



Processed Chicken: National Mechanically Separated Chicken (Fri.)
Agricultural Marketing Service
Poultry Market News & Analysis

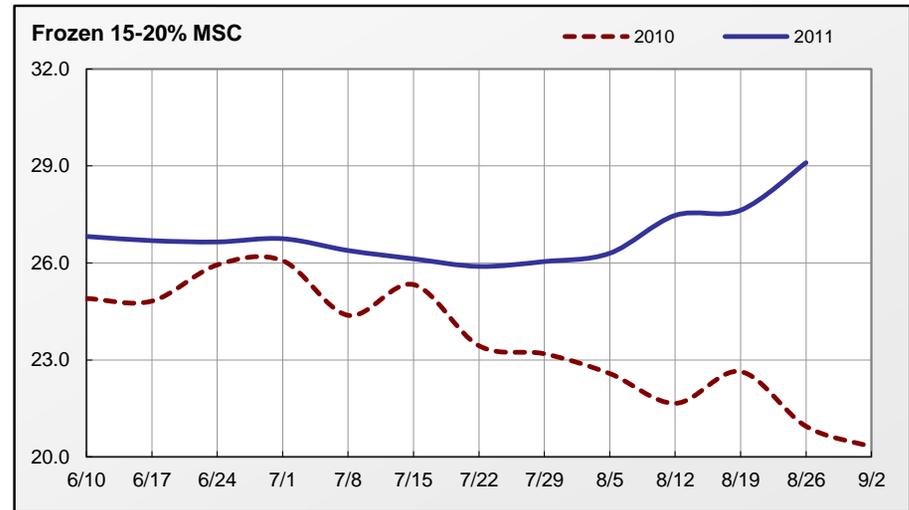
Fri. Aug 26, 2011

(F.O.B. Shipper Dock or equivalent; negotiated prices in trucklot and less-than-trucklot volumes reported in thousand pound quantities, cents/pound; delivery within 2 weeks.)

Prices trended firm to higher on all fat contents. MSC supplies were light to moderate. Schedules were normal. Demand into both domestic and export channels was moderate to mostly good. A variety of factors continue to influence the spot marketplace ranging from continuous high temps, lighter bird weights, higher bird mortality rates, production cutbacks, high grain costs, strong finished product sales domestically, production preparations for the coming hurricane season and improved export interest. Many dealers in industry on both sides have begun to prepare for the fast approaching contract season. However discussions won't begin until late September or October at the earliest with many anticipating a challenging season. Market activity was active with most buyer interest and movement centering on fresh 15-20%, especially into Mexico. Supplies of raw materials were tight and wanted. Frame values continue to trade mostly between 13-15 cents FOB.

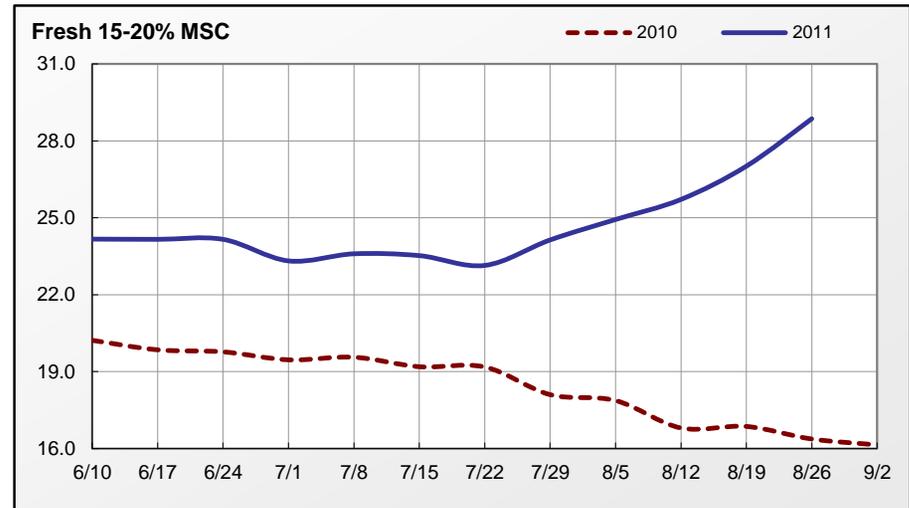
Weekly MSC Weighted Average Prices (cents/pound) and Volumes (1,000 pounds)

| Fat Content | Frozen | | | Fresh | | |
|--------------------|---------------|---------------|-------------|---------------|---------------|-------------|
| | 26-Aug-11 | Last Week | Last Year | 26-Aug-11 | Last Week | Last Year |
| 15% or Less | | | | | | |
| Price Range | | | - | 30.00 | 26.00 - 27.00 | 21.00 |
| Wtd Avg Price | | | - | 30.00 | 26.80 | 21.00 |
| Volume Traded | - | - | - | 143 | 204 | 163 |
| Volume Exported | - | - | - | - | - | - |
| 15-20% | | | | | | |
| Price Range | 26.00 - 32.00 | 26.00 - 32.00 | 16.00-27.00 | 26.00 - 34.00 | 24.00 - 30.00 | 13.00-20.00 |
| Wtd Avg Price | 29.10 | 27.63 | 20.95 | 28.87 | 27.02 | 16.37 |
| Volume Traded | 1,542 | 1,630 | 2,546 | 3,886 | 3,876 | 3,713 |
| Volume Exported | 1,542 | 1,590 | 2,146 | 612 | 612 | 449 |
| 20% or More | | | | | | |
| Price Range | - | - | - | 22.00 | 21.00 | 18.00 |
| Wtd Avg Price | - | - | - | 22.00 | 21.00 | 18.00 |
| Volume Traded | - | - | - | 41 | 41 | 82 |
| Volume Exported | - | - | - | - | - | - |



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

| Fat Content | Frozen | | | Fresh | | |
|--------------------|----------|----------|----------|----------|----------|----------|
| | Jul 2011 | Jun 2011 | Jul 2010 | Jul 2011 | Jun 2011 | Jul 2010 |
| 15% or Less | | | | | | |
| Wtd Avg Price | - | - | 24.00 | 24.43 | 25.65 | 25.25 |
| Volume Traded | - | - | 270 | 571 | 755 | 1,738 |
| Volume Exported | - | - | 270 | - | - | 912 |
| 15-20% | | | | | | |
| Wtd Avg Price | 26.21 | 26.66 | 24.61 | 23.56 | 24.09 | 19.06 |
| Volume Traded | 8,116 | 6,656 | 7,249 | 22,513 | 17,625 | 16,393 |
| Volume Exported | 7,486 | 5,816 | 6,629 | 2,122 | 898 | 1,775 |
| 20% or More | | | | | | |
| Wtd Avg Price | - | - | - | 20.00 | 20.00 | 21.33 |
| Volume Traded | - | - | - | 408 | 408 | 367 |
| Volume Exported | - | - | - | - | - | - |



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