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

UAE's Broiler Meat Production, Supply, and Demand (Thousand

	Metric Tons (TMT)							
	2008	2009	2010	2011	2012	2013	2014	2015
Production	36	40	40	40	37	41	43	-
Imports	240	240	195	213	223	218	214	-
Exports	-	1	9	11	15	15	17	-
Dom. Cons.	276	279	226	242	245	244	240	-

Note: Dom. Cons. = Domestic Consumption. Source: USDA FAS, PSD Online, Official USDA Estimates

UAE's Poultry Situation

PRODUCTION

Poultry meat production in the United Arab Emirate (UAE) is expected to reach 43,000 metric tons (MT) in 2014 compared to 41,000 MT in 2013. Assuming all determining factors continue at the same pace, production is expected to increase 5% to 45,000 MT in 2015. Quail production in the UAE is estimated at 300,000 birds/monthly. Table egg production is estimated at about 500 million annually.

The poultry industry in the UAE is facing numerous challenges with the greatest being disease issues. Other challenges include biosecurity issues, increased feed costs, increased operational costs, and competition with countries subsidizing its' poultry industries.

Major poultry operations are fully integrated including on-farm slaughtering facilities. Domestically produced poultry is generally marketed fresh/chilled. During the summer months when sales typically drop, major operations freeze 5-10% of their production. Spent hens and chicken paws are either destroyed or recycled in rendering plants. Local production of processed poultry is limited to chicken franks and chicken parts, particularly breasts. Negligible amounts of locally produced chicken franks are exported to neighboring GCC and other Arab countries.

CONSUMPTION

Poultry meat consumption is expected to remain strong supported by increases in population, growing tourism and transit passengers passing through UAE airports, an active and growing HRI sector, poultry's price advantage over other meats, and the adaptability of poultry in cuisine.

Local production covers about 15% of total UAE market demand for poultry meat with the remaining 85% from imports. Locally produced chicken are generally consumed by UAE nationals who represent 15% of the population, consumers with high disposable incomes and Muslims who prefer to consume products with guaranteed Halal slaughter. Almost 75% of imported poultry meat is consumed in the foodservice sector. Domestic consumer preferences include whole birds, leg quarters, boneless whole chicken, chicken breast, drumsticks, wings, and other offal.

TRADE

UAE's poultry meat imports reached 357,000 MT in 2013, down 1% from 2012 (360,000 MT). Poultry meat imports are expected to hit 370,000 MT in 2014 and 380,000 MT in 2015. Brazil is the leading supplier of poultry to the UAE with 68% of the market share, followed by the US, France, Oman, Saudi Arabia, Thailand, and Argentina.

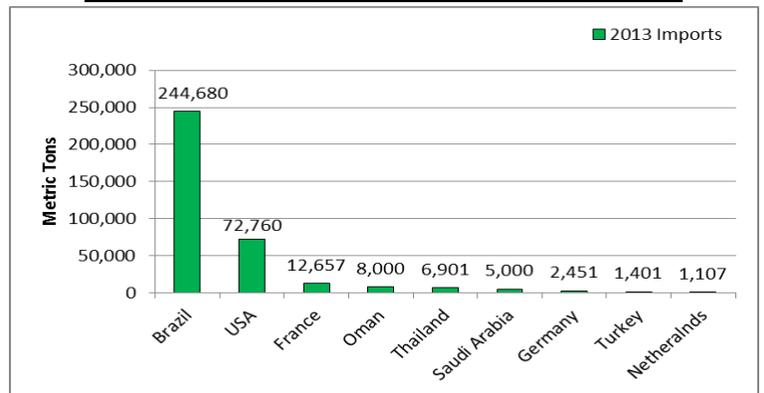
In the absence of official UAE trade data, exports are estimated to reach 1,700 MT in 2014. Re-exports reached 25,000 MT in 2012, a 73% increase from 2011. Re-exports are also expected to increase to 28,000 MT in 2014 given Dubai's position as a re-export hub in the region. A majority of the re-exported poultry products are destined to Afghanistan, Oman, Iran, Qatar, and African countries. The increased forecasts are based on favoring factors such as economic improvements and the aggressive future development plans set by the UAE Government.

The UAE is a member of the Gulf Cooperation Council (GCC) along with Bahrain, Kuwait, Oman, Qatar, and Saudi Arabia since it's

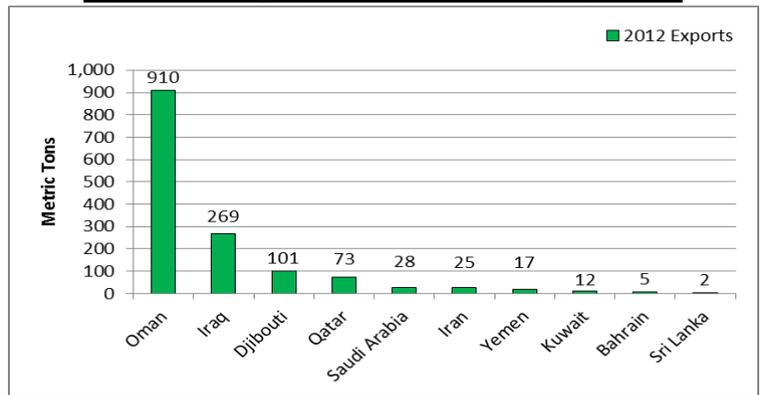
inception in 1981. Jordan, Morocco, and Yemen have been in membership talks with the GCC. Recently, member states of the GCC monetary union (Bahrain, Saudi Arabia, Qatar, and Kuwait) have been in talks with the UAE and Oman to persuade them to join. The GCC has been working on the creation of a monetary union to create a single currency among members and with the approval of the monetary agreement became effective in February 2010. However the UAE and Oman opted out prior to the monetary union's launch.

The GCC has also held a number of meetings in June 2014 such as the 131st session Saudi Arabia to discuss progress on the Riyadh Agreement; a workshop to modernize and enhance a statistical system, General Data Disseminating System (GDSDS), across the GCC; and a workshop with ASEAN and GCC member countries to increase cooperation and trade relations. Source: USDA FAS Gain Report UAE6-2014/Various News Wires

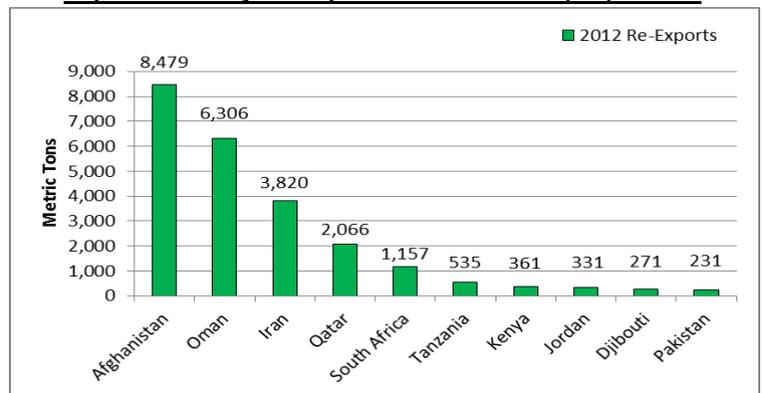
Top UAE Poultry Imports in Metric Tons (MT) in 2013



Top UAE Poultry Exports in Metric Tons (MT) in 2012



Top UAE Poultry Re-Exports in Metric Tons (MT) in 2012



Source: Foreign Trade Statistics, UAE Customs Authorities - Not Official USDA Data/USDA FAS Gain Report UAE2-2014

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

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

Type	Week Ending Jun 21, 2014		Year-To-Date*	
	2014	2013 /1	2014 /2	2013
Liquid	0	0	3,754	712
Frozen	0	0	39	40
Dried	0	13	196	69
Total	0	13	3,989	821

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

Type	Week Ending Jun 21, 2014		Year-To-Date*	
	2014	2013 /1	2014 /2	2013
Liquid	9	28	2,890	4,423
Frozen	44	44	705	741
Dried	0	0	108	0
Total	53	72	3,703	5,164

INSPECTED SHELL EGGS

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

	Week Ending Jun 21, 2014		Year-To-Date*	
	2014	2013 /1	2014 /2	2013
Jumbo	0	0	0	0
Extra Large	2,350	570	83,267	48,845
Large	960	7,180	168,741	105,570
Medium	60	780	9,402	15,918
Ungraded	7,680	11,280	460,907	125,864
Misc	500	0	19,460	0
Total	11,550	19,810	741,777	296,197

/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 Jun 21, 2014 (Preliminary)

	U.S. Fowl Slaughtered Domestically		Total Hens
	Light Hens	Heavy Hens	
	-----Thousands-----		
Head	1,408	1,764	3,172
Last Week	1,504	1,497	3,001
Same week yr ago	1,611	1,684	3,295
To-date/2014*	38,194	36,933	75,127
To-date/2013*	40,350	35,959	76,309

	U.S. Fowl Slaughtered in Canada		Total Hens
	Light Hens	Heavy Hens	
	-----Thousands-----		
Head	261	0	261
Last Week	382	0	382
Same week yr ago	77	0	77
To-date/2014*	9,460	0	9,460
To-date/2013*	9,462	0	9,462

	Total U.S. Fowl Slaughtered in the U.S. and Canada		Total Hens
	Light Hens	Heavy Hens	
	-----Thousands-----		
Head	1,669	1,764	3,433
Last Week	1,886	1,497	3,383
Same week yr ago	1,688	1,684	3,372
To-date/2014*	47,654	36,933	84,587
To-date/2013*	49,812	35,959	85,771

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

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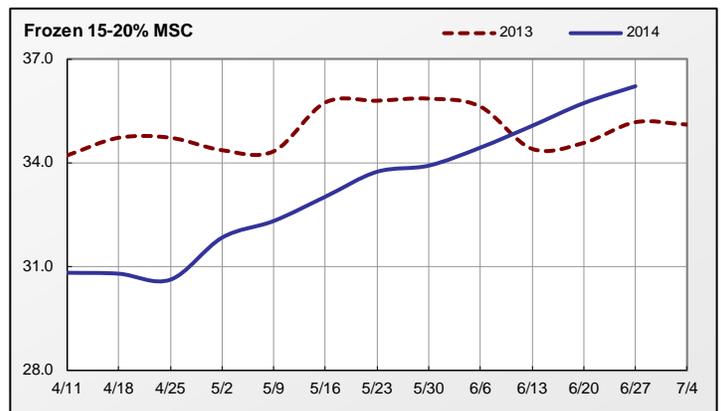
*Note: Year to-date totals reflect comparable time periods.

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.)

MSC prices are trending firm on all fat contents. Demand into domestic and export channels is moderate to mostly good; Mexico is moderate to good. Supplies are light to moderate and clearing. Schedules are normal. The spot marketplace is a flurry activity with good product interest and movement as industry makes last minute preparations for next week's Fourth of July holiday. Market activity is moderate to active. Raw material supplies are light to moderate. Frame prices are steady with trading levels between 13-15 cents FOB, mostly 14-15 cents FOB.

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

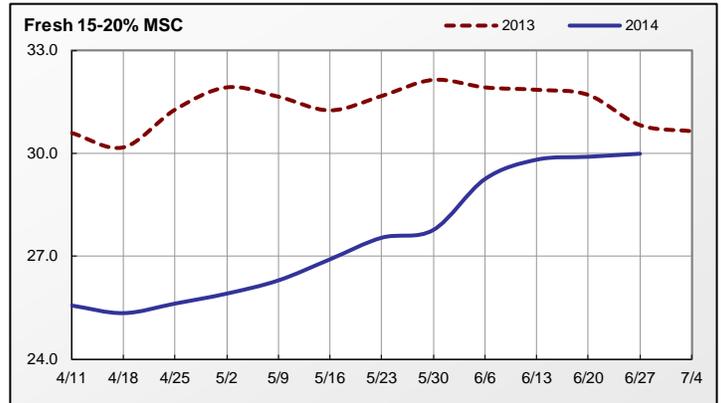
Fat Content	Frozen			Fresh		
	27-Jun-14	Last Week	Last Year	27-Jun-14	Last Week	Last Year
15% or Less						
Price Range	32.00	-	34.00	33.00	28.00 - 30.00	32.00-33.00
Wtd Avg Price	32.00		34.00	33.00	29.43	32.69
Volume Traded	40	-	40	102	143	265
Volume Exported	-	-	-	-	-	-
15-20%						
Price Range	34.00 - 38.50	34.00 - 38.00	32.50-37.00	27.00 - 34.00	26.50 - 34.00	29.00-34.00
Wtd Avg Price	36.22	35.73	34.41	29.99	29.91	31.86
Volume Traded	1,675	2,499	2,340	4,049	2,938	2,647
Volume Exported	1,675	2,419	2,300	898	857	326
20% or More						
Price Range	-	-	-	25.00	25.00	22.50
Wtd Avg Price	-	-	-	25.00	25.00	22.50
Volume Traded	-	-	-	82	82	41
Volume Exported	-	-	-	-	-	-



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

Fat Content	Frozen			Fresh		
	May 2014	Apr 2014	May 2013	May 2014	Apr 2014	May 2013
15% or Less						
Wtd Avg Price	31.33	31.00	33.00	28.15	27.69	32.65
Volume Traded	120	80	80	836	530	816
Volume Exported	-	-	-	-	-	-
15-20%						
Wtd Avg Price	33.05	30.71	34.81	26.94	25.51	31.73
Volume Traded	7,553	6,926	11,552	16,880	12,069	19,620
Volume Exported	6,937	5,605	11,112	2,815	1,754	2,570
20% or More						
Wtd Avg Price	-	-	-	22.73	22.39	22.50
Volume Traded	-	-	-	449	367	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/lpsmarketnewspage)

NATIONAL YOUNG TURKEY PARTS

INCLUDING BULK MEAT and FROZEN (UNLESS SPECIFIED), CENTS PER LB., DELIVERED FIRST RECEIVERS, PART AND FULL TRUCKLOTS AS OF 27 JUNE 2014.

The market on white meat and white trims is steady to firm with prices unchanged to higher. Demand moderate to good. Offerings light to moderate, mostly light. The market institutional sized rib breasts is steady to firm with offerings prices trending higher. Demand moderate. Offerings light. The market on tom drums is steady to firm with fresh steadiest, balance of tom bulk parts mostly steady. Offerings very light to moderate. For domestic: frozen young hen breast meat 340, fresh scapula 194-201 fob and 195-203 delivered, fresh wing meat with skin 132, fresh 15-20% mechanically separated turkey 42 fob pet food, tails - fresh 56 and frozen 58, fresh tom wings 70 cents delivered. For export: fresh tom drums 90 cents delivered.

EXPORT TRADING

	PRICE RANGE	L.S.T. CODE 1/	WTD AVG PRICE	VOLUME (000)	WEEKLY WTD AVG PRICE	WEEKLY VOLUME (000)
FRIDAY, JUNE 27, 2014						
DRUMSTICKS, TOMS	103.00		103.00	120	109.43	336
WINGS FULL-CUT - TOMS	73.00		73.00	120	73.00	120
WINGS, V-TYPE, TOM						
TAILS						
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN		F	49.00	80		
THURSDAY, JUNE 26, 2014						
DRUMSTICKS, TOMS		T	113.00	216		
WINGS FULL-CUT - TOMS		F	75.00	120		
WINGS, V-TYPE, TOM						
TAILS		R	58.00	120		
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN		F	49.00	80		
WEDNESDAY, JUNE 25, 2014						
DRUMSTICKS, TOMS		T	113.00	216		
WINGS FULL-CUT - TOMS		F	75.00	120		
WINGS, V-TYPE, TOM						
TAILS		R	58.00	120		
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN		F	49.00	80		
TUESDAY, JUNE 24, 2014						
DRUMSTICKS, TOMS	113.00		113.00	216		
WINGS FULL-CUT - TOMS		F	75.00	120		
WINGS, V-TYPE, TOM						
TAILS		R	58.00	120		
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN		F	49.00	80		
MONDAY, JUNE 23, 2014						
DRUMSTICKS, TOMS		F	111.10	400		
WINGS FULL-CUT - TOMS		F	75.00	120		
WINGS, V-TYPE, TOM						
TAILS		R	58.00	120		
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN		F	49.00	80		
		M	173.00	40		

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.