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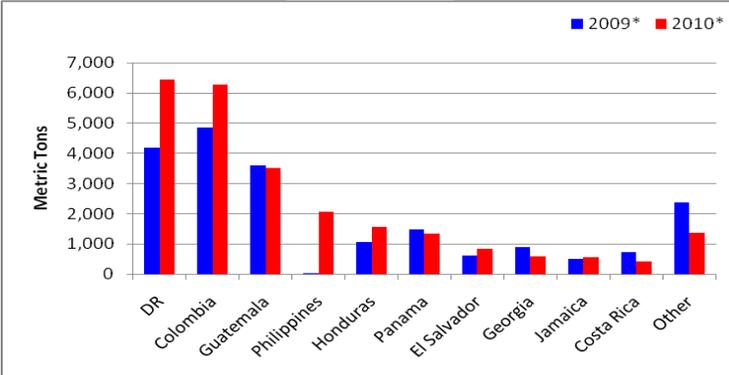
U.S. Department of Agriculture

Agricultural Marketing Service

Poultry Programs

Market News and Analysis Branch

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



Based on data, total US export volumes of MSC (HS1602320035) rose 23% (25,014 MT) in the first 5 months of 2010 from 2009 levels (20,309 MT). The US exported 4,936 MT in May 2010 (+40%) from May 2009 (3,527 MT). To date the Dominican Republic is the top destination of US MSC by volume in 2010 surpassing Colombia's 2009 lead. Significant export increases were noted to the Philippines in 2010 versus 2009.

Total US MSC exports from January-May 2010 were \$14,371,000 (3% higher than the same period a year ago at \$13,914,000). In May 2010, the US exported a total of \$3,375,000 of MSC, which was 37% higher than May 2009 (\$2,464,000). By value in 2010, the US's top export market for MSC continues to be to the Dominican Republic (\$3,895,000) with Colombia (\$3,140,000) following close behind.

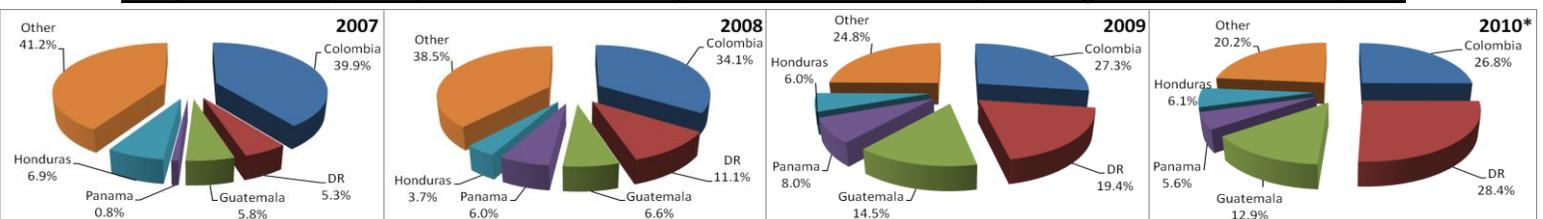
MSC production shifts were noted in 2010 due to a variety of reasons: plant closures, added MSC operations, fires, high rendering values, and others. More production changes are anticipated in 2011. Some processors have indicated reduced finished product sales in 2010. Present trading levels for MSC on the spot marketplace are seasonally declining as industry prepares for the last US summer holiday (Labor Day) and the start of 2011 annual contract negotiations. In 2010, a larger percentage of production was contracted like in years past; whereas in 2008-2009 less was contracted as many opted to sell more on the spot marketplace. In 2010, Mexico contracted less as a result of high asking prices and many wonder about their strategy in 2011.

Top US Exports of MSC by Value in Thousand Dollar Quantities

	2007	2008	2009	2009*	2010*	%
DR	1,066	2,427	5,795	3,179	3,895	23%
Colombia	7,201	6,582	7,417	3,035	3,140	3%
Guatemala	1,256	1,645	4,528	2,391	1,893	-21%
Philippines	1,133	187	906	10	1,352	
Honduras	1,437	808	1,438	573	812	42%
Other	6,798	10,486	9,461	4,726	3,279	-31%
Total	18,891	22,135	29,545	13,914	14,371	3%

Note: DR = Dominican Republic. 2009* and 2010* Data is for January-May. % = Percentage Change from 2009*-2010*.

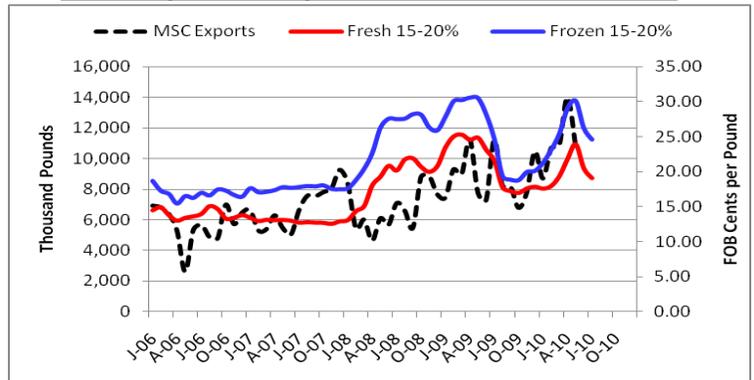
Comparison of Top US Exports of MSC in 2009 by Volume and Destination (Percentage of Total US MSC Exports)



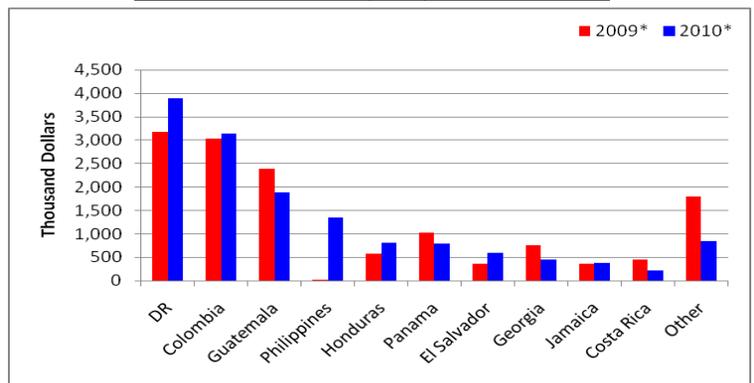
Note: DR = Dominican Republic.

Source: USDA FAS

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



Comparison of Top US Exports of MSC by Value (Thousand Dollars) from January-May 2010 with 2009



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)

	2006	2007	2008	2009	2009*	2010*	%
DR	1,470	1,956	4,053	9,213	4,200	6,460	54%
Colombia	15,676	14,662	12,484	13,000	4,854	6,282	29%
Guatemala	2,727	2,140	2,428	6,908	3,592	3,509	-2%
Philippines	133	2,147	365	1,177	12	2,068	
Honduras	3,603	2,542	1,365	2,822	1,059	1,560	47%
Panama	0	307	2,202	3,802	1,492	1,343	-10%
El Salvador	0	2	467	1,181	610	851	39%
Georgia	1,363	1,064	2,600	1,997	898	588	-35%
Jamaica	600	279	2,246	1,733	500	562	12%
Costa Rica	428	428	695	1,256	724	419	-42%
Other	4,813	11,231	7,708	4,440	2,368	1,372	-42%
Total	30,814	36,758	36,613	47,529	20,309	25,014	23%

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

INSPECTED EGG PRODUCTS-

U.S. & CANADA IMPORT/EXPORT TRADE

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

Week Ending Jul 31, 2010	Year-To-Date*			
Type	2010	2009 /1	2010 /2	2009
Liquid	49	240	2,030	6,494
Frozen	0	0	88	0
Dried	5	0	264	418
Total	54	240	2,382	6,912

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

Week Ending Jul 31, 2010	Year-To-Date*			
Type	2010	2009 /1	2010 /2	2009
Liquid	419	280	12,165	10,001
Frozen	53	4	320	208
Dried	49	0	151	0
Total	521	284	12,636	10,209

Inspected Shell Eggs

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

Week Ending Jul 31, 2010	Year-To-Date*			
Type	2010	2009 /1	2010 /2	2009
Jumbo	0	0	0	0
Extra Large	1,320	1,260	50,221	39,803
Large	4,040	3,330	74,405	82,862
Medium	810	1,550	27,372	33,137
Ungraded	2,532	11,634	100,395	159,253
Misc	0	0	900	6,218
Total	8,702	17,774	253,293	321,273

/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 31-Jul-10 (Preliminary)

U.S. fowl slaughtered domestically

	Light Hens	Heavy Hens	Total Hens
-----Thousands-----			
Head	1,413	1,555	2,968
Last Week	1,308	1,576	2,884
Same week yr ago	1,313	1,659	2,972
To-date/2010*	42,956	41,683	84,639
To-date/2009*	38,832	44,771	83,603

U.S. fowl slaughtered in Canada

	Light Hens	Heavy Hens	Total Hens
-----Thousands-----			
Head	270	0	270
Last Week	92	34	126
Same week yr ago	470	0	470
To-date/2010*	10,538	274	10,812
To-date/2009*	8,953	19	8,972

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	1,683	1,555	3,238
Last Week	1,400	1,610	3,010
Same week yr ago	1,783	1,659	3,442
To-date/2010*	53,494	41,957	95,451
To-date/2009*	47,785	44,790	92,575

*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; other fat contents steady. Supplies of fresh and frozen 15-20% were moderate to heavy with the balance of fat contents moderate. Schedules were normal with a few disruptions noted. Export and domestic demand on fresh and frozen 15-20% was light. Product movement was light into the Caribbean, Central America and Mexico. Market activity was slow. Many continue to note slow finished product sales, contract cancellations, transportation issues, and increased frame sales. Supplies of raw materials were moderate to mostly heavy. Frame values were steady to lower with trading levels ranging mostly 6-8 cents FOB.

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

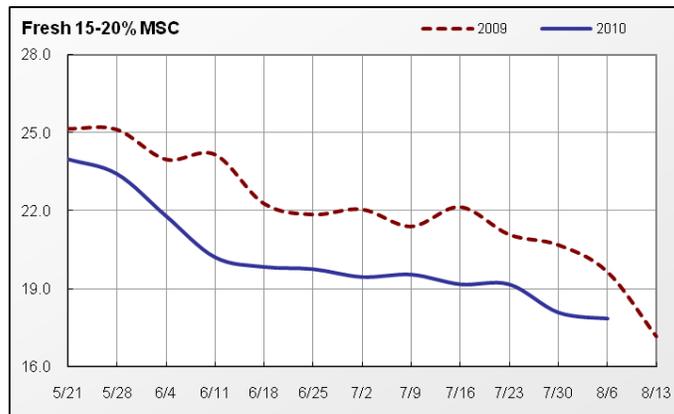
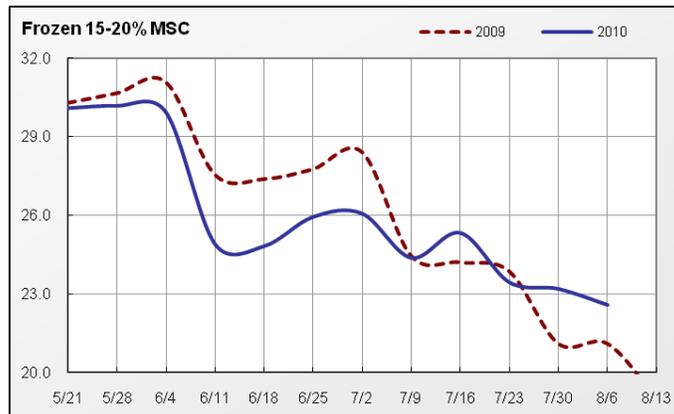
Fat Content	Frozen			Fresh		
	6-Aug-10	Last Week	Last Year	6-Aug-10	Last Week	Last Year
15% or Less						
Price Range			20.00	21.00 - 23.00	23.00 - 25.00	20.00-24.00
Wtd Avg Price			20.00	22.32	23.80	21.44
Volume Traded	-	-	216	302	333	250
Volume Exported	-	-	216	200	200	-
15-20%						
Price Range	18.00 - 25.00	20.00 - 28.00	17.00-26.00	15.00 - 21.00	12.00 - 21.00	17.00-23.00
Wtd Avg Price	22.58	23.19	21.11	17.87	18.10	19.64
Volume Traded	1,781	1,207	1,365	2,632	3,961	2,594
Volume Exported	1,581	1,087	1,225	408	286	490
20% or More						
Price Range	-	-	-	20.00	20.00	22.00
Wtd Avg Price	-	-	-	20.00	20.00	22.00
Volume Traded	-	-	-	82	82	82
Volume Exported	-	-	-	-	-	-

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

Fat Content	Frozen			Fresh		
	Jul 2010	Jun 2010	Jul 2009	Jul 2010	Jun 2010	Jul 2009
15% or Less						
Wtd Avg Price	24.00	-	-	25.25	26.13	25.39
Volume Traded	270	-	-	1,738	866	1,443
Volume Exported	270	-	-	912	305	163
15-20%						
Wtd Avg Price	24.61	26.22	24.66	19.06	20.44	21.53
Volume Traded	7,249	7,079	8,099	16,393	13,264	15,295
Volume Exported	6,629	6,499	7,299	1,775	653	4,769
20% or More						
Wtd Avg Price	-	-	-	21.33	20.60	22.00
Volume Traded	-	-	-	367	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 06 AUGUST, 2010.

The market on fresh tom drums, tom necks, and tails was steady to barely steady with some improvement noted. Balance of parts was steady. Demand and offerings continued light to moderate. The white meat market ranged steady to instances firm. Demand and offerings for tom breast meat and white trims was light to moderate. The thigh meat market was steady to barely steady. Demand was light to moderate with offerings the same. The market on fresh mechanically separated turkey (MST) remained steady to barely steady. Demand was light while offerings ranged light to instances heavy. Market activity into both domestic and export channels was slow to moderate. For domestic: frozen A grade non-basted breasts 8-10 lb. 125, 12-16 lb. 145, frozen plant grade basted breasts 135, fresh scapula meat, fresh tom full-cut wings 67, fresh tails 34 cents delivered. For export: frozen plant basted breasts 111, fresh thigh meat 112, fresh tom drums 63, frozen tom necks 39 cents delivered border or port.

EXPORT TRADING	PRICE	L.S.T.	WTD AVG	VOLUME	WEEKLY	WEEKLY
FRIDAY, AUGUST 06, 2010	RANGE	CODE 1/	PRICE	(000)	PRICE	VOLUME
DRUMSTICKS, TOMS	69.50		69.50	40	70.24	482
WINGS FULL-CUT - TOMS	70.00		70.00	162	70.00	162
WINGS, V-TYPE, TOM						
TAILS		R	36.93	214	37.18	574
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN	115.00		115.00	270	114.17	822

EXPORT TRADING	PRICE	L.S.T.	WTD AVG	VOLUME
THURSDAY, AUGUST 05, 2010	RANGE	CODE 1/	PRICE	(000)
DRUMSTICKS, TOMS	69.00		69.00	162
WINGS FULL-CUT - TOMS				
WINGS, V-TYPE, TOM				
TAILS	36.00-41.00		36.93	214
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN	112.00		112.00	108

EXPORT TRADING	PRICE	L.S.T.	WTD AVG	VOLUME
WEDNESDAY, AUGUST 04, 2010	RANGE	CODE 1/	PRICE	(000)
DRUMSTICKS, TOMS		T	70.00	40
WINGS FULL-CUT - TOMS		W	70.00	20
WINGS, V-TYPE, TOM				
TAILS	34.00		34.00	120
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN	114.50-115.00		114.55	364

EXPORT TRADING	PRICE	L.S.T.	WTD AVG	VOLUME
TUESDAY, AUGUST 03, 2010	RANGE	CODE 1/	PRICE	(000)
DRUMSTICKS, TOMS	70.00		70.00	40
WINGS FULL-CUT - TOMS		W	70.00	20
WINGS, V-TYPE, TOM				
TAILS		M	39.00	240
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN		M	112.50	80

EXPORT TRADING	PRICE	L.S.T.	WTD AVG	VOLUME
MONDAY, AUGUST 02, 2010	RANGE	CODE 1/	PRICE	(000)
DRUMSTICKS, TOMS	71.00-71.50		71.25	240
WINGS FULL-CUT - TOMS		W	70.00	20
WINGS, V-TYPE, TOM				
TAILS	34.00-44.00		39.00	240
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN	112.00-113.00		112.50	80

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.