



INTERNATIONAL EGG AND POULTRY REVIEW



APRIL 29, 2014
VOL. 17 NO. 17

ISSN 1522-5100

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

Major Traders & US Trade of Poultry (Ready to Cook Equivalent) (RTC) in Thousands of Metric Tons (TMT)

	2009	2010	2011	2012	2013(p)	2014(f)	%
Production	78,784	83,447	86,507	88,723	89,490	90,799	1.5%
Consumption	77,669	82,116	84,918	86,708	87,651	88,667	1.2%
Imports	7,660	8,163	8,560	8,918	9,034	9,276	2.7%
Exports	8,965	9,449	10,167	10,797	10,917	11,434	4.7%
US Exports	3,335	3,331	3,480	3,662	3,678	3,767	2.4%

Note: (p) = preliminary. (f) = forecast. % = Percentage change from 2013 to 2014.

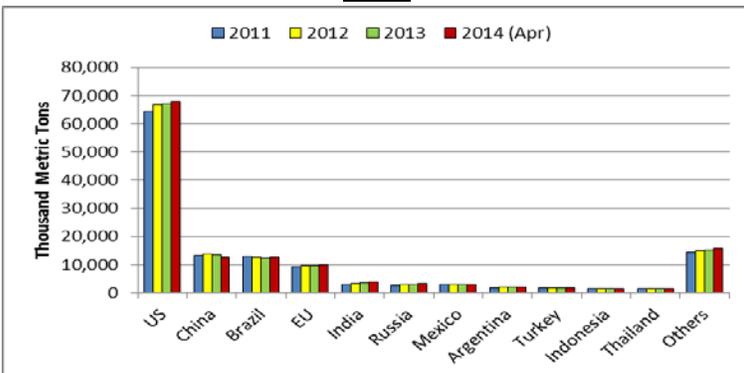
Livestock & Poultry: World Markets & Trade

Global broiler meat production is still a record, but revised downward from the November forecast by 1.7 million tons to 85.3 million due to declines in China, Brazil, Russia and the United States. Global trade is virtually unchanged as exports are forecast at 10.7 million tons as reductions in Brazil and the EU are offset by increases in Turkey, Ukraine and China.

Production

Avian influenza (AI) in China has reduced the production forecast 1.0 million tons to 12.7 million. The disease has weakened demand and encouraged consumers to substitute red meat and fish for poultry, resulting in financial loss for the industry. However, the disruption in live bird sales and reduced consumer demand for wet-market product may bolster supermarket purchases.

Broiler Meat Production, Select Countries, '000 MT (Ready to Cook)



Brazil is down 342,000 tons to 12.7 million on lower than expected domestic and foreign demand. Domestic consumption is dampened by economic uncertainty, rising inflation and greater competition from beef and pork. Russia is 200,000 tons lower to 3.1 million as expansion is constrained by high indebtedness and market saturation. The United States is cut 180,000 tons to 17.3 million, but still a record, as producers respond to moderating prices.

India is raised 100,000 tons to a record 3.7 million on greater domestic

Broiler Meat Consumption, Select Countries, '000 MT

	2011	2012	2013	Nov 2014	Apr 2014	%
China	13,015	13,543	14,174	13,555	12,505	-12%
US	13,665	13,345	13,683	14,087	13,929	2%
EU	9,010	9,198	9,388	9,465	9,580	2%
Brazil	9,422	9,139	8,829	9,396	9,081	3%
Mexico	3,473	3,569	3,679	3,730	3,750	2%
Russia	3,013	3,321	3,520	3,765	3,590	2%
India	2,891	3,156	3,445	3,621	3,720	8%
Japan	2,104	2,213	2,201	2,155	2,185	-1%
S. Africa	1,688	1,756	1,753	1,755	1,750	0%
Argentina	1,556	1,726	1,738	1,747	1,737	0%
Indonesia	1,515	1,540	1,550	1,565	1,565	1%
Others	18,558	19,099	19,579	20,234	20,061	2%
Total	79,910	81,605	82,539	85,075	83,453	1%

Note: S. Africa = South Africa.

Broiler Meat Imports, Select Countries, '000 MT

	2011	2012	2013	Nov 2014	Apr 2014	%
Japan	895	877	854	855	865	1%
S. Arabia	745	750	820	825	860	5%
Mexico	578	616	682	690	695	2%
Iraq	598	612	673	700	730	8%
EU	734	727	671	670	700	4%
Russia	463	560	540	530	530	-2%
S. Africa	326	371	355	340	340	-4%
Venezuela	234	198	341	300	340	0%
Angola	287	301	321	375	350	9%
HK	410	300	272	255	255	-6%
US	49	51	55	51	51	-7%
Others	2,907	3,184	3,071	3,266	3,157	3%
Total	8,226	8,547	8,655	8,857	8,873	3%

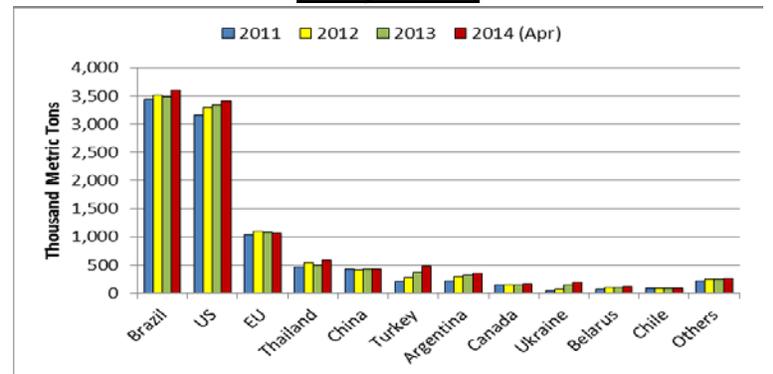
Note: S. Arabia = Saudi Arabia. S. Africa = South Africa. HK = Hong Kong.

demand and increased feed availability. The industry is thriving with improved margins as a result of relatively low corn prices and stable poultry prices. The EU is 50,000 tons higher to 10.0 million as the economic slowdown encourages consumption of more price-competitive and convenient broiler meat. Higher production in Benelux, Germany, the United Kingdom, and Romania is expected to offset declines in France and Spain. Mexico is virtually unchanged at a record 3.1 million tons.

Trade

The Middle East remains the world's largest regional importer and represents the largest gain in imports at 65,000 tons. Greater demand is expected to bolster imports by Saudi Arabia, up 35,000 tons to a record 860,000. Iraq is also forecast at a record level, up 30,000 tons to 730,000. Turkey's exports are 40,000 tons higher at a record 480,000 on greater demand from the Middle East, at the expense of Brazil, the EU, and the United States. The main priority of the industry is foreign markets as domestic demand continues to decline.

Broiler Meat Exports, Select Countries, '000 Metric Tons (Ready to Cook)



Brazil's exports are reduced 25,000 tons to 3.6 million on lower than expected demand in Sub-Saharan Africa and greater competition in the Middle East. Despite a depreciating Real, constraints such as antidumping tariffs in South Africa continue to limit exports. EU exports drop 35,000 tons to 1.1 million on the cessation of export restitutions, in addition to the decline in the whole-bird exports to the Middle East.

Exports from the United States remain virtually unchanged at a record 3.4 million tons, as shipments to top markets such as Mexico and Canada remain strong. Venezuela's imports are up 40,000 tons to 340,000. EU imports are 30,000 tons higher to 700,000 based on higher demand for inexpensive sources of animal protein. Angola's imports are down 25,000 tons to 350,000.

Source: Livestock & Poultry: World Markets & Trade, April 2014, Foreign Agricultural Services/USDA Office of Global Analysis

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	186	48	2,041	616
Frozen	0	0	39	0
Dried	0	0	158	56
Total	186	48	2,238	672

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

Type	Year-To-Date*			2013
	2014	2013 /1	2014 /2	
Liquid	24	226	2,069	3,063
Frozen	25	7	435	432
Dried	0	0	46	0
Total	49	233	2,550	3,495

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	5,340	1,440	45,138	31,865
Large	12,950	7,340	95,840	63,590
Medium	870	1,410	4,452	10,863
Ungraded	11,856	12,000	216,572	62,549
Misc	0	0	9,480	0
Total	31,016	22,190	371,482	168,867

/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 19, 2014 (Preliminary)

	U.S. Fowl Slaughtered Domestically		Total Hens
	Light Hens	Heavy Hens	
	-----Thousands-----		
Head	1,378	1,495	2,873
Last Week	1,620	1,408	3,028
Same week yr ago	1,720	1,423	3,143
To-date/2014*	24,035	23,295	47,330
To-date/2013*	25,907	22,517	48,424

U.S. Fowl Slaughtered in Canada

	U.S. Fowl Slaughtered in Canada		Total Hens
	Light Hens	Heavy Hens	
	-----Thousands-----		
Head	475	0	475
Last Week	410	0	410
Same week yr ago	468	0	468
To-date/2014*	5,670	0	5,670
To-date/2013*	5,659	0	5,659

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

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

	Total U.S. Fowl Slaughtered in the U.S. and Canada		Total Hens
	Light Hens	Heavy Hens	
	-----Thousands-----		
Head	1,853	1,495	3,348
Last Week	2,030	1,408	3,438
Same week yr ago	2,188	1,423	3,611
To-date/2014*	29,705	23,295	53,000
To-date/2013*	31,566	22,517	54,083

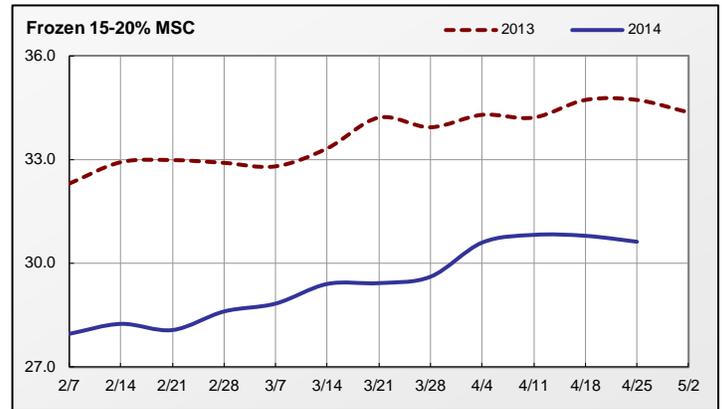
*Note: Year to-date totals reflect comparable time periods.

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 of MSC are steady to firm on all fat contents. Demand into domestic and export channels is light to moderate with best interest noted for future deliveries. Supplies are light to moderate. Schedules are normal to reduced due to the Easter holiday. The spot marketplace is quiet as industry maintains a close eye on market conditions. Market activity is slow to moderate. Raw material supplies are light to moderate. Frame prices are steady to firm with trading levels between 13-16 cents FOB, mostly 13-15 cents FOB.

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

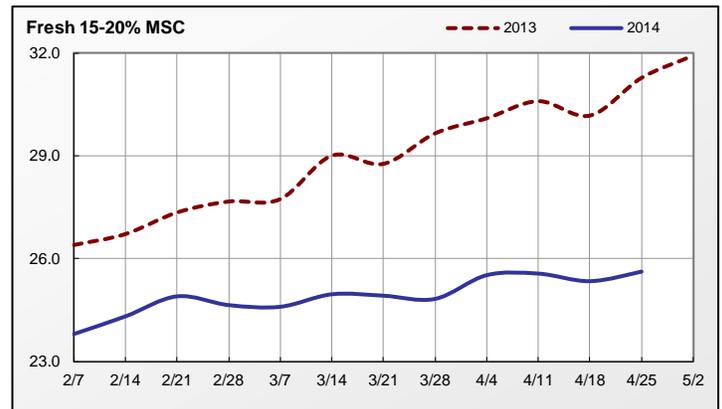
Fat Content	Frozen			Fresh		
	25-Apr-14	Last Week	Last Year	25-Apr-14	Last Week	Last Year
15% or Less						
Price Range		31.00	-	28.00	27.00 - 28.00	29.00-31.00
Wtd Avg Price		31.00	-	28.00	27.75	30.33
Volume Traded	-	40	-	41	163	184
Volume Exported	-	-	-	-	-	-
15-20%						
Price Range	29.00 - 34.00	28.50 - 33.00	33.00-37.00	24.00 - 28.00	21.00 - 28.00	28.00-33.00
Wtd Avg Price	30.63	30.80	34.22	25.62	25.34	30.60
Volume Traded	1,706	1,530	1,935	2,652	3,124	6,854
Volume Exported	825	1,530	1,775	367	367	245
20% or More						
Price Range	-	-	-	22.50	22.00 - 22.50	22.00
Wtd Avg Price	-	-	-	22.50	22.33	22.00
Volume Traded	-	-	-	82	122	41
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) page)

NATIONAL YOUNG TURKEY PARTS

INCLUDING BULK MEAT and FROZEN (UNLESS SPECIFIED), CENTS PER LB., DELIVERED FIRST RECEIVERS, PART AND FULL TRUCKLOTS AS OF 25 APRIL 2014.

The market on bulk parts was steady. Demand light to moderate. Offerings light. White meat and white trims market steady to firm. Demand moderate to good. Offerings light. The thigh meat market is steady. Demand and offerings light to moderate. Trading for parts was slow to moderate. For domestic: fresh tom full-cut wings 72-73 cents, fresh tom necks 66 cents, fresh tails 56 cents, frozen tails 58 cents, fresh scapula 170-182.5 cents, frozen hen thigh meat 170 cents, fresh wing meat 125-130 cents, frozen MST for pet food 43 cents and grade a 12-16 lbs. breast non basted 176 cents delivered. For export: fresh thigh meat 168 cents, tom necks 63 cents and scapula 190 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 25, 2014						
DRUMSTICKS, TOMS	93.00-95.00		93.67	324	94.84	444
WINGS FULL-CUT - TOMS	65.00-75.00		68.40	670	69.39	766
WINGS, V-TYPE, TOM		M	68.00	108	68.00	108
TAILS		M	59.50	11	59.50	11
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN	170.00-174.0		172.88	430	172.88	430
THURSDAY, APRIL 24, 2014						
DRUMSTICKS, TOMS		M	98.00	120		
WINGS FULL-CUT - TOMS		M	76.25	96		
WINGS, V-TYPE, TOM		M	68.00	108		
TAILS		M	59.50	11		
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN		R	170.00	80		
WEDNESDAY, APRIL 23, 2014						
DRUMSTICKS, TOMS		M	98.00	120		
WINGS FULL-CUT - TOMS		M	76.25	96		
WINGS, V-TYPE, TOM		M	68.00	108		
TAILS		M	59.50	11		
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN		R	170.00	80		
TUESDAY, APRIL 22, 2014						
DRUMSTICKS, TOMS		M	98.00	120		
WINGS FULL-CUT - TOMS		M	76.25	96		
WINGS, V-TYPE, TOM		M	68.00	108		
TAILS		M	59.50	11		
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN		R	170.00	80		
MONDAY, APRIL 21, 2014						
DRUMSTICKS, TOMS	98.00		98.00	120		
WINGS FULL-CUT - TOMS	75.00-78.00		76.25	96		
WINGS, V-TYPE, TOM	68.00		68.00	108		
TAILS	59.00-62.00		59.50	11		
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN		R	170.00	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.