

MARKET SITUATION

Europe: Trading in fresh legs and other cuts is largely at unchanged prices.

UK: Trading remains under pressure.

Trade is reported as stable for Japan and China, but with fluctuating prices for middles.

SLAUGHTERINGS DENMARK

	Week 46	Week 47	Week 48	Week 1-48 2017/2016
Total	355,765	288,044	374,236	-5.3%

Source: Danish Classification Control Service – representing around 98% of all finished pigs and sows slaughtered, excluding culled pigs.

PRICES DENMARK

Finished pigs and sows

DKK/kg	DC	Tican
Finished pigs (basic weight class and basic meat percentage)	9.60	9.60
Sows (above 130 kg)	6.10	6.10

Nominal prices for piglets (30 kg)

DKK/head	Current	52 wk av
Basic	367.04	403.13
SPF+Myc	372.04	408.13
SPF	376.04	412.13
Organic	916.97	1007.83
Market prices SPF region 1		
PRRS negative	365.00	476.00
PRRS positive	345.00	459.00
Market prices SPF region 2/3		
PRRS negative	365.00	476.00
PRRS positive	345.00	459.00

Weight adjustment:	7-9 kg	9-12 kg	12-25 kg	25-30 kg	30-40 kg
	9.54 kr/kg	9.08 kr/kg	6.34 kr/kg	5.34 kr/kg	5.47 kr/kg

FUTURES

	Chicago (\$ per 100 lbs slaughter weight)		
	08/12	01/12	Change
Dec 2017	63.68	65.28	-1.60
Jan 2018	-	-	-
Feb 2018	68.85	70.73	-1.88
Mar 2018	-	-	-
Apr 2018	73.13	74.45	-1.32
May 2018	78.53	79.53	-1.00
Jun 2018	83.28	83.38	-0.10
Jul 2018	83.23	83.25	-0.02
Aug 2018	83.20	82.53	+0.67
Sep 2018	-	-	-
Oct 2018	69.55	69.33	+0.22
Nov 2018	-	-	-
Dec 2018	63.73	63.50	+0.23
Jan 2019	-	-	-
Feb 2019	66.65	66.50	+0.05
Mar 2019	69.90	70.05	-0.15

Conversion factors:
1 lb = 0.4536 kg
\$ = €6.3377



EU

African Swine Fever

The EU Commission's reporting system for the outbreak of African Swine Fever in EU countries and Ukraine has been updated up to 26 November.

Countries	Period 13 Nov - 26 Nov		Year to date 1 Jan - 26 Nov	
	Pigs	Wild boar	Pigs	Wild boar
Estonia		12	3	577
Latvia		25	8	818
Lithuania		169	30	1056
Poland	1	53	81	482
Italy		20	17	55
Ukraine	2	2	115	20
Czech Republic		33		174
Romania			2	



POLAND

New case of African Swine Fever among wild boar in the forests near Warsaw

The Polish authorities have reported a number of new cases of African Swine Fever among wild boar in the forests near Warsaw in the Mazowieckie province.

 **RUSSIA**
African Swine Fever

The Russian authorities have reported nine new cases of African Swine Fever: three at small pig farms affecting 563 pigs and six among wild boar.

 **RUSSIA**
Miratorg reports possible outbreak of African Swine Fever at one of its sites

Reuters has reported that Russia's largest pig meat producer, Miratorg, has reported a possible outbreak of African Swine Fever at one of its sites in the Belgorod region in central Russia.

Samples from the herd have been sent for further analysis and should ASF be confirmed, all 24,000 pigs will be culled.

The outbreak is not the first at pig farms in the Belgorod region. A number of small farms have already been affected. Moreover in September, Rusagro reported an outbreak at one of its production sites comprising 16,000 pigs.

 **RUSSIA**
African Swine Fever spread further east in 2017

PigProgress reports that the Russian veterinary authorities, Rosselkhoznadzor, have announced on its website that African Swine Fever spread further east in 2017.

Five regions east of the Urals - Chelyabinsk, Irkutsk, Omsk, Tyumen and Krasnoyarsk Krai were affected by ASF in 2017. All these regions were ASF-free at the end of 2016. The Omsk region was the worst affected where the authorities recorded 34 cases (primarily among wild boar) and 25,000 pigs were culled.

In an attempt to prevent the disease from spreading further in Siberia, the Russian veterinary authorities have now decided to build a special laboratory in the Irkutsk region.

Despite the geographical spread of the infection in 2017, Rosselkhoznadzor reports the number of cases of ASF declined in 2017 compared to 2016.

Until the start of December, 160 cases of ASF were recorded compared to 298 cases in 2016. Since the first outbreak of ASF affected the country, the authorities have culled 2 million pigs, reports Rosselkhoznadzor.

 **RUSSIA**
Classical Swine Fever

Last week a single outbreak of Classical Swine Fever was reported among wild boar in eastern Russia, not far from the border with China and North Korea.

 **MOLDOVA**
African Swine Fever

Last week the authorities in Moldova reported four outbreaks of ASF – one at a small farm of six pigs while the other outbreaks were among wild boar.

 **RUSSIA**

Russia accepts WTO ruling

Last week Russia announced that they accept the WTO ruling which establishes that Russia cannot maintain an import ban on pig meat from the EU as a result of African Swine Fever in some EU countries.

However, this is of no practical significance after Russia extended its political import embargo last month to include fat, offal and by-products from pigs and cattle as well as live pigs (except for breeding pigs). This allows Russia to maintain an import ban on all pig meat from the EU.

So far, Russia has announced that the import embargo will remain in force until 31 December 2018.

BRAZIL/ RUSSIA

Brazil hopes to re-establish meat exports to Russia

Reuters reports that Brazil has decreed trade terms for grain between Brazil and Russia.

The Brazilians hope that this initiative will help to reopen the Russian market for Brazilian meat, says Brazil's Minister for Agriculture Blairo Maggi. The decree lays out the terms for possible Brazilian imports of Russian wheat and for exports of Brazilian soybeans to Russia.

The temporary Russian import ban on Brazilian pork and beef means that Brazil is forced to find new markets for the pig meat and beef normally exported to Russia. According to Brazilian export statistics, Brazil exported 204,000 tonnes pig meat to Russia in the first nine months of 2017.

Depending on how long it lasts, the ban is expected to put pressure on prices in Brazil whereas Russian pig prices are expected to rise.

UKRAINE

Increased imports expected

Agra Europe reports that an increase in Ukrainian imports of pig meat can be expected, particularly offal.

Domestic pig meat production declined in 2017. The most recent pig census from 1 November shows that the pig population was 9 per cent down compared to one year ago.

As well as a decline in pig production, there is a particularly significant decline in Ukraine's offal production. Thus fewer and fewer traditional Ukrainian pigs are being produced with a thick layer of fat. This is due to a growing number of largescale farms that use standard pig feed instead of food waste used by the smaller producers.

Pig offal is traditionally used in Ukraine for the product known as Salo, which consists of thinly sliced back fat. It is eaten as a snack or a starter accompanied by bread. Agra Europe reports that the price of Salo in certain regions has risen by 68 per cent while prices for pig meat have "only" risen by 28 per cent over the same period.

EU's exports of pig meat to the Ukraine totalled 59,800 tonnes for the first nine months of 2017 compared to 54,700 tonnes for the same period in 2016. A rise of 9 per cent.

CANADA/ CHINA

Greater access for exports of Canadian meat to China

Agra Europe reports that Canada has secured new commitments from China that will pave the way for greater access to China for Canadian pig meat and beef.

According to statements from Canada's Prime Minister Justin Trudeau, who visited Beijing last week, China has committed to implementing an agreement from 2016, which will expand access for Canadian beef to cover bone-in products. Moreover, the two countries have agreed to start a pilot project to cover exports of chilled beef and pork from Canada to China.

According to the Canadian Pork Council the pilot project represents an important step for Canada's pig meat exporters who are well experienced in exporting chilled pig meat to Japan. In 2016, Canada exported 132,000 tonnes chilled pig meat to Japan.

China is currently Canada's second largest export market for pig meat followed by the U.S. According to Statistics Canada, Canada exported 314,000 tonnes pig meat to China in 2016 at a value of C\$ 587 million. Pig trotters are among the most popular products.



CAMBODIA

Significant decline in the number of pig producers

Asian Agribusiness reports a significant decline in the number of pig producers in Cambodia. Over half of the small family-owned businesses closed down in 2017.

According to Cambodia Livestock Raisers Association, the massive exit is the result of illegal imports of live pigs from surrounding countries, which are squeezing pig prices.

Chet Phirum, Vice-Director of Pig Raisers Association is quoted as saying that more than 1,800 live pigs are crossing the border into Cambodia on a daily basis. This far exceeds the Ministry's figure of 1,250 pigs. He also says that in his organisation alone, 2,000 of its 4,000 members left the industry in 2017 as a result of the low pig prices.



JAPAN

Imports of fresh/frozen pig meat

0203 Fresh/Frozen svinekød					
Tonnes	2017 October	2016 October	2017 Jan-Oct	2016 Jan-Oct	% change 2017:16
USA	21,006	21,025	217,392	218,913	-0.7
Canada	18,081	15,719	174,280	146,405	19.0
Denmark	10,354	10,086	96,259	95,867	0.4
Spain	9,055	6,521	89,533	75,052	19.3
Mexico	7,823	6,552	71,581	61,570	16.3
Holland	2,298	1,677	21,310	19,243	10.7
Chile	2,069	2,039	20,897	23,089	-9.5
Hungary	1,504	1,593	16,629	18,675	-11.0
Germany	2,424	1,685	15,970	11,732	36.1
France	1,413	1,072	12,214	10,796	13.1
Italy	1,133	643	10,962	10,219	7.3
Austria	816	623	6,903	10,104	-31.7
Ireland	288	386	6,140	5,514	11.3
Finland	24	0	568	911	-37.6
Belgium	24	5	455	392	16.0
Australia	22	0	447	349	28.2
UK	0	0	33	0	
Others	150	219	2,000	2,307	-13.3
Total	78,482	72,351	763,571	711,138	7.4



JAPAN

Development in pig meat storage

Tonnage	Own production		Imported volumes		Total storage
	Fresh	Frozen	Fresh	Frozen	
End January 16	294	16,559	6,530	144,724	168,107
End February 16	313	16,839	7,088	144,023	168,263

End March 16	351	15,601	9,206	144,222	169,380
End April 16	611	17,479	7,843	147,530	173,463
End May 16	510	18,368	8,524	150,870	178,272
End June 16	492	20,660	9,180	149,946	180,278
End July 16	521	18,184	7,350	146,181	172,236
End August 16	382	17,151	11,429	147,350	176,312
End September 16	425	17,153	10,342	141,460	169,380
End October 16	644	16,916	8,636	137,490	163,686
End November 16	467	15,700	10,026	138,043	164,236
End December 16	604	16,196	7,781	137,656	162,237
End January 17	442	16,843	7,780	150,579	175,644
End February 17	1,454	16,149	7,443	146,058	171,104
End March 17	417	15,433	9,556	152,113	177,519
End April 17	505	16,360	8,921	148,234	174,020
End May 17	456	17,341	8,794	155,611	182,202
End June 17	407	15,974	7,435	157,400	181,216
End July 17	691	13,767	6,408	155,203	176,069
End August	585	15,058	9,288	152,135	177,066
End September	984	14,244	6,267	149,558	171,053

 **JAPAN**

Imports of sausage products

0210			
Sausage products			
Tonnes	2017 Jan-Oct	2016 Jan-Oct	% change 2017:16
China	7,048	7,751	-9.1
Taiwan	157	180	-12.8
Thailand	5,096	6,010	-15.2
Denmark	1,283	1,509	-15.0
Canada	64	33	96.5
USA	7,634	8,146	-6.3
Brazil	3,601	3,096	16.3
Others	1,932	1,485	30.1
Total	26,815	28,209	-4.9