



INTERNATIONAL EGG AND POULTRY REVIEW



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

World Broiler Exports

In 2011, broiler exports by major countries are predicted to total 8,913,000 tons. This would be a 1.4% increase over 2010 which was 8,793,000 tons. This year Brazil is predicted to export 3,310,000 metric tons of broilers and will again be the world's largest broiler exporter. The United States will be the second largest broiler exporter with a volume of 2,971,000 tons. The predicted level of 8,913,000 tons of broiler exports in 2011 would be a 20.8% increase over 2007 levels of 7,381,000 tons. The 2011 forecasts were revised recently to lower values. The revision was primarily due to a 38% reduction in the Russian tariff quota volume to 375,000 metric tons. Forecasts were also revised down due to reduced market access in China. Forecasts for 2011 broiler exports were raised in the European Union, China and Thailand as some Asian countries including Japan and Vietnam have experienced increased broiler demand.

Source: USDA/FAS

Major Traders and U.S. Trade of Broilers and Turkeys In 1,000 Metric Tons Ready To Cook Equivalent

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u> <u>(predicted)</u>	<u>2011</u> <u>(forecast)</u>	<u>% Change 2010</u> <u>to 2011</u>
Production	69,464	73,663	77,053	77,320	81,012	83,328	2.9%
Consumption	69,251	73,325	76,124	76,779	79,975	82,226	2.8%
Imports	6,846	7,561	8,285	8,016	8,348	8,328	-0.2%
Exports	7,113	7,957	9,069	8,750	9,337	9,453	1.2%
U.S. Exports	2,609	2,926	3,464	3,335	3,319	3,220	-3.0%
U.S Market Share (%) of Exports Among Major Traders	37%	37%	38%	38%	36%	34%	

Source: USDA/FAS

Factors Affecting The Broiler and Turkey Outlook In The United States For 2011

The combination of lower output prices caused by the recession and higher input costs have reduced meat production growth substantially. Prices are expected to increase in the next couple of years but the increased cost of inputs will push prices higher at the consumer levels for all meat. International demand for U.S. meat remains strong but the U.S. dollar is expected to remain weak which will result in more competitiveness of U.S. product overseas.

The amount of chicken available for the domestic market grew by nearly 5% in 2010. Despite this growth, per capita sales were at a lower level than in 2004. The chicken market will have an opportunity to gain market share over the next few years due to tighter supplies of beef and pork, but high feed costs are expected to limit that opportunity. Whole sale chicken prices increased by 7% in 2010, a rate of growth well below that of other meat commodities. Chicken production growth over the next decade is expected to average just over 1.6% but exports are not expected to increase as much due to competition from other countries.

Wholesale turkey prices in 2010 were at their third largest premium to chicken prices since 1986. Prices are expected to remain strong since flock expansions have been kept in check up to this point. The turkey industry is not expected to return to its 2008 production levels anytime soon.

Source: Food and Agricultural Policy Research institute, University of Missouri

Poultry Supply and Use Predictions

	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
<u>Broilers</u>							
Production:	36,457	36,831	37,517	38,526	39,321	39,997	40,581
Domestic Use:	29,899	30,402	30,882	31,724	32,399	32,938	33,397
Exports:	6,519	6,592	6,724	6,874	7,006	7,151	7,283
Per Capita Consumption (Pounds):	96.3	97.0	97.6	99.3	100.4	101.1	101.5
<u>Turkeys</u>							
Production:	5,564	5,559	5,585	5,673	5,773	5,864	5,938
Domestic Use:	5,090	5,006	5,022	5,107	5,208	5,290	5,355
Exports:	554	550	559	568	579	589	599
Per Capita Consumption (Pounds):	16.4	16.0	15.9	16.0	16.1	16.2	16.3

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

U.S. Exports to Canada, in Pounds (000) (Preliminary)
Week Ending Apr 16, 2011 Year-To-Date*

Type	2011	2010 /1	2011 /2	2010
Liquid	0	96	338	1,599
Frozen	0	0	0	0
Dried	0	0	0	156
Total	0	96	338	1,755

U.S. Imports From Canada, in Pounds (000) (Preliminary)
Week Ending Apr 16, 2011 Year-To-Date*

Type	2011	2010 /1	2011 /2	2010
Liquid	394	501	5,295	6,012
Frozen	9	9	249	125
Dried	0	0	0	0
Total	403	510	5,544	6,137

Inspected Shell Eggs

U.S Exports to Canada, In 30-Dozen Cases (Preliminary)
Week Ending Apr 16, 2011 Year-To-Date*

Type	2011	2010 /1	2011 /2	2010
Jumbo	0	0	0	0
Extra Large	4,830	540	20,389	10,350
Large	6,800	60	35,940	31,220
Medium	1,770	900	7,525	10,950
Ungraded	3,422	4,608	24,258	66,474
Misc	0	0	0	0
Total	16,822	6,108	88,112	118,994

/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 Apr 16, 2011 (Preliminary)

U.S. fowl slaughtered domestically

	Light Hens	Heavy Hens	Total Hens
-----Thousands-----			
Head	1,321	1,337	2,658
Last Week	1,493	1,392	2,885
Same week yr ago	1,598	1,314	2,912
To-date/2011*	21,464	22,100	43,564
To-date/2010*	22,023	19,723	41,746

U.S. fowl slaughtered in Canada

	Light Hens	Heavy Hens	Total Hens
-----Thousands-----			
Head	505	0	505
Last Week	316	0	316
Same week yr ago	454	11	465
To-date/2011*	5,863	121	5,984
To-date/2010*	5,119	91	5,210

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	1,826	1,337	3,163
Last Week	1,809	1,392	3,201
Same week yr ago	2,052	1,325	3,377
To-date/2011*	27,327	22,221	49,548
To-date/2010*	27,142	19,814	46,956

*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.)

MSC prices trended firm to higher on fresh and frozen 15-20%. Supplies are light to moderate. Schedules were normal to less than normal due to some operations taking downtime due to the Easter holiday. Demand into domestic and export channels was moderate to mostly good with light trade activity due to product availability. Market activity was moderate to active. Supplies of raw materials are tight. Frame values were firm with limited trading occurring between 11-13.5 cents FOB.

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

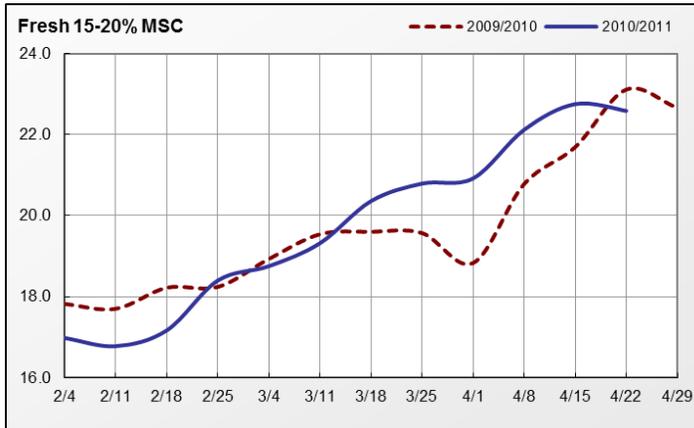
Fat Content	Frozen			Fresh		
	22-Apr-11	Last Week	Last Year	22-Apr-11	Last Week	Last Year
15% or Less						
Price Range			32.00	25.00	24.00	25.00-26.00
Wtd Avg Price			32.00	25.00	24.00	25.77
Volume Traded	-	-	40	122	82	213
Volume Exported	-	-	-	-	-	-
15-20%						
Price Range	24.00 - 28.00	24.00 - 27.00	24.50-33.00	19.00 - 27.00	21.50 - 25.00	18.00-30.00
Wtd Avg Price	25.68	25.70	29.45	22.58	22.75	23.11
Volume Traded	1,659	1,978	1,838	3,487	3,457	6,833
Volume Exported	1,359	1,838	1,718	-	-	408
20% or More						
Price Range	-	-	-	18.00 - 20.00	18.00 - 20.00	20.00
Wtd Avg Price	-	-	-	19.00	19.00	20.00
Volume Traded	-	-	-	82	82	41
Volume Exported	-	-	-	-	-	-

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

Fat Content	Frozen			Fresh		
	Mar 2011	Feb 2011	Mar 2010	Mar 2011	Feb 2011	Mar 2010
15% or Less						
Wtd Avg Price	-	-	25.00	20.83	19.29	23.30
Volume Traded	-	-	40	245	694	408
Volume Exported	-	-	-	-	-	-
15-20%						
Wtd Avg Price	23.86	22.69	25.48	19.80	17.34	19.37
Volume Traded	6,170	6,087	5,689	13,826	15,732	14,453
Volume Exported	5,930	5,367	4,937	1,183	1,224	1,958
20% or More						
Wtd Avg Price	-	-	-	18.91	19.00	18.50
Volume Traded	-	-	-	449	571	245
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 22 April 2011.

The market on bulk parts was steady to fully steady. Demand was light to moderate. Offerings were mixed, mostly light. The market on all white meat was steady to fully steady and only lightly tested. Demand was light to moderate. Offerings for all white meat was light to moderate. Thigh meat market is steady to fully steady. Demand was light to moderate. Offerings light. The market on mechanically separated turkey (MST) is steady. Demand was light. Offerings light to moderate. Trading was slow to moderate for this holiday shortened week. For domestic: frozen tails 42-45 cents and breeder hen drums 81 cents. For export: frozen tom breast meat 255 cents and livers 25 cents delivered to port.

Export Trading

	Price Range	L.S.T. Code 1/	Wtd Avg Price	Volume (000)	Weekly Wtd Avg Price	Weekly Volume (000)
Friday, April 22, 2011						
Drumsticks, Toms	79.00-85.00		81.78	362	82.47	524
Wings Full-Cut - Toms		R	83.30	270	83.30	270
Wings, V-Type, Tom	97.00-97.50		97.30	300	97.22	408
Tails	41.00-42.00		41.40	134	42.28	296
Mechanically Separated 2/	31.00		31.00	54	30.60	202
Thigh Meat - Frozen	135.00		135.00	27	135.67	81
Thursday, April 21, 2011						
Drumsticks, Toms	83.00-84.50		84.00	162		
Wings Full-Cut - Toms	83.00-84.50		83.30	270		
Wings, V-Type, Tom		W	97.00	108		
Tails		M	43.00	162		
Mechanically Separated 2/	31.00-32.50		31.86	94		
Thigh Meat - Frozen		W	136.00	54		
Wednesday, April 20, 2011						
Drumsticks, Toms		F	78.00	54		
Wings Full-Cut - Toms						
Wings, V-Type, Tom	96.00-98.00		97.00	108		
Tails		M	43.00	162		
Mechanically Separated 2/	28.00		28.00	54		
Thigh Meat - Frozen	136.00		136.00	54		
Tuesday, April 19, 2011						
Drumsticks, Toms		F	78.00	54		
Wings Full-Cut - Toms						
Wings, V-Type, Tom						
Tails		M	43.00	162		
Mechanically Separated 2/		F	30.00	80		
Thigh Meat - Frozen		W	134.00	42		
Monday, April 18, 2011						
Drumsticks, Toms		F	78.00	54		
Wings Full-Cut - Toms						
Wings, V-Type, Tom						
Tails	43.00		43.00	162		
Mechanically Separated 2/		F	30.00	80		
Thigh Meat - Frozen		W	134.00	42		

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.