



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

### Philippine Poultry Production Increases 7.06% in First Quarter

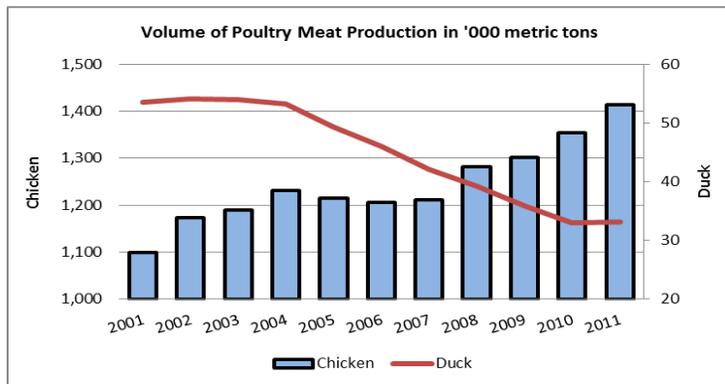
January-March 2012 poultry production continued its upward trend, growing over 7% compared to the same period ago. Chicken production increased 7.38% and duck production rose 1.82%. Chicken and duck egg production increased by 6.92% and 1.18% respectively.

### January-March Poultry\* and Egg Production in '000 MT

	2010	2011	2012	Percent Change	
				11/10	12/11
Chicken	332.09	344.60	370.02	3.77	7.38
Duck	9.43	9.36	9.53	-0.74	1.82
Chicken Eggs	94.56	99.23	106.10	4.94	6.92
Duck Eggs	9.15	9.32	9.43	1.86	1.18

\*Poultry in live weight

In calendar year 2011 chicken production totaled 1,414,290 MT live weight, up 4.52% from 1,353,130 MT in 2010. Growth was due to the expansion of commercial broiler farms and the higher number of broilers dressed. Duck production was 33,153 MT, up 0.53% from 32,970 MT in 2010. Chicken egg production grew 6.92% in 2011 and duck egg production increased by 1.18%.



Source: Bureau of Agricultural Statistics

### Frozen Chicken Meat Imports

Change	2009	2010	2011P	Percent	
				10/09	11/10
Volume ('000 MT)	61.41	97.99	111.84	59.57	14.13
Value (CIF in million US\$)	41.41	67.93	83.94	64.04	23.57

Source: NSO

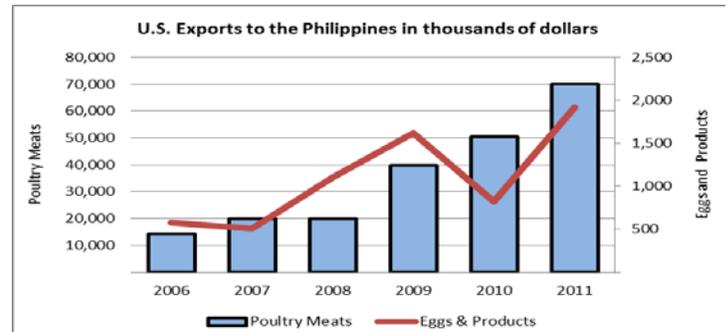
According to the U.S. Department of Commerce, frozen chicken meat exports shipped to the Philippines totaled 35.6 MT in 2009, 46.3MT in 2010 and 57.8MT in 2011. This total may include product that is transshipped.

Source: Performance of Philippine Agriculture, January-March 2012; Report Selected Statistics on Agriculture 2011, Bureau of Agricultural Statistics

### U.S. Poultry and Egg Exports to the Philippines

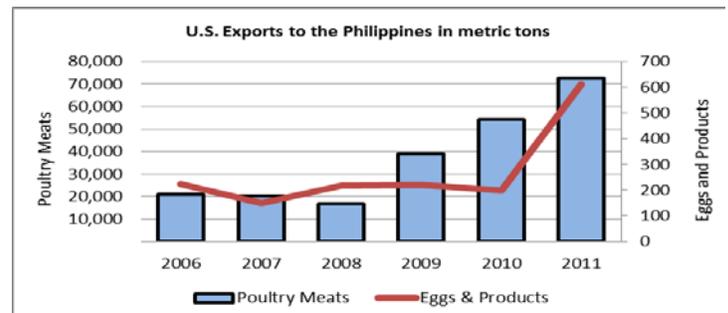
The Philippines is the largest market for U.S. foods and beverages in Southeast Asia and is one of the fastest growing markets in the world with a rapidly growing middle class and an historical preference for U.S. products.

The value of U.S. poultry meat exports to the Philippines totaled \$70.0 million in 2011, an increase of over 39% when compared to 2010 (\$50.3 million). The value of eggs and egg products exports totaled to \$1.9 million in 2011, up almost 133% compared a year ago (\$825 thousand). The growth rate for 2006-2011 was 389.8% for poultry meats and 230.9% for eggs and egg products.



Source: Department of Commerce, U.S. Census Bureau, Foreign Trade Statistics

In volume, poultry meat exports grew 47.8% to reach 72,689 metric tons in 2011. Eggs and egg products exports totaled 612 MT, up 187.1% from 2010. The 5 year growth rate (2006-2011) was 249.0% for poultry meats and 173.4% for eggs and egg products.



Source: Department of Commerce, U.S. Census Bureau, Foreign Trade Statistics

In 2011 the majority of poultry meat exports to the Philippines consisted of HS Codes 0207140090 (frozen chicken, other) and 0207140010 (frozen chicken leg quarters). Dried whole eggs and dried albumin were the top egg products exported.

Source: USDA FAS GAIN Report dated 3/19/2012

### Philippines Chicken Inventory by Farm Type as of July 1, 2012

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Broiler	33,226,246	34,619,646	34,296,266	37,365,145	37,521,509	41,755,062	47,599,699	56,554,498	59,835,561	54,740,318	58,156,243
Layers	15,406,074	17,625,156	18,220,274	19,192,737	21,797,492	22,414,935	23,735,760	24,567,792	26,515,188	28,973,484	30,455,366
Native	74,736,614	75,003,794	73,175,485	72,876,617	75,558,821	76,892,323	77,015,888	77,515,400	81,368,125	77,502,225	76,628,981

Latest update: 2012-05-21 9:00:00 AM; CountrySTAT Philippines  
Source: Bureau of Agricultural Statistics

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

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

Type	Year-To-Date*			
	2012	2011 /1	2012 /2	2011
Liquid	0	48	726	771
Frozen	0	0	0	0
Dried	0	0	50	139
Total	0	48	776	910

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

Type	Year-To-Date*			
	2012	2011 /1	2012 /2	2011
Liquid	165	534	8,200	8,695
Frozen	12	40	637	548
Dried	0	0	0	0
Total	177	574	8,837	9,243

**INSPECTED SHELL EGGS**

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

Type	Year-To-Date*			
	2012	2011 /1	2012 /2	2011
Jumbo	0	0	0	0
Extra Large	1,950	900	48,840	42,979
Large	2,650	1,050	103,992	73,683
Medium	810	607	18,543	22,965
Ungraded	1,440	120	67,578	80,834
Misc	0	0	1,620	0
Total	6,850	2,677	240,573	220,461

/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 Jul 14, 2012 (Preliminary)

**U.S. Fowl Slaughtered Domestically**

	Light Hens	Heavy Hens	Total Hens
-----Thousands-----			
Head	1,396	1,853	3,249
Last Week	986	1,647	2,633
Same week yr ago	1,390	1,553	2,943
To-date/2012*	45,130	43,345	88,475
To-date/2011*	39,069	42,552	81,621

**U.S. Fowl Slaughtered in Canada**

	Light Hens	Heavy Hens	Total Hens
-----Thousands-----			
Head	119	0	119
Last Week	119	0	119
Same week yr ago	271	13	284
To-date/2012*	8,168	36	8,204
To-date/2011*	10,723	285	11,008

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	1,515	1,853	3,368
Last Week	1,105	1,647	2,752
Same week yr ago	1,661	1,566	3,227
To-date/2012*	53,298	43,381	96,679
To-date/2011*	49,792	42,837	92,629

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

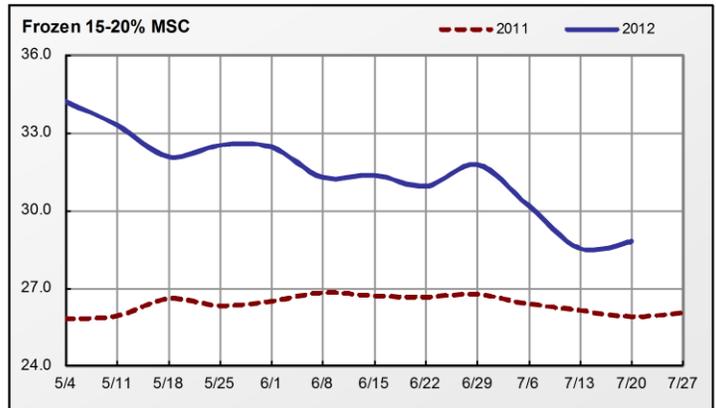
**NATIONAL MECHANICALLY SEPARATED CHICKEN**

(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.)

Prices for MSC are trending steady to mostly weak on all fat contents. Demand is light to instances moderate for both export and domestic channels. Supplies are moderate to heavy. Schedules are normal. With the seasonal peak behind us, July 4, most in industry feel the bloom is off the rose for MSC. For many the summer has been disappointing, falling short of seasonal expectations regarding interest and movement of both MSC and finished products. Industry continues to closely monitor the marketplace, stay out front on spot MSC sales, and move more spot frames to avoid producing additional MSC. Some buyers and sellers have even started to contemplate the possible dynamics of this Fall's approaching contract season. Market activity is light to moderate. Supplies of raw materials are moderate to heavy. Spot frames traded between 10-15 cents FOB, mostly 10-12 FOB.

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

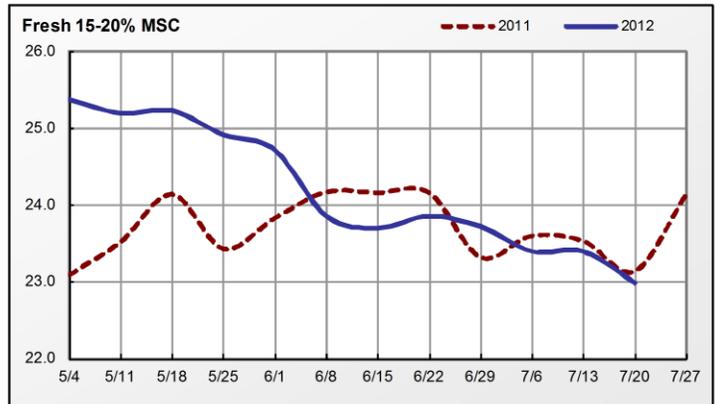
Fat Content	Frozen			Fresh		
	20-Jul-12	Last Week	Last Year	20-Jul-12	Last Week	Last Year
<b>15% or Less</b>						
Price Range	-	-	-	25.00 - 26.00	25.00-26.00	22.00-25.00
Wtd Avg Price	-	-	-	25.75	25.60	24.00
Volume Traded	-	-	-	163	102	122
Volume Exported	-	-	-	-	-	-
<b>15-20%</b>						
Price Range	21.00 - 33.00	24.00 - 33.00	24.00-28.00	19.00 - 26.00	20.00 - 26.00	18.00-26.50
Wtd Avg Price	28.80	28.52	25.89	22.99	23.40	23.14
Volume Traded	1,405	1,718	1,590	4,865	4,909	4,304
Volume Exported	1,229	1,198	1,430	449	653	571
<b>20% or More</b>						
Price Range	-	-	-	22.50	22.00	20.00
Wtd Avg Price	-	-	-	22.50	22.00	20.00
Volume Traded	-	-	-	82	41	82
Volume Exported	-	-	-	-	-	-



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

Fat Content	Frozen			Fresh		
	Jun 2012	May 2012	Jun 2011	Jun 2012	May 2012	Jun 2011
<b>15% or Less</b>						
Wtd Avg Price	32.00	28.60	-	25.24	26.00	25.65
Volume Traded	160	200	-	653	612	755
Volume Exported	-	-	-	-	-	-
<b>15-20%</b>						
Wtd Avg Price	31.55	32.87	26.66	23.93	25.17	24.09
Volume Traded	7,367	6,879	6,656	22,914	14,723	17,625
Volume Exported	6,987	5,879	5,816	1,591	1,795	898
<b>20% or More</b>						
Wtd Avg Price	-	-	-	22.33	22.30	20.00
Volume Traded	-	-	-	367	204	408
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 20 JULY 2012.

The market on bulk parts is mostly steady. The white meat market is reported as steady. The undertone on thigh meat is fully steady to instances firm. The market on mechanically separated turkey remains steady. Demand and offerings for bulk parts and meats is light to moderate. Market activity is slow to moderate into both domestic and export channels. Industry continues to evaluate effects caused by the extreme heat. For domestic: fresh scapula meat 95-97, fresh ground breast trim 73, fresh tom full-cut wings 42 cents delivered. For export: fresh tom drums 52, fresh scapula meat 92 cents delivered border.

**EXPORT TRADING**

	PRICE RANGE	L.S.T. CODE 1/	WTD AVG PRICE	VOLUME (000)	WEEKLY WTD AVG PRICE	WEEKLY VOLUME (000)
<b>FRIDAY, JULY 20, 2012</b>						
DRUMSTICKS, TOMS		R	65.00	324	65.00	324
WINGS FULL-CUT - TOMS		R	44.00	108	40.76	742
WINGS, V-TYPE, TOM		R	93.00	486	93.00	486
TAILS		R	50.00	54	50.00	54
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN	88.00		88.00	270	87.50	432
<b>THURSDAY, JULY 19, 2012</b>						
DRUMSTICKS, TOMS	65.00		65.00	324		
WINGS FULL-CUT - TOMS	44.00		44.00	108		
WINGS, V-TYPE, TOM	84.00-97.50		93.00	486		
TAILS	50.00		50.00	54		
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN	88.00		88.00	108		
<b>WEDNESDAY, JULY 18, 2012</b>						
DRUMSTICKS, TOMS		R	63.57	378		
WINGS FULL-CUT - TOMS	39.00		39.00	108		
WINGS, V-TYPE, TOM		R	90.57	378		
TAILS		F	50.00	40		
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN		T	84.00	54		
<b>TUESDAY, JULY 17, 2012</b>						
DRUMSTICKS, TOMS		R	63.57	378		
WINGS FULL-CUT - TOMS	40.00-46.00		40.66	364		
WINGS, V-TYPE, TOM		R	90.57	378		
TAILS		F	50.00	40		
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN	84.00		84.00	54		
<b>MONDAY, JULY 16, 2012</b>						
DRUMSTICKS, TOMS		R	63.57	378		
WINGS FULL-CUT - TOMS	40.00		40.00	162		
WINGS, V-TYPE, TOM		R	90.57	378		
TAILS		F	50.00	40		
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN		M	85.00	128		

1/ CODES FOR LAST SIGNIFICANT TRADE (L.S.T.):

M=MONDAY T=TUESDAY W=WEDNESDAY R-THURSDAY F=FRIDAY

2/ 15-20% fat with skin added.