



INTERNATIONAL EGG AND POULTRY REVIEW



U.S. Department of Agriculture

Agricultural Marketing Service

Livestock, Poultry and Grain Market News

European Union

Poultry meat production in the EU-28 has been expanding for several years and continued growth is expected in 2014 and 2015. According to a European Commission analysis of the EU meat markets, lower feed prices, reduced pig meat availability and sustained demand are expected to drive the 2014 production up by 1.9% compared to 2013. More poultry meat production is expected in Germany, Spain, the Netherlands and Poland, while decreases in production are expected in Italy and France. The decline in French production is partly due to the loss of export markets in the Middle East after the end of the EU-28 export subsidy scheme. The recovery expected in beef and pig meat production in 2015 could limit the expansion of poultry meat to 0.7%.

While all sources show that total meat consumption in the EU-29 has been negatively impacted by the economic recession, broiler meat, which is the cheapest source of protein, was less affected. However, its consumption growth is less than demographic growth, which means that per capita consumption is basically stable. Several market analyses showed that, while EU-28 consumers generally switched from beef or pork meat to broiler meat, the low income consumers reduced their protein purchases, switching to carbohydrate products (bread, pasta) with the exception of Spain, where pork meat is preferred over broiler meat.

Imports into the EU retreated slightly in the first seven months of 2014 compared to last year, with fewer shipments from Thailand due to political tensions and to their reorientation to close markets (as Laos or Japan). In addition, Brazil is increasingly supplying the Russian, Saudi Arabian and Chinese markets. Therefore, 2014 imports are expected to decline (-3%) for the second year in a row and to remain at this level into 2015. Brazil and Thailand remain the largest suppliers of broiler meat to the EU-28, followed by Chile and China. Imports from China are exclusively cooked and prepared broiler meat.

Exports of poultry are expected to decline as well for the second year in a row. The slight increase registered in the first part of the year was mainly driven by Russia, which was compensating for lower pig meat supply. The introduction of an import ban on poultry too stopped this possibility. Increased demand from South Africa, Philippines and Hong Kong will not be able to outstrip the declines in volumes to Saudi Arabia, Ukraine, Yemen and Ghana (and the closed Russian market). Around 40% of the total quantity in carcass weight (1.3 million tons on average) is shared between Saudi Arabia, Benin, South Africa and Hong Kong. Russia ranks fifth place in EU export destinations with 8% or an average of 100,000 tons of poultry meat, mainly fresh and frozen, exported by France, Germany, the Netherlands and Belgium. Exports are expected to resume their growth in 2015, especially since lower grain prices will reduce production costs, increasing EU-28 broiler price competitiveness.

Source: European Commission: Short Term Outlook for EU arable crops, dairy and meat markets in 2014 and 2015 and Analysis of the EU

Experts EU production forecast on Eggs

	2009	2010	2011	2012	2013	2014	2015
Consumption	6,450	6,417	6,429	6,278	6,521	6,597	6,660
Hatching	863	880	874.9	986.6	812.2	839.5	787.9
Total	7,313	7,297	7,303	7,265	7,333	7,436	7,447

EU Exports of Eggs, tons eggs equivalent, excluding hatching egg

	2010	2011	2012	2013	Jan-Aug 14
Extra EU 28	181,719	217,105	185,793	214,617	145,738
% change		+19%	-14%	+16%	+8.4%

EU Imports of Eggs, tons eggs equivalent, excluding hatching eggs

	2010	2011	2012	2013	Jan-Aug 14
Extra EU 28	34,244	20,806	37,729	20,454	8,037
% change		-39%	+81%	-46%	-47.1%

Source: EU Market Situation for Eggs, Committee for the Common Organisation of the Agricultural Markets, 23 October 2014

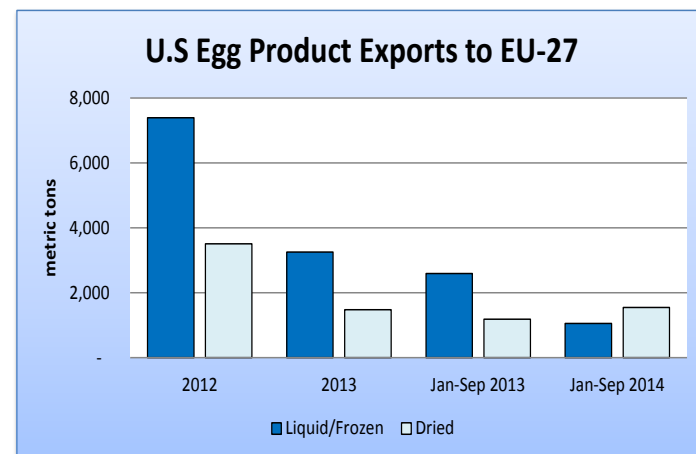
U.S. Fresh Egg Exports to EU-28 in metric tons

HS Code	2012	2013	2013	2014	% chg
040729 Bird Eggs	6,847	7,779	6,463	3,215	-51%
040721 Chicken Eggs	1,805	564	506	808	+60%
Total	8,652	8,343	6,969	4,023	-44%

U.S. Egg Product Exports to EU-28 in '000 dozens

HS Code	2012	2013	2013	2014	% chg
40811 Dried egg yolks	2,578	902	764	1,126	+47%
40819 Egg yolk, liquid/frozen	2,217	271	271	0	
40891 Dried whole egg	3,886	1,722	1,139	210	-82%
40899 Whole egg, liquid/frozen	1,117	1,153	1,092	761	-30%
350211 Egg albumen, dried	930	575	418	414	-1%
350219 Egg albumen liquid/frozen	172	106	86	78	-10%
Total	10,900	4,729	3,770	2,588	-31%

Source: U.S. Census Bureau Trade Data



Data Source: U.S. Census Bureau Trade Data

EU-28 poultry meat market balance ('000 tons carcass weight equivalent)

	EU-28						% variation				
	2010	2011	2012	2013e	2014f	2015f	11/10	12/11	13/12	14/13	15/14
Net Production	12,182	12,384	12,638	12,805	13,039	13,130	1.7	2.1	1.3	1.9	0.7
EU-15	9,511	9,690	9,771	9,843	9,935	9,994	1.9	0.8	0.7	1	0.6
EU-N13	2,671	2,694	2,867	2,962	3,104	3,135	0.8	6.4	3.3	4.81	
Meat Imports	796	831	841	792	768	768	4.4	1.3	-5.9	-3	0
Meat Exports	1,150	1,290	1,313	1,300	1,281	1,281	12.2	1.8	-1.1	-1.4	0
Consumption	11,829	11,925	12,166	12,297	12,526	12,616	0.8	2	1.1	1.9	0.7
Per Capita Consumption ¹ (kg)	20.6	20.8	21.1	21.3	21.7	21.8	0.6	1.8	0.9	1.60.5	
Share in total meat cons. (%)	28.1	28.4	29.4	29.9	30.2	30.1					
Self-sufficiency rate (%)	103.1	103.9	104	104.2	104.2	104.2					

In retail weight. Coefficient to transform carcass weight into retail weight is 0.88 for poultry meat. E=estimate, f=forecast. Source: Short Term Outlook for EU arable crops, dairy and meat markets in 2014 and 2015. European Commission Directorate General for Agriculture and Rural Development.

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	48	232	6,241	1,760
Frozen	0	0	39	40
Dried	32	0	976	159
Total	80	232	7,256	1,959

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

Type	Year-To-Date*			2013
	2014	2013 /1	2014 /2	
Liquid	13	22	5,495	6,008
Frozen	2	9	1,451	1,291
Dried	7	0	231	51
Total	22	31	7,177	7,350

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	5,250	4,530	182,136	140,536
Large	7,780	10,130	396,547	290,504
Medium	1,550	800	22,142	25,325
Ungraded	15,060	30,126	1,004,529	423,900
Misc	0	0	27,322	3,720
Total	29,640	45,586	1,632,676	883,985

/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 Nov 15, 2014 (Preliminary)

	U.S. Fowl Slaughtered Domestically		Total Hens
	Light Hens	Heavy Hens	
-----Thousands-----			
Head	1,004	1,680	2,684
Last Week	991	1,559	2,550
Same week yr ago	1,034	1,503	2,537
To-date/2014*	65,826	71,764	137,590
To-date/2013*	67,934	68,932	136,866

U.S. Fowl Slaughtered in Canada

	U.S. Fowl Slaughtered in Canada		Total Hens
	Light Hens	Heavy Hens	
-----Thousands-----			
Head	169	0	169
Last Week	237	0	237
Same week yr ago	188	0	188
To-date/2014*	16,888	0	16,888
To-date/2013*	15,597	0	15,597

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	1,173	1,680	2,853
Last Week	1,228	1,559	2,787
Same week yr ago	1,222	1,503	2,725
To-date/2014*	82,714	71,764	154,478
To-date/2013*	83,531	68,932	152,463

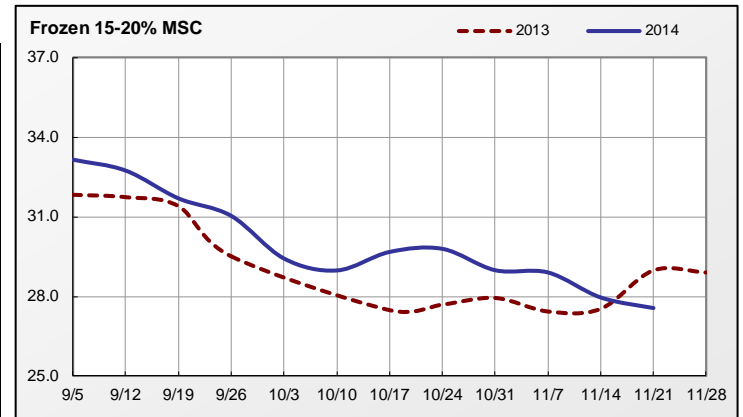
*Note: Year to-date totals reflect comparable time periods.

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 steady to mostly weak on all fat contents. Domestic and export demand is light to moderate. Supplies are moderate to heavy. Spot MSC and frames are available and clearing slowly, which is typical of the season. Industry maintains a close eye on the spot marketplace while contract negotiations for 2015 progress with a little more activity and a few more confirmations noted. Market activity is slow to moderate. Supplies of raw materials are moderate to heavy. Frame prices are steady to weak with trading levels between 10-12 cents FOB, mostly 10-11 cents FOB.

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

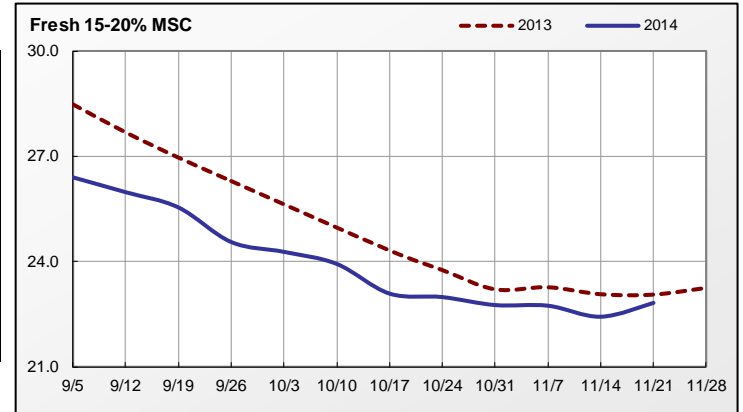
Fat Content	Frozen			Fresh		
	21-Nov-14	Last Week	Last Year	21-Nov-14	Last Week	Last Year
15% or Less						
Price Range	-	-	32.00	27.00	26.00 - 27.00	27.00-28.00
Wtd Avg Price	-	-	32.00	27.00	26.67	27.60
Volume Traded	-	-	40	61	122	204
Volume Exported	-	-	-	-	-	-
15-20%						
Price Range	25.50 - 31.00	26.00 - 31.00	26.00-31.00	21.00 - 25.00	20.00 - 26.00	20.00-28.00
Wtd Avg Price	27.56	27.96	28.98	22.82	22.43	23.06
Volume Traded	1,676	1,860	1,705	2,652	3,113	2,566
Volume Exported	1,676	1,700	1,185	775	734	204
20% or More						
Price Range	-	-	-	21.00	21.00	22.00
Wtd Avg Price	-	-	-	21.00	21.00	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		
	Oct 2014	Sep 2014	Oct 2013	Oct 2014	Sep 2014	Oct 2013
15% or Less						
Wtd Avg Price	28.00	32.00	33.00	27.65	32.56	28.17
Volume Traded	108	40	40	469	653	245
Volume Exported	108	-	-	-	-	-
15-20%						
Wtd Avg Price	29.33	32.01	27.60	23.47	25.53	24.01
Volume Traded	9,129	9,665	5,090	13,056	11,483	6,294
Volume Exported	8,529	8,585	4,730	3,264	2,734	1,142
20% or More						
Wtd Avg Price	-	-	-	21.63	22.29	22.00
Volume Traded	-	-	-	326	286	82
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 21 NOVEMBER 2014.

The market on bulk parts was steady. Demand was light. Offerings light to moderate. White meat and white trims market steady. Demand and offerings light to moderate. The market on thigh meat is steady to barely steady. Demand light. Offerings light to moderate. Parts trading slow. For domestic: fresh tom full-cut wings 77 cents, fresh tom necks 75 cents, fresh tails 55 cents, livers for pet food 30 cents, machine defatted hen gizzards 105 cents, fresh wing meat 135-139 cents, fresh scapula 213-219 cents, fresh MST 20 cents pet food, frozen tails 62 cents, mature hen full cut wings 76 cents, mature hen drums 100 cents and grade A breast 20 lbs. and up 225 cents delivered. For export: fresh tom drums 102 cents and frozen tendons 87 cents delivered to the Border or port.

EXPORT TRADING

	PRICE RANGE	L.S.T. CODE 1/	WTD AVG PRICE	VOLUME (000)	WEEKLY WTD AVG PRICE	WEEKLY VOLUME (000)
FRIDAY, NOVEMBER 21, 2014						
DRUMSTICKS, TOMS		R	112.00	40	112.00	40
WINGS FULL-CUT - TOMS						
WINGS, V-TYPE, TOM						
TAILS		R	57.00	20	57.00	20
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN	150.00-166.00		151.45	440	151.45	440
THURSDAY, NOVEMBER 20, 2014						
DRUMSTICKS, TOMS	112.00		112.00	40		
WINGS FULL-CUT - TOMS						
WINGS, V-TYPE, TOM						
TAILS	57.00		57.00	20		
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN		F	177.00	40		
WEDNESDAY, NOVEMBER 19, 2014						
DRUMSTICKS, TOMS						
WINGS FULL-CUT - TOMS						
WINGS, V-TYPE, TOM						
TAILS						
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN		F	177.00	40		
TUESDAY, NOVEMBER 18, 2014						
DRUMSTICKS, TOMS						
WINGS FULL-CUT - TOMS						
WINGS, V-TYPE, TOM						
TAILS						
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN		F	177.00	40		
MONDAY, NOVEMBER 17, 2014						
DRUMSTICKS, TOMS						
WINGS FULL-CUT - TOMS						
WINGS, V-TYPE, TOM						
TAILS						
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN		F	177.00	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.