00	80
WINGS FULL-CUT - TOMS		F	70.00	40
WINGS, V-TYPE, TOM		F	72.00	120
TAILS	28.00		28.00	40
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN		F	20.00 90.00	40 120

EXPORT TRADING	PRICE	L.S.T.	WTD AVG	VOLUME
MONDAY, SEPTEMBER 21, 2009	RANGE	CODE 1/	PRICE	(000)
DRUMSTICKS, TOMS	56.00		56.00	80
WINGS FULL-CUT - TOMS		F	70.00	40
WINGS, V-TYPE, TOM		F	72.00	120
TAILS		F	27.00	40
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN		F	20.00 90.00	40 120

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.