



# INTERNATIONAL EGG AND POULTRY REVIEW



U.S. Department of Agriculture	Agricultural Marketing Service	Poultry Programs	Market News and Analysis Branch
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### Philippines Poultry Production Higher in First Quarter of 2010

The Philippines weathered the global recession better than its regional peers. Philippine GDP grew almost 1% in 2009; economic growth in the Philippines has averaged 4.5% per year since 2001. Agriculture accounts for almost 15% of the GDP and about 34% of the labor force is employed in agriculture.

Agricultural production fell 2.84% in the first quarter of 2010, due to huge production losses in palay (unhusked rice) at 11.41% and corn at 16.76%. Crops accounted for 47.75% of total agricultural production. A dry spell caused by El Nino reduced the area of palay harvested and lowered the yield. Yellow corn production was adversely affected by hot weather in growing areas. The livestock sector grew by 0.51% and accounted for 12.28% of agricultural output; poultry production increased 2.02%, representing 15.13% of agricultural output; the fishery sector fell 0.63% and accounted for the remaining 24.84% of agricultural production.

The poultry subsector grossed P41.1 billion at current prices, a 14.85% increase from the same period a year earlier. Chicken production value grew 19.06% in the first quarter of 2010 due to a combination of a higher volume of production and higher prices. Gross receipts for chicken eggs rose 3.11% due to higher production levels.

### Agricultural Production in the Philippines

#### Value of Production in million pesos (current prices)

	Jan-Mar					% chg. 09-10
	2007	2008	2009	2009	2010	
Poultry	118,248	131,227	144,316	35,780	41,091	14.85
Chicken	87,406	97,857	107,689	26,091	31,064	19.06
Duck	2,503	2,633	2,476	716	789	10.13
Chicken eggs	25,415	27,926	31,183	8,245	8,501	3.11
Duck eggs	2,924	2,811	2,969	728	738	1.39

(Exchange rate on June 18, 2010 was USD 1.00 = PHP 45.98)

#### Volume of Production in thousand metric tons

	Jan-Mar					% chg. 09-10
	2007	2008	2009	2009	2010	
Chicken	1,211.62	1,281.35	1,300.90	326.18	332.09	1.81
Duck	42.46	39.21	35.94	10.37	9.79	-5.55
Chicken eggs	335.11	350.79	368.46	90.55	94.56	4.43
Duck eggs	46.99	42.45	39.63	9.88	9.30	-5.87

The *Chicken Industry Performance Report* for January-December 2009 reported the country's total chicken population as of January 1, 2010 was 158.93 million birds, only 0.17% higher than last year's headcount of 158.66 million birds. Broiler inventory dropped by 8.36%, layer population grew 13.72% and native chicken inventory increased 2.05% when compared to January 1, 2009. Lower growth in chicken output last year was due to the effects of several typhoons that hit the country during the 4<sup>th</sup> quarter.

Almost 49% of the total chicken population was native or village chickens raised in backyard farms. The top producing regions were Western Visayas, Central Visayas, Central Luzon, Ilocos Region, and Northern Mindanao, together accounting for almost 50% of the total inventory of native chickens.

Broilers and layers raised in commercial farms accounted for 33% and 18% of the total chicken population, respectively. The top broiler producing regions are Central Luzon (32.79%), CALABARZON (22.67%) and Northern Mindanao, (10.69). The top three regions for layer chickens were CALABARZON (38.81%), Central Luzon (20.01%) and Northern Mindanao (10.78%).

In 2009 the farm gate price of broilers in commercial farms was P78.73/kg, up 8% from the previous year and the farm gate price of chicken eggs in commercial farms was P3.78 per egg. The wholesale price in Metro Manila for broilers was P4.36 per piece, up 8.8%; the retail price in Metro Manila was P4.36, up 8.8%

Broiler and layer final stocks were products of imported Day-Old Chicks (DOC) and hatching egg breeders. Total imports of DOC broiler breeders grew 41.48% and layer imports rose 24.75%.

### Breeder Imports of Day-Old Chicks (DOC)

				% change	
	2007	2008	2009	08/07	09/08
Broiler	747,639	736,746	1,042,368	-1.46	41.48
Layer	501,245	361,190	450,577	-27.94	24.75

### Chicken Inventory by Type as of January 1, 2008 - 2010 P

				% change	
	2008	2009	2010	09/08	10/09
CHICKEN	154.26	158.66	158.98	2.86	0.20
Broiler*	52.24	56.94	52.21	8.99	-8.31
Layer*	25.17	25.18	28.64	0.05	13.73
Laying flock	21.27	18.21	21.05	-14.39	15.60
Growing Flock	5.85	2.29	3.43	-60.85	49.78
Day-Old-Layer	1.10	1.05	0.99	-4.20	-5.71
Native/Improved 1/	76.86	76.54	78.13	-0.42	2.08

P - Preliminary

\*Foreign strain from imported Grand Parent and Parent Stock DOC breeders 1/ Includes Game fowl in backyard farms only

The total volume of chicken meat imports in 2009 was 61.44 thousand metric tons valued at US\$ 35.14 million FOB, up 40.42% in volume and 53.82% in value.

### Philippines Volume and Value of Chicken Meat Imports

				% change	
	2007	2008	2009	08/07	09/08
<b>Volume (MT)</b>	38,336	43,758	61,444	14.15	40.42
Jan - Mar	7,360	8,222	7,572	11.72	-7.90
Apr - Jun	7,265	6,961	11,564	-4.18	66.13
Jul - Sep	7,909	12,898	19,614	63.07	52.07
Oct - Dec	15,802	15,678	22,695	-0.79	44.76
<b>Value* (FOB)</b>	20,743	22,848	35,146	10.15	53.82
Jan - Mar	4,100	4,030	4,383	-1.72	8.77
Apr - Jun	4,201	3,188	6,297	-24.11	97.54
Jul - Sep	3,615	6,461	11,547	78.74	78.73
Oct - Dec	8,828	9,170	12,918	3.88	40.87

\*Value in thousand US\$

### Poultry: Supply and Utilization Accounts, Dressed Chicken

	Production	Imports	Exports	Per Capita kg/yr
2001	587,067	11,154	25	7.68
2002	627,105	12,176	25	8.04
2003	635,132	13,640	22	8.00
2004	658,121	20,546	1,244	8.20
2005	649,502	26,210	3,599	7.89
2006	644,310	33,633	419	7.79
2007	661,752	38,336	3,585	7.86
2008	730,117	43,758	3,044	8.52
2009	765,589	61,444	3,640	8.92

Source: Republic of the Philippines, Department of Agriculture, Bureau of Agricultural Statistics; CIA World Factbook

**INSPECTED EGG PRODUCTS-**

**U.S. & CANADA IMPORT/EXPORT TRADE**

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

Type	Year-To-Date			
	2010	2009 /1	2010 /2	2009
Liquid	0	468	1,933	4,685
Frozen	0	0	0	0
Dried	0	43	204	303
Total	0	511	2,137	4,988

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

Type	Year-To-Date			
	2010	2009 /1	2010 /2	2009
Liquid	278	383	9,099	7,644
Frozen	4	2	192	173
Dried	0	0	0	0
Total	282	385	9,291	7,817

**Inspected Shell Eggs**

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

	Year-To-Date			
	2010	2009 /1	2010 /2	2009
Jumbo	0	0	0	0
Extra Large	4,950	1,350	34,316	23,193
Large	600	3,730	50,795	63,852
Medium	750	1,230	22,002	25,890
Ungraded	2,484	4,680	90,385	111,962
Misc	0	0	0	3,708
Total	8,784	10,990	197,498	228,605

/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 12-Jun-10 (Preliminary)

**U.S. fowl slaughtered domestically**

	Light Hens	Heavy Hens	Total Hens
	-----Thousands-----		
Head	1,532	1,491	3,023
Last Week	1,277	1,215	2,492
Same week yr ago	1,485	1,461	2,946
To-date/2010*	33,571	31,115	64,686
To-date/2009*	29,598	34,028	63,626

**U.S. fowl slaughtered in Canada**

	Light Hens	Heavy Hens	Total Hens
	-----Thousands-----		
Head	412	0	412
Last Week	482	25	507
Same week yr ago	375	0	375
To-date/2010*	8,443	178	8,621
To-date/2009*	6,433	11	6,444

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	1,944	1,491	3,435
Last Week	1,759	1,240	2,999
Same week yr ago	1,860	1,461	3,321
To-date/2010*	42,014	31,293	73,307
To-date/2009*	36,031	34,039	70,070

\*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 price trend for fresh and frozen 15-20% MSC was steady to lower; balance of fat contents steady. Supplies of fresh and frozen 15-20% were moderate to heavy with the remainder of fat contents mostly moderate. Schedules were normal. Export and domestic demand on frozen 15-20% was light to moderate and light on fresh 15-20%. MSC moved best into countries in the Caribbean and Central America. Market activity was slow to moderate. Increased availability of frames were noted this week. Buyers continue to closely monitor their inventories while only purchasing for immediate needs. Industry continues to watch all of the proteins as they prepare for the Independence Day holiday. Supplies of raw materials were moderate to heavy. Frame values were steady to weak with trading levels ranging 6.5-10 cents FOB, mostly 8 cents FOB.

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

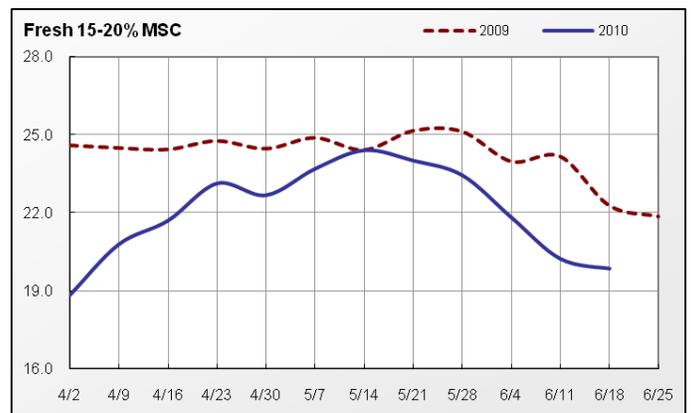
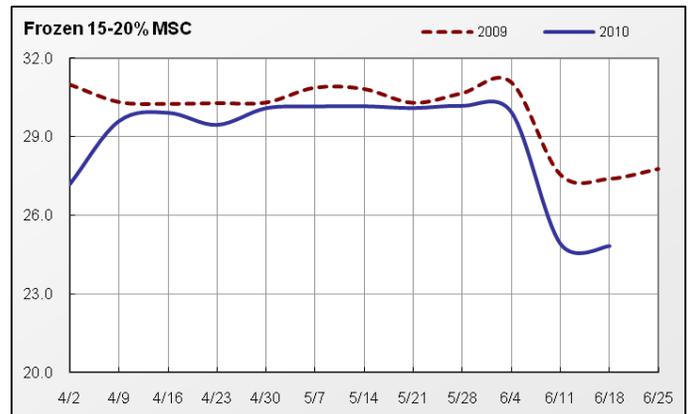
Fat Content	Frozen			Fresh		
	18-Jun-10	Last Week	Last Year	18-Jun-10	Last Week	Last Year
<b>15% or Less</b>						
Price Range	-	-	-	26.00	25.00	27.00-30.00
Wtd Avg Price	-	-	-	26.00	25.80	28.53
Volume Traded	-	-	-	71	255	336
Volume Exported	-	-	-	-	51	54
<b>15-20%</b>						
Price Range	23.00 - 28.00	23.00 - 32.00	22.00-34.00	17.00 - 25.00	18.00 - 24.00	18.00-28.00
Wtd Avg Price	24.82	24.90	27.39	19.85	20.22	22.26
Volume Traded	1,338	2,524	1,399	3,515	3,206	3,160
Volume Exported	1,298	2,484	1,321	286	163	1,673
<b>20% or More</b>						
Price Range	-	-	-	21.00	20.00	22.00
Wtd Avg Price	-	-	-	21.00	20.00	22.00
Volume Traded	-	-	-	41	41	82
Volume Exported	-	-	-	-	-	-

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

Fat Content	Frozen			Fresh		
	May 2010	Apr 2010	May 2009	May 2010	Apr 2010	May 2009
<b>15% or Less</b>						
Wtd Avg Price	32.00	31.00	-	26.28	26.18	29.12
Volume Traded	40	120	-	718	679	1,947
Volume Exported	-	-	-	100	100	272
<b>15-20%</b>						
Wtd Avg Price	30.15	29.13	30.53	23.90	21.83	24.83
Volume Traded	7,357	10,639	7,835	15,816	22,877	16,136
Volume Exported	6,645	9,319	6,515	2,407	1,795	5,916
<b>20% or More</b>						
Wtd Avg Price	-	-	-	22.00	20.20	22.00
Volume Traded	-	-	-	204	204	326
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



Source: USDA AMS Poultry Market News & Analysis

**NATIONAL YOUNG TURKEY PARTS**, INCLUDING BULK MEAT and FROZEN (UNLESS SPECIFIED), CENTS PER LB., DELIVERED FIRST RECEIVERS, PART AND FULL TRUCKLOTS AS OF 18 JUNE, 2010.

The market tone on tom necks and fresh tom drums was mixed, steady to barely steady with the balance of bulk parts steady. Demand and offerings were mostly light to moderate. The market on white meat was steady to firm. Demand was in a full range, light to good. Offerings were mostly light. The thigh meat market was steady. Demand was light to at times moderate. Offerings remained light. The mechanically separated turkey market was barely steady to instances weak. Demand was light while offerings were light to moderate. Market activity was generally slow to moderate with heaviest reported trading on fresh tom drums domestically and frozen tom drums for export. For domestic frozen 20-24 lb. plant grade breasts (basted) 110, frozen A grade breasts (non-basted) 8-10 lb. 115, 12-16 lb. 130, fresh scapula meat 161.5, fresh wing meat 133, fresh tom full-cut wings 68, fresh tom necks 49, fresh tails 41, frozen tom gizzards (machine defatted) 93 cents delivered.

<b>EXPORT TRADING</b>	<b>PRICE</b>	<b>L.S.T.</b>	<b>WTD AVG</b>	<b>VOLUME</b>	<b>WEEKLY</b>	<b>WEEKLY</b>
<b>FRIDAY, JUNE 18, 2010</b>	<b>RANGE</b>	<b>CODE 1/</b>	<b>PRICE</b>	<b>(000)</b>	<b>WTD AVG</b>	<b>VOLUME</b>
					<b>PRICE</b>	<b>(000)</b>
DRUMSTICKS, TOMS	72.00		72.00	240	72.00	720
WINGS FULL-CUT - TOMS		T	71.00	40	71.00	40
WINGS, V-TYPE, TOM		R	93.00	120	91.00	240
TAILS		F	40.00	108		
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN						

<b>EXPORT TRADING</b>	<b>PRICE</b>	<b>L.S.T.</b>	<b>WTD AVG</b>	<b>VOLUME</b>
<b>THURSDAY, JUNE 17, 2010</b>	<b>RANGE</b>	<b>CODE 1/</b>	<b>PRICE</b>	<b>(000)</b>
DRUMSTICKS, TOMS	72.00		72.00	240
WINGS FULL-CUT - TOMS		T	71.00	40
WINGS, V-TYPE, TOM	93.00		93.00	120
TAILS		F	40.00	108
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN		R	34.00	54
		R	120.50	108

<b>EXPORT TRADING</b>	<b>PRICE</b>	<b>L.S.T.</b>	<b>WTD AVG</b>	<b>VOLUME</b>
<b>WEDNESDAY, JUNE 16, 2010</b>	<b>RANGE</b>	<b>CODE 1/</b>	<b>PRICE</b>	<b>(000)</b>
DRUMSTICKS, TOMS		M	72.00	240
WINGS FULL-CUT - TOMS		T	71.00	40
WINGS, V-TYPE, TOM		M	89.00	120
TAILS		F	40.00	108
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN		R	34.00	54
		R	120.50	108

<b>EXPORT TRADING</b>	<b>PRICE</b>	<b>L.S.T.</b>	<b>WTD AVG</b>	<b>VOLUME</b>
<b>TUESDAY, JUNE 15, 2010</b>	<b>RANGE</b>	<b>CODE 1/</b>	<b>PRICE</b>	<b>(000)</b>
DRUMSTICKS, TOMS		M	72.00	240
WINGS FULL-CUT - TOMS	71.00		71.00	40
WINGS, V-TYPE, TOM		M	89.00	120
TAILS		F	40.00	108
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN		R	34.00	54
		R	120.50	108

<b>EXPORT TRADING</b>	<b>PRICE</b>	<b>L.S.T.</b>	<b>WTD AVG</b>	<b>VOLUME</b>
<b>MONDAY, JUNE 14, 2010</b>	<b>RANGE</b>	<b>CODE 1/</b>	<b>PRICE</b>	<b>(000)</b>
DRUMSTICKS, TOMS	72.00		72.00	240
WINGS FULL-CUT - TOMS				
WINGS, V-TYPE, TOM	89.00		89.00	120
TAILS		F	40.00	108
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN		R	34.00	54
		R	120.50	108

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.