



Growth in Philippines Poultry Production

The Philippines poultry sector grew by 4.53% in 2012, boosted by strong growth in chicken production (+4.61%), due to the high demand for chicken meat throughout the year. Duck production went up by 2.08%; favorable weather conditions and sufficient water supply resulted in increased duck inventory.

Due to an increase in the number of laying flocks and the sustained demand for eggs, chicken egg production maintained its uptrend and posted another 4.37% increase this year. Duck egg production continued to grow with a 5.52% gain in 2012. Increased acquisition of laying flocks and higher egg-laying efficiency ratio were cited in almost all regions. In addition, there was improved performance of laying flocks and high demand for "balut" and salted eggs in Cagayan Valley and Western Visayas.

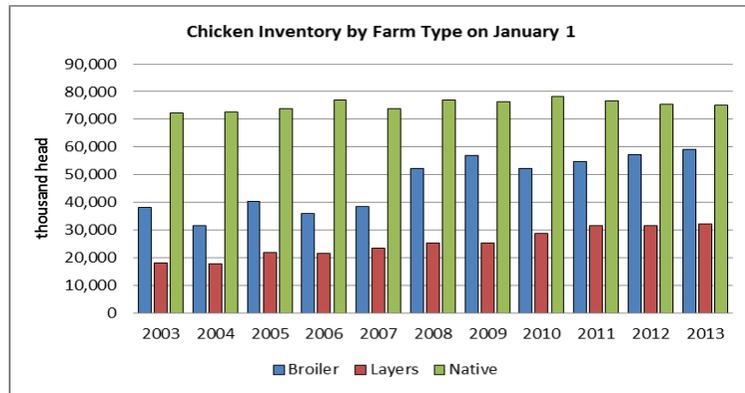
Poultry: Volume of Production by Animal Type and Year

In thousand metric tons

	2008	2009	2010	2011	2012
Chicken	1,281.34	1,300.90	1,353.13	1,414.29	1,479.44
Duck	39.21	35.93	32.98	33.15	33.85
Chicken Eggs	350.79	368.46	387.34	403.43	421.06
Duck Eggs	42.56	39.62	36.68	37.68	39.75

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On July 1 2012, about 55% of the total chicken population was broilers and layers raised in commercial farms. Native/improved chickens raised in backyard farms accounted for 45% of the total chicken inventory.



Chicken production for the first half of 2012 totaled 721,961 metric tons live weight. The top producing regions were:

	Chicken Live weight	Share
Central Luzon	254,556 MT	35.26%
Calabarzon	138,399 MT	19.17%
Northern Mindanao	63,099 MT	8.74%

During the first half of 2012, total egg production was estimated at 213,145 MT. Of this volume, 82.20% were produced in commercial layer farms and 17.80% were from native/improved chickens in backyard farms. Around 69% of the country's total egg production came from the top producing regions:

	Egg Production	Share
Calabarzon	66,385 MT	31.15%
Central Luzon	41,012 MT	19.24%
Central Visayas	20,798 MT	9.76%
Northern Mindanao	18,901 MT	8.87%

Philippine poultry meat exports were valued at US\$33.3 million in 2012, down from US\$43.1 million in 2011. Most poultry meat exports are shipped to Japan.

Philippine Poultry Meat Exports to Select Countries

Country	Value in 2012	Value in 2011
Japan	\$33,029,930	\$43,091,521
South Korea	\$121,368	-
Taiwan	\$3,551	-
Germany	\$16,084	-
Others	\$165,654	\$42,337
All Exports	\$33,336,587	\$43,133,858

Source: Republic of the Philippines, Department of Agriculture, Bureau of Agricultural Statistics; Republic of the Philippines, Department of Trade and Industry.

Poultry is one of the Top U.S. Exports to the Philippines

The Philippines is the largest market in Southeast Asia for U.S. food and beverage (F&B) products, and one of the fastest growing markets in the world. According to U.S. Customs statistics, the top five F&B product categories by value in 2012 were: dairy products, red meats, poultry meat, snack foods and processed fruits and vegetables. Poultry meat was the top product by growth.

Top 5 Products by Growth in 2012, in thousands USD

	2011	2012	% Growth
Poultry Meat	69,875	87,103	24.7
Fresh Fruit	41,839	50,845	21.5
Tree Nuts	4,538	5,247	16.6
Egg & Products	2,064	2,343	13.5
Dairy Products	280,260	316,840	13.1

U.S. poultry meat exports to the Philippines totaled 89,065 metric tons in 2012, up 23% from the previous year. In 2012, five items accounted for 95% of the exported meats by volume.

U.S. Exports of Poultry Meat to the Philippines

CY 2009 – 2012 in millions of dollars

Code	2009	2010	2011	2012	% Growth 2009-2010
Chicken, Fr/Frz	34.9	42.5	54.6	62.8	79.8
Poultry Meats, Prep	2.8	5.4	10.3	12.5	350.7
Turkey, Fr/Frz	1.8	2.1	4.6	11.5	541.5
Other Poultry Fr/Frz	.4	.4	.3	.3	-13.1
Poultry Meat Total	39.9	50.3	69.9	87.1	118.5

The Philippine government imposes a tariff rate quota (TRQ), known as the Minimum Access Volume (MAV), on several agricultural products including poultry. Since 2005, the Philippine government has maintained MAV levels at its WTO Uruguay Round commitments despite a continued rise in market demand for MAV products. The high in-quota tariffs, which range from 30–50 percent, significantly inhibit U.S. exports of MAV products to the Philippines. The in-quota tariff on poultry is 40 percent. Since 2002, the Philippines has also invoked a price-based special safeguard (SSG) on imports of chicken meat, essentially doubling the MAV rate of protection for out-of-quota imports.

Source: USDA FAS GAIN Reports dated 3/14/2013, 01/10/2013

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

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

Type	Year-To-Date*			
	2013	2012 /1	2013 /2	2012
Liquid	0	48	1,000	294
Frozen	0	0	0	0
Dried	40	0	59	0
Total	40	48	1,059	294

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

Type	Year-To-Date*			
	2013	2012 /1	2013 /2	2012
Liquid	72	351	3,186	5,158
Frozen	4	5	344	352
Dried	0	0	4	0
Total	76	356	3,534	5,510

INSPECTED SHELL EGGS

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

	Year-To-Date*			
	2013	2012 /1	2013 /2	2012
Jumbo	0	0	0	0
Extra Large	5,100	4,920	26,510	19,620
Large	9,610	6,035	45,600	40,721
Medium	240	1,031	7,713	9,352
Ungraded	1,680	11,010	22,289	26,388
Misc	0	0	0	0
Total	16,630	22,996	102,112	96,081

/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 Mar 30, 2013 (Preliminary)

U.S. Fowl Slaughtered Domestically

	Thousands		Total Hens
	Light Hens	Heavy Hens	
Head	1,833	1,480	3,313
Last Week	1,678	1,317	2,995
Same week yr ago	1,676	1,372	3,048
To-date/2013*	20,408	18,223	38,631
To-date/2012*	20,462	19,304	39,766

U.S. Fowl Slaughtered in Canada

	Thousands		Total Hens
	Light Hens	Heavy Hens	
Head	269	0	269
Last Week	606	0	606
Same week yr ago	346	0	346
To-date/2013*	4,301	0	4,301
To-date/2012*	3,857	36	3,893

Data Source: Agriculture and Agri-Food Canada, AISD, AID, Poultry Section

Total U.S. Fowl Slaughtered in the U.S. and Canada

	Thousands		Total Hens
	Light Hens	Heavy Hens	
Head	2,102	1,480	3,582
Last Week	2,284	1,317	3,601
Same week yr ago	2,022	1,372	3,394
To-date/2013*	24,709	18,223	42,932
To-date/2012*	24,319	19,340	43,659

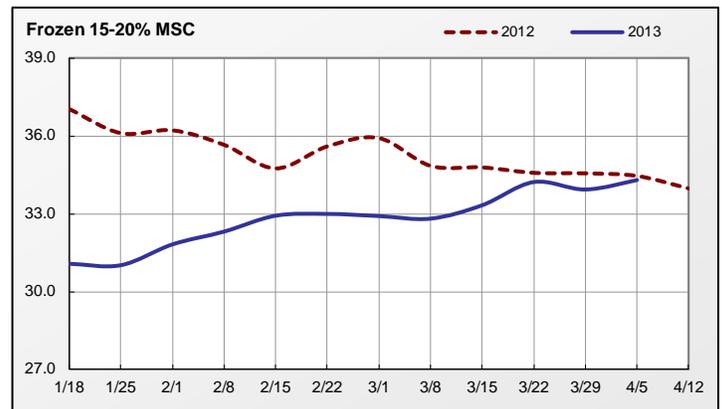
*Note: Year to-date totals reflect comparable time periods.

NATIONAL MECHANICALLY SEPARATED CHICKEN (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.)

MSC prices are trending steady to firm on all fat contents. Supplies are light to moderate. Schedules are back to normal following the holiday. Demand is mixed ranging light to instances good into both domestic and export channels. Industry is very focused on the spot marketplace, especially going forward. Many are waiting to see how a number of influential factors will play out on the marketplace. These factors include: production returning to normal levels after months of industry cutbacks, the return in demand and buying from Mexico and other export markets following Lent and the Easter holiday, the typical increase in finished good production preparing for the Memorial Day kick off, and the impact and procedures of the impending new FSIS regulations for Salmonella testing of ground chicken, MSC, ground turkey, and MST. Meanwhile sellers are closely managing production and selling spot MSC out front. Market activity is moderate to active. Raw material supplies are very light and moving well. Frames are steady to firm trading between 14-16 cents FOB, mostly 15 FOB.

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

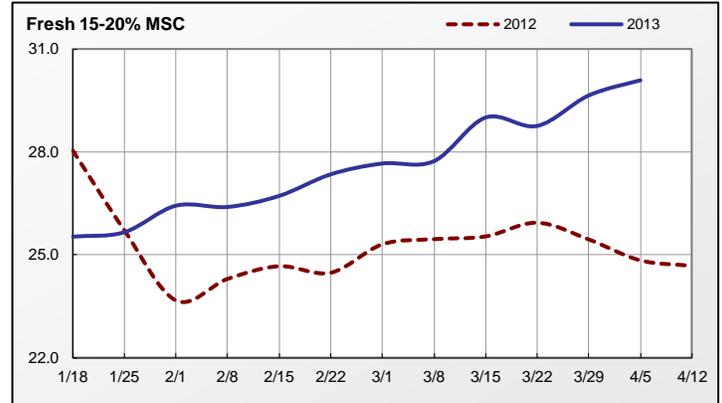
Fat Content	Frozen			Fresh		
	5-Apr-13	Last Week	Last Year	5-Apr-13	Last Week	Last Year
15% or Less						
Price Range			-	29.00 - 31.00	29.00 - 31.00	27.00
Wtd Avg Price			-	30.00	30.00	27.00
Volume Traded	-	-	-	163	82	82
Volume Exported	-	-	-	-	-	-
15-20%						
Price Range	32.50 - 37.00	33.00 - 36.00	31.00-38.00	27.00 - 33.00	27.00 - 33.00	20.00-29.00
Wtd Avg Price	34.30	33.94	34.46	30.10	29.66	24.84
Volume Traded	1,710	1,255	1,650	4,916	3,101	3,702
Volume Exported	1,590	975	1,450	326	326	530
20% or More						
Price Range	-	-	-	22.00	22.00	22.50
Wtd Avg Price	-	-	-	22.00	22.00	22.50
Volume Traded	-	-	-	82	82	82
Volume Exported	-	-	-	-	-	-



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

Fat Content	Frozen			Fresh		
	Mar 2013	Feb 2013	Mar 2012	Mar 2013	Feb 2013	Mar 2012
15% or Less						
Wtd Avg Price	31.00	30.00	-	29.16	26.43	26.92
Volume Traded	80	40	-	561	714	775
Volume Exported	-	-	-	-	-	-
15-20%						
Wtd Avg Price	33.40	32.59	34.92	28.52	26.70	25.56
Volume Traded	6,348	5,957	9,964	17,485	17,289	19,562
Volume Exported	5,700	5,357	8,629	1,958	2,815	4,264
20% or More						
Wtd Avg Price	-	-	-	22.00	22.00	22.30
Volume Traded	-	-	-	367	245	408
Volume Exported	-	-	-	-	-	-

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



Source: USDA AMS Livestock, Poultry & Grain Market News (www.ams.usda.gov/lpsmarketnewspage)

NATIONAL YOUNG TURKEY PARTS

INCLUDING BULK MEAT and FROZEN (UNLESS SPECIFIED), CENTS PER LB., DELIVERED FIRST RECEIVERS, PART AND FULL TRUCKLOTS AS OF 05 APRIL 2013.

The market on bulk parts was steady. Demand and offerings was light to moderate. Tom breast meat and tenders market is steady to weak. Demand was light. Offerings was moderate to heavy, balance of white trims was fully steady. Demand was light to moderate. Offerings light. Mechanically separated turkey market was steady, instances firm. Demand and offerings was light to moderate. The market on thigh meat was steady. Demand and offerings was light to moderate. Trading was slow. For domestic: frozen grade A breast non basted 8-10 lbs. 135-137 cents, 10-12 lbs. 140 cents, 12-16 lbs. 142 cents and 16-18 lbs. 145 cents, fresh punched drums 118 cents, fresh scapula 116.75-120 cents delivered. For export: fresh thigh meat 121 cents and fresh tom drums 62 cents delivered to Border.

EXPORT TRADING

	PRICE RANGE	L.S.T. CODE 1/	WTD AVG PRICE	VOLUME (000)	WEEKLY WTD AVG PRICE	WEEKLY VOLUME (000)
FRIDAY, APRIL 5, 2013						
DRUMSTICKS, TOMS		R	66.50	120	66.50	120
WINGS FULL-CUT - TOMS						
WINGS, V-TYPE, TOM		R	87.00	324	87.00	432
TAILS	56.00		56.00	80	56.00	80
MECHANICALLY SEPARATED 2/	31.00		31.00	40	31.00	40
THIGH MEAT - FROZEN	114.00		114.00	120	115.60	200
THURSDAY, APRIL 4, 2013						
DRUMSTICKS, TOMS	66.50		66.50	120		
WINGS FULL-CUT - TOMS						
WINGS, V-TYPE, TOM	86.00-88.00		87.00	324		
TAILS						
MECHANICALLY SEPARATED 2/						
THIGH MEAT - FROZEN		M	118.00	80		
WEDNESDAY, APRIL 3, 2013						
DRUMSTICKS, TOMS		F	67.43	282		
WINGS FULL-CUT - TOMS						
WINGS, V-TYPE, TOM		M	87.00	108		
TAILS						
MECHANICALLY SEPARATED 2/		W	33.50	40		
THIGH MEAT - FROZEN		M	118.00	80		
TUESDAY, APRIL 2, 2013						
DRUMSTICKS, TOMS		F	67.43	282		
WINGS FULL-CUT - TOMS						
WINGS, V-TYPE, TOM		M	87.00	108		
TAILS		T	55.00	40		
MECHANICALLY SEPARATED 2/		W	33.50	40		
THIGH MEAT - FROZEN		M	118.00	80		
MONDAY, APRIL 1, 2013						
DRUMSTICKS, TOMS		F	67.43	282		
WINGS FULL-CUT - TOMS						
WINGS, V-TYPE, TOM	87.00		87.00	108		
TAILS		T	55.00	40		
MECHANICALLY SEPARATED 2/		W	33.50	40		
THIGH MEAT - FROZEN	118.00		118.00	80		

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.