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U.S. Department of Agriculture Agricultural Marketing Service Livestock, Poultry and Seed Programs Market News

Malaysia's Poultry Meat Supply and Distribution in Metric Tons (MT)

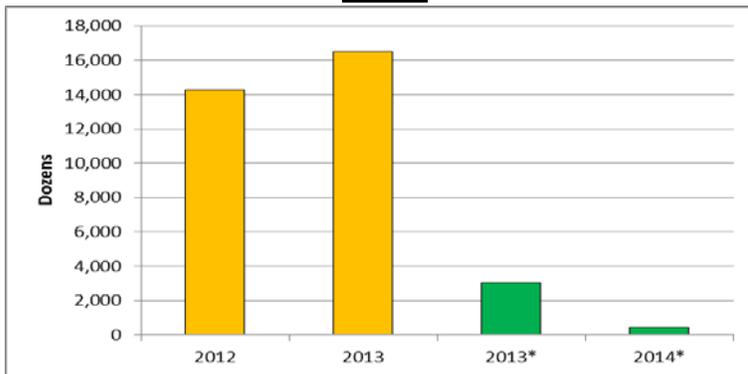
	2012	2013	2014
Production	1,374,500	1,408,862	1,437,039
Imports	52,595	53,600	54,000
Exports	32,497	31,400	32,000
Dom. Cons.	1,394,598	1,431,062	1,459,039

Note: Dom. Cons. = Domestic Consumption. Source: USDA FAS Gain Report MY4005

Malaysia

Malaysia has been dealing with issues in the last year including: poultry slaughterhouses not being registered or licensed, chronic fly infestations, requests to monitor antibiotic use, chicken colored with yellow food dye and sold as kampung, and chicken shortages with subsequent high prices. In March 2014, the government of Malaysia (GOM) was urging all state governments to enforce the Poultry Farming Enactment to ensure all poultry slaughterhouses were licensed, registered, and meeting halal principles. Errant slaughterhouses are subject to fines and possible closure.

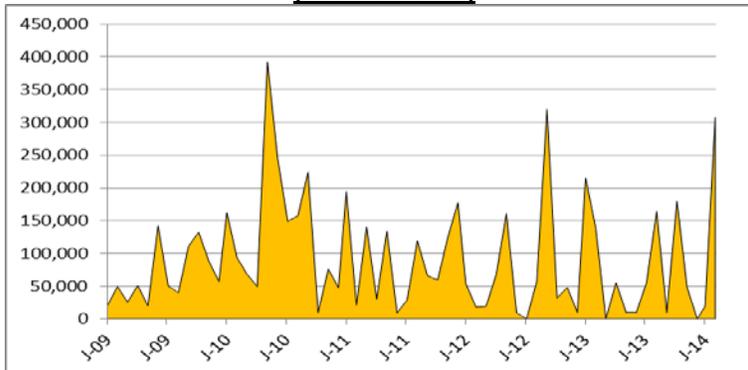
US Hatching Egg Exports (HS0407110000) to Malaysia in Dozens



Note: Data is January-December except 2013* and 2014*, which is January-February. Source: Department of Commerce, US Census Bureau, Foreign Trade Statistics/USDA FAS

Malaysia is largely self-sufficient in poultry meat production with broiler meat comprising the majority of total production and consumption. Broiler meat production is expected to grow at a rate of 2% to reach 1.44 million metric tons (MMT) in 2014. According to sources, poultry meat production is projected to rise 13.4% to 1.5 MMT by 2017-2018 with the help of investments. Egg production is projected to increase 3% in 2014 (679,803 MT) from 2013 (659,664 MT). Malaysia has the capacity to grow production even further, however rising production costs attributed to a reduction in fuel subsidies, the depreciation of the Malaysian Ringgit, and the implementation of minimum wages in 2013 limit growth. About 90% of production occurs on 3,200 farms in

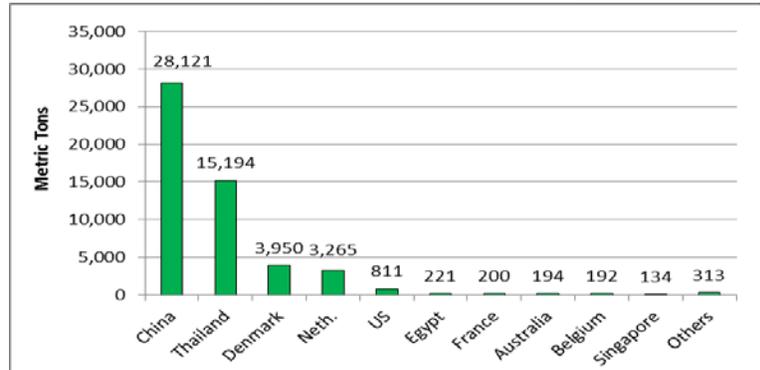
Number of US Broiler Chick Exports to Malaysia (HS0105110020)



Source: Department of Commerce, US Census Bureau, Foreign Trade Statistics/USDA FAS

email: PYMNDISM@ams.usda.gov TEL 515.284.4471 FAX 515.284.4468 website: <http://www.ams.usda.gov/lpsmarketnewspage>

Poultry Meat Imports in 2012 (MT)

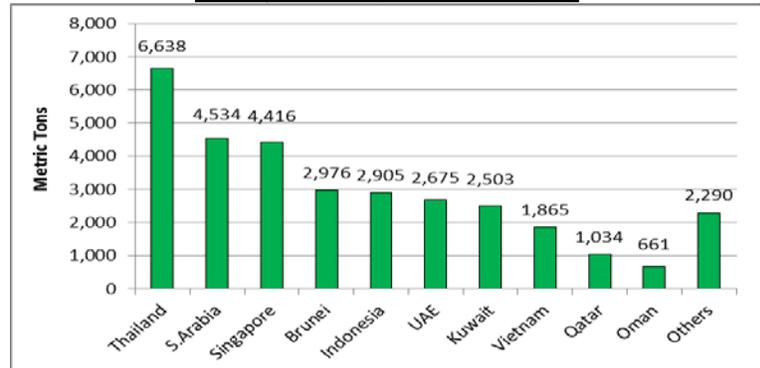


Note: Neth. = Netherlands. Source: USDA FAS Gain Report MY4005

Peninsular Malaysia with the remainder in East Malaysia. Backyard and free-range poultry production has significantly declined and commercial production is insignificant. Much of Malaysia's feed inputs and genetic stock are imported from Argentina, US, and other countries. Commercially bred broilers comprise 67%, layers 25%, and breeders 8% of total birds in production. In December 2014, Malaysia was exploring setting up an animal feed plant in either Pahang or Sabah states in order to reduce dependency on imports of feed.

Poultry meat is a stable protein in the Malaysian diet in light of higher priced beef and a very extensive Muslim population (60%). At over 40 kilograms per year, Malaysia's per capita consumption is among the highest in the world and can't grow much higher. Consumption in 2014 is expected to increase to 1.43 MMT from 1.4 MMT in 2013. Wet markets are still an important distribution channel with about 40% of poultry meat marketed this way to consumers. However the GOM has indicated these outlets will need to be closed in future for hygienic reasons. The GOM also loosely enforces price controls with only seasonal price increases not permanent.

Poultry Meat Exports in 2012 (MT)



Note: Neth. = Netherlands. S.Arabia = Saudi Arabia. Source: USDA FAS Gain Report MY4005

Imports are controlled and limited as all poultry meat must come from plants inspected and approved by Malaysia's veterinary officials and halal certifying body. In addition, any plants wishing to supply Malaysia must agree to dedicate its facilities to full time halal slaughter and processing. No US plants are certified to export poultry meat to Malaysia. The size of the market and the market stipulations would not cause US plants to shift their entire production operations to halal for the small quantity of sales that would go to Malaysia; however it might be worthwhile for a small chicken or turkey processing plant to consider it. Malaysia is predominantly supplied poultry meat by China followed by Thailand, Denmark, and the Netherlands. Brazil recently announced plans to market to Malaysia. In contrast, Malaysia does export some processed poultry products and some live broilers to Singapore and countries in the Middle East.

Source: USDA FAS Gain Report MY4005/News Wires

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

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

Type	Year-To-Date*			2013
	2014	2013 /1	2014 /2	
Liquid	144	0	1,569	472
Frozen	0	0	39	0
Dried	0	40	158	56
Total	144	40	1,766	528

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

Type	Year-To-Date*			2013
	2014	2013 /1	2014 /2	
Liquid	182	72	1,648	2,578
Frozen	5	4	410	343
Dried	0	0	46	0
Total	187	76	2,104	2,921

INSPECTED SHELL EGGS

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

	Year-To-Date*			2013
	2014	2013 /1	2014 /2	
Jumbo	0	0	0	0
Extra Large	1,590	5,100	29,958	24,320
Large	540	9,610	70,680	44,800
Medium	930	240	3,432	7,713
Ungraded	18,408	1,680	145,910	20,939
Misc	720	0	8,040	0
Total	22,188	16,630	258,020	97,772

/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 29, 2014 (Preliminary)

	U.S. Fowl Slaughtered Domestically		Total Hens
	Light Hens	Heavy Hens	
	-----Thousands-----		
Head	1,272	1,460	2,732
Last Week	1,352	1,413	2,765
Same week yr ago	1,833	1,480	3,313
To-date/2014*	19,312	18,800	38,112
To-date/2013*	20,408	18,223	38,631

	U.S. Fowl Slaughtered in Canada		Total Hens
	Light Hens	Heavy Hens	
	-----Thousands-----		
Head	635	0	635
Last Week	404	0	404
Same week yr ago	269	0	269
To-date/2014*	4,579	0	4,579
To-date/2013*	4,301	0	4,301

	Total U.S. Fowl Slaughtered in the U.S. and Canada		Total Hens
	Light Hens	Heavy Hens	
	-----Thousands-----		
Head	1,907	1,460	3,367
Last Week	1,756	1,413	3,169
Same week yr ago	2,102	1,480	3,582
To-date/2014*	23,891	18,800	42,691
To-date/2013*	24,709	18,223	42,932

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

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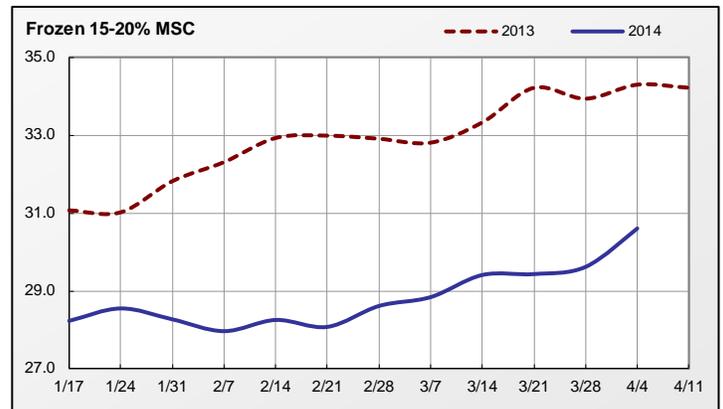
*Note: Year to-date totals reflect comparable time periods.

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.)

Prices for all fat contents of MSC are trending steady to firm. Demand into domestic and export channels is moderate to instances good, especially good demand out front. Supplies are light to moderate. Schedules are normal. The complex is in good shape and product is clearing well. Demand and movement for out front is especially good. Producers are testing prices, however prices are holding at present. With the official start of baseball season this week, industry continues to closely monitor the marketplace, manage current challenges, and make future preparations. Market activity is moderate. Raw material supplies are light to moderate. Frame price are steady to firm with trading levels between 12-15 cents FOB, mostly 13-14 cents FOB.

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

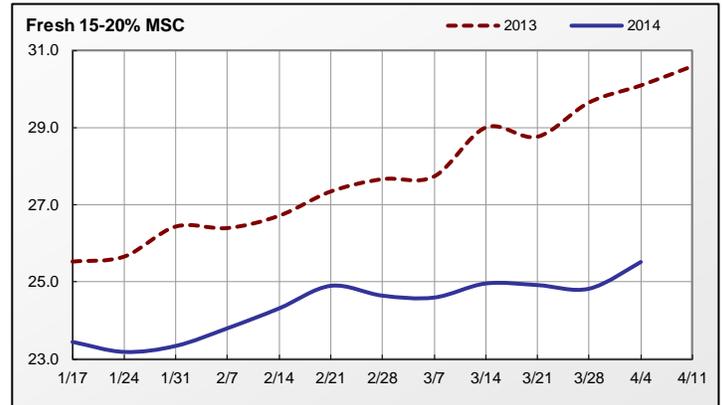
Fat Content	Frozen			Fresh		
	4-Apr-14	Last Week	Last Year	4-Apr-14	Last Week	Last Year
15% or Less						
Price Range	31.00	31.00	32.00	27.00 - 28.00	27.00	29.00-31.00
Wtd Avg Price	31.00	31.00	32.00	27.50	27.57	30.00
Volume Traded	40	40	40	163	143	82
Volume Exported	-	-	-	-	-	-
15-20%						
Price Range	28.00 - 33.00	27.50 - 33.00	33.00-36.00	24.00 - 28.00	23.00 - 27.00	27.00-33.00
Wtd Avg Price	30.60	29.62	34.22	25.52	24.83	28.77
Volume Traded	1,805	1,605	1,135	3,356	2,644	3,529
Volume Exported	1,365	1,605	935	530	204	367
20% or More						
Price Range	-	-	-	22.00 - 22.50	22.50	22.00
Wtd Avg Price	-	-	-	22.25	22.50	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		
	Mar 2014	Feb 2014	Mar 2013	Mar 2014	Feb 2014	Mar 2013
15% or Less						
Wtd Avg Price	31.00	-	31.00	27.76	27.79	29.16
Volume Traded	80	-	80	673	796	561
Volume Exported	-	-	-	-	-	-
15-20%						
Wtd Avg Price	29.37	28.27	33.40	24.81	24.45	28.52
Volume Traded	5,930	5,540	6,348	11,854	13,345	17,485
Volume Exported	5,690	5,320	5,700	1,703	816	1,958
20% or More						
Wtd Avg Price	-	-	-	22.36	22.32	22.00
Volume Traded	-	-	-	449	449	367
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/lpsmarketnews)

NATIONAL YOUNG TURKEY PARTS

INCLUDING BULK MEAT and FROZEN (UNLESS SPECIFIED), CENTS PER LB., DELIVERED FIRST RECEIVERS, PART AND FULL TRUCKLOTS AS OF 04 APRIL 2014.

The market on bulk parts was steady, with full cut wings firm. Demand light to moderate. Offerings light. White meat and white trims market steady to firm. Demand moderate to good. Offerings light and held with confidence. The market on thigh meat is steady to firm. Demand light to moderate. Offerings light. For domestic: fresh tom full-cut wings 69 cents, fresh wing meat 103-106 cents, fresh scapula 159-167 cents, frozen tails 58-59 cents, frozen hearts 40 cents, fresh mechanically separated turkey 37 cent for pet food, frozen body chopping skins 39 cents and plant grade breast non basted 18-22 lbs. 150 cents delivered. For export: fresh tom drums 86 cents, frozen scapula 160 cents, fresh tom drums 88 cents and fresh thigh meat 169 cents delivered to port or Border.

EXPORT TRADING

	PRICE RANGE	L.S.T. CODE 1/	WTD AVG PRICE	VOLUME (000)	WEEKLY WTD AVG PRICE	WEEKLY VOLUME (000)
FRIDAY, APRIL 04, 2014						
DRUMSTICKS, TOMS		W	93.00	54	93.00	54
WINGS FULL-CUT - TOMS		W	68.00	108	68.00	108
WINGS, V-TYPE, TOM	65.00		65.00	216	65.25	432
TAILS		T	64.00	110	64.00	110
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN		W	48.00	80	48.00	80
		T	162.00	216	162.00	216
THURSDAY, APRIL 03, 2014						
DRUMSTICKS, TOMS		W	93.00	54		
WINGS FULL-CUT - TOMS		W	68.00	108		
WINGS, V-TYPE, TOM		W	65.50	216		
TAILS		T	64.00	110		
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN		W	48.00	80		
		T	162.00	216		
WEDNESDAY, APRIL 02, 2014						
DRUMSTICKS, TOMS	93.00		93.00	54		
WINGS FULL-CUT - TOMS	68.00		68.00	108		
WINGS, V-TYPE, TOM	65.00-66.00		65.50	216		
TAILS		T	64.00	110		
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN	48.00		48.00	80		
		T	162.00	216		
TUESDAY, APRIL 01, 2014						
DRUMSTICKS, TOMS		W	100.00	80		
WINGS FULL-CUT - TOMS		T	72.00	40		
WINGS, V-TYPE, TOM		R	62.00	120		
TAILS	64.00		64.00	110		
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN	159.00-165.00		162.00	216		
MONDAY, MARCH 31, 2014						
DRUMSTICKS, TOMS		W	100.00	80		
WINGS FULL-CUT - TOMS		T	72.00	40		
WINGS, V-TYPE, TOM		R	62.00	120		
TAILS						
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN						

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.