

# MARKET NEWS for pig meat



Market analysis

18 June 2018

Week 25

## MARKET SITUATION

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

UK: Sales remain stable.

Sales are reported as sluggish for China and stable for Japan.

## Slaughterings in Denmark

	Week 21	Week 22	Week 23	Week 1-23 2018/2017
Total	311,691	369,643	304,448	+4.7 %

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

## FUTURES

	Chicago (\$ per 100 lbs slaughter weight)		
	15/6	8/6	Change
<b>2018</b>			
Jul	81.73	80.73	1.00
Aug	78.25	77.13	1.12
Sep	-	-	-
Oct	64.28	64.48	-0.20
Nov	-	-	-
Dec	58.53	59.78	-1.25
<b>2019</b>			
Jan	-	-	-
Feb	63.10	64.63	-1.53
Apr	67.30	68.53	-1.23
May	72.18	73.23	-1.05
Jun	75.95	77.10	-1.15
Jul	75.83	76.63	-0.80
Aug	75.30	76.50	-1.20
Oct	64.73	68.83	-4.10
Dec	55.95		
Conversion factors: 1 lb = 0.4536 kg \$ = € 6.4249			



EU

### African Swine Fever

According to the EU Commission's reporting system for the outbreak of disease, the following outbreaks of ASF were reported for the following countries and Ukraine up to and including 10 June.

Countries	Period 4 June – 10 June		Year to date 1 Jan – 10 June	
	Pigs	Wild boar	Pigs	Wild boar
Estonia		7		164
Latvia		12		347
Lithuania	5	16	5	944
Poland	5	48	13	1358
Italy			3	24
Ukraine			32	27
Czech Republic				28
Romania	4		7	1
Hungary		4		18



RUSSIA

### African Swine Fever

Last week, Russia reported eight cases of ASF from the previous weeks.

One case was discovered among wild boar while seven were at small pig farms where 339 pigs were affected.

Four of the cases were in the Kaliningrad region, a Russian enclave between Poland and Lithuania on the Baltic Sea. The others were in south and west Russia.



MOLDOVA

### African Swine Fever

Last week, Moldova reported one outbreak of ASF at a small farm of 22 pigs.



CHINA

### Foot and mouth disease

Last week the Chinese authorities reported three cases of foot and mouth disease at three cattle farms comprising 36, 60 and 63 head of cattle.

The three cases were located in the provinces of Hubei, Shanxi and Anhui.

 **CHINA**
**Import tariffs reduced from 1 July**

China has announced that import tariffs on a range of consumer goods will be reduced with effect from 1 July.

Included in the products are a number of processed pig meat products and sausages where import tariffs will be reduced from 15 to 5 per cent.

 **CHINA/**
 **USA**
**China imposes higher tariffs on American products**

As a retaliatory measure against President Trump's new U.S. import restrictions on Chinese products, China has announced that import tariffs of 25 per cent will be imposed on approximately 500 American agricultural products with effect from 6 July.

At the time of writing, it is unclear whether the new list of products will mean additional tariffs on U.S. pig meat. So far, the list contains the same American pig meat products that already carry import tariffs of 25 per cent.

 **USA**
**Seaboard Triumph Foods will begin slaughtering in two shifts in October**

Seaboard Triumph Foods announced last week that from mid-October, they will switch from one shift to two at their new slaughterhouse in Sioux City, Iowa. This will mean an increase in slaughtering from around 10,000 pigs per day to around 20,000.

The new slaughterhouse in Sioux City began slaughtering on 5 September last year. The operation is a joint venture partnership between Seaboard Foods and Triumph Foods. The latter is owned by pig producers while the former is a subsidiary of Seaboard Corporation.

 **EU**
**Pig meat exports**

The EU Commission has published preliminary figures for EU pig meat exports (measured in slaughter weight) for the period January – April 2018 compared to the same period last year.

EU-28 pig meat exports

Slaughter weight, tonnes	Jan-April	Jan-April	% change
	2018	2017	
China	463,274	492,383	-5.9
Japan	147,103	138,008	6.6
South Korea	121,498	97,210	25.0
Philippines	94,701	81,378	16.4
Hong Kong	90,101	122,595	-26.5
USA	62,119	50,180	23.8
Other	319,763	313,569	2.0
<b>Total</b>	<b>1,298,559</b>	<b>1,295,323</b>	<b>0.2</b>

 **PHILIPPINES**
**Increasing pig production in Q1 2018**

Asian Agribusiness reports that pig production in the Philippines increased by 2.4 per cent to 558,720 tonnes in Q1 2018. This is the highest ever production in the country for the first quarter of the year.

 **PHILIPPINES**
**Pig meat imports**

<b>0203</b>				
<b>Fresh/frozen pig meat</b>				
<b>Tonnes</b>	<b>Jan-March 2016</b>	<b>Jan-March 2017</b>	<b>Jan-March 2018</b>	<b>% change 18:17</b>
Canada	4,423	4,735	7,519	58.8
Germany	3,886	3,445	5,461	58.5
USA	495	1,916	2,133	11.3
France	3,251	2,163	1,862	-13.9
Spain	1,045	1,441	1,691	17.3
Holland	166	445	554	24.5
Brazil	16	499	403	-19.2
Australia	26	283	330	16.6
Denmark	904	361	277	-23.3
UK	231	366	263	-28.1
Ireland	259	128	212	65.6
Belgium	188	270	108	-60.0
Others	-	3	49	1533.3
<b>Total</b>	<b>14,890</b>	<b>16,055</b>	<b>20,862</b>	<b>29.9</b>

<b>020649</b>				
<b>By-products</b>				
<b>Tonnes</b>	<b>Jan-March 2016</b>	<b>Jan-March 2017</b>	<b>Jan-March 2018</b>	<b>% change 18:17</b>
Germany	8,882	10,715	10,699	-0.1
Spain	7,827	7,897	9,647	22.2
USA	3,965	4,800	5,895	22.8
Holland	3,354	2,305	4,403	91.0
France	3,692	2,209	2,917	32.1
UK	1,348	1,487	2,610	75.5
Belgium	2,987	2,430	2,459	1.2
Canada	3,067	926	1,865	101.4
Denmark	1,325	1,431	1,142	-20.2
Ireland	639	257	1,026	299.2
Australia	499	230	430	87.0
Others	52	761	390	-48.8
<b>Total</b>	<b>37,637</b>	<b>35,448</b>	<b>43,483</b>	<b>22.7</b>

<b>020641</b>				
<b>Pigs' liver</b>				
<b>Tonnes</b>	<b>Jan-March 2016</b>	<b>Jan-March 2017</b>	<b>Jan-March 2018</b>	<b>% change 18:17</b>
Australia	522	358	825	130.4
Ireland	400	291	716	146.0
Spain	1,734	588	681	15.8
Holland	772	1,026	594	-42.1
Germany	597	145	499	244.1
UK	174	567	385	-32.1
Canada	312	914	371	-59.4
Belgium	311	84	169	101.2
Denmark	129	-	-	-
Others	256	124	232	87.1
<b>Total</b>	<b>5,207</b>	<b>4,097</b>	<b>4,472</b>	<b>9.2</b>


**Denmark's pig meat exports, tonnage**
**Jan - Mar 2018**

	By-products	Live pigs	Processed canned	Bacon	Whole and half pigs/sows	Cuts	Sausages	Total	Per cent
Germany	5,915	48,655	1,789	45	21,861	68,466	674	147,404	30.0
Poland	302	45,351	20	0	0	32,309	0	77,982	15.8
UK	1,824	136	2,652	10,192	0	28,444	2,567	45,816	9.3
Italy	499	5,748	125	13	0	29,432	73	35,890	7.3
Holland	2,615	3,412	74	2	1	2,234	53	8,390	1.7
Sweden	2,320	32	470	276	0	4,012	1,150	8,260	1.7
France	493	474	213	108	0	3,137	251	4,677	1.0
Spain	166	695	296	93	0	1,654	334	3,238	0.7
Other EU countries	2,742	3,702	729	28	5	13,280	939	21,426	4.4
<b>Total EU</b>	<b>16,875</b>	<b>108,206</b>	<b>6,369</b>	<b>10,757</b>	<b>21,867</b>	<b>182,968</b>	<b>6,041</b>	<b>353,084</b>	<b>71.8</b>
China	41,290	0	0	0	0	18,558	0	59,848	12.2
Japan	654	2	1,117	0	0	26,470	513	28,757	5.8
Australia	25	0	38	72	0	12,641	36	12,812	2.6
USA	737	0	1,415	48	0	8,587	350	11,137	2.3
South Korea	66	11	414	0	0	5,549	80	6,119	1.2
Taiwan	267	6	16	0	0	4,417	1	4,708	1.0
Philippines	1,781	0	113	0	0	840	1	2,734	0.6
Canada	22	88	257	0	0	1,153	0	1,520	0.3
Hong Kong	158	0	195	5	0	1,025	29	1,413	0.3
Other 3rd countries	3,651	484	2,035	357	0	1,687	1,657	9,870	2.0
<b>3rd countries, total</b>	<b>48,652</b>	<b>592</b>	<b>5,600</b>	<b>483</b>	<b>1</b>	<b>80,927</b>	<b>2,665</b>	<b>138,920</b>	<b>28.2</b>
<b>Exports, total</b>	<b>65,527</b>	<b>108,798</b>	<b>11,969</b>	<b>11,241</b>	<b>21,868</b>	<b>263,895</b>	<b>8,706</b>	<b>492,003</b>	<b>100</b>

**Jan - Mar 2017**

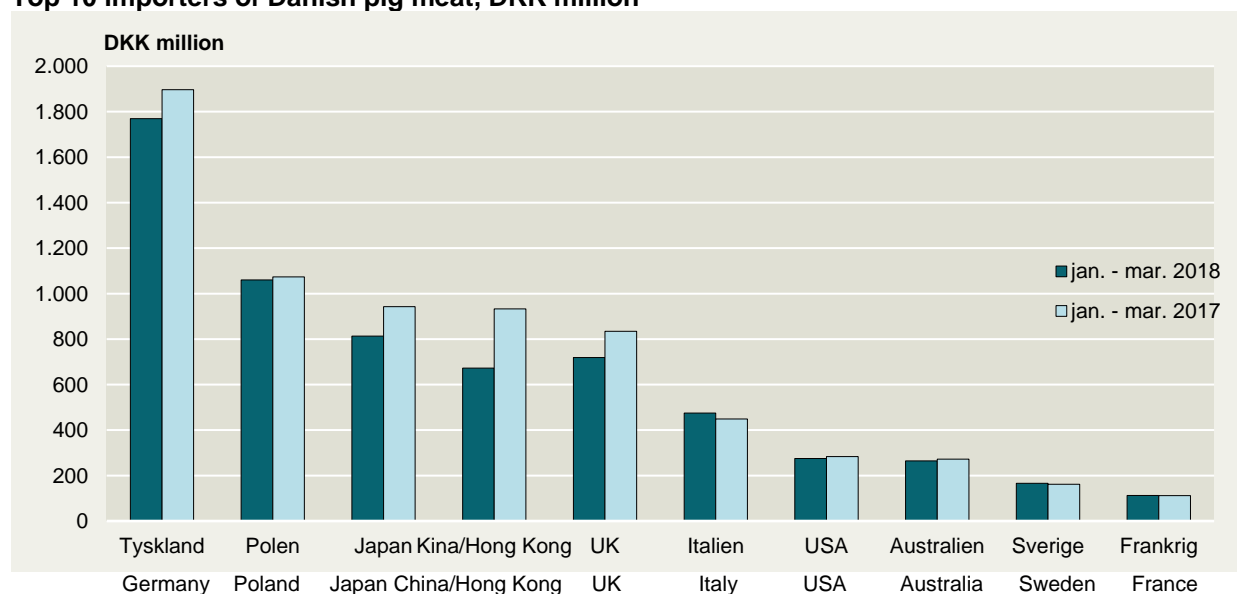
	By-products	Live pigs	Processed canned	Bacon	Whole and half pigs/sows	Cuts	Sausages	Total	Per cent
Germany	5.337	45.898	2.061	35	21.043	64.154	625	139.152	29.2
Poland	556	38.800	91	0	0	27.197	0	66.644	14.0
UK	1.891	168	2.088	9.936	0	35.051	2.264	51.398	10.8
Italy	515	5.880	114	10	0	23.499	82	30.101	6.3
Sweden	2.172	47	430	309	0	3.811	1.091	7.860	1.6
Holland	2.330	2.925	49	8	0	1.853	74	7.240	1.5
France	324	452	231	107	0	3.328	218	4.660	1.0
Spain	263	1.237	298	122	0	2.003	393	4.316	0.9
Other EU countries	4.145	3.638	679	25	0	10.238	796	19.522	4.1
<b>Total EU</b>	<b>17.532</b>	<b>99.045</b>	<b>6.043</b>	<b>10.551</b>	<b>21.043</b>	<b>171.133</b>	<b>5.543</b>	<b>330.892</b>	<b>69.3</b>
China	47.753	21	0	0	0	24.292	0	72.066	15.1
Japan	1.301	8	1.035	18	0	26.912	378	29.652	6.2
Australia	82	0	54	95	0	12.505	0	12.737	2.7
USA	741	0	1.711	24	0	6.482	235	9.193	1.9
South Korea	358	14	639	0	0	3.326	79	4.417	0.9
Taiwan	277	0	0	0	0	3.276	0	3.553	0.7
Philippines	2.047	4	180	0	0	318	0	2.550	0.5
Hong Kong	477	0	171	11	0	897	60	1.615	0.3
Canada	23	0	39	0	0	931	0	994	0.2
Other 3rd countries	2.740	219	2.148	275	0	2.403	1.695	9.479	2.0
<b>3rd countries, total</b>	<b>55.799</b>	<b>267</b>	<b>5.977</b>	<b>423</b>	<b>1</b>	<b>81.342</b>	<b>2.447</b>	<b>146.256</b>	<b>30.7</b>
<b>Exports, total</b>	<b>73.331</b>	<b>99.312</b>	<b>12.020</b>	<b>10.974</b>	<b>21.044</b>	<b>252.476</b>	<b>7.991</b>	<b>477.148</b>	<b>100</b>

### Top 10 importers of Danish pig meat measured by value

The following chart shows the top 10 countries for Danish pig meat exports ranked according to value for the period January-March 2018. All pig meat (including live pigs) is included.

Country	Jan-Mar 2018		Jan-Mar 2017	
	Value in DKK million	Tonnes	Value in DKK million	Tonnage
Germany	1,769	147,404	1,897	139,152
Poland	1,060	77,982	1,074	66,644
Japan	813	28,757	943	29,652
China/Hong Kong	672	61,261	933	73,681
UK	719	45,816	834	51,398
Italy	475	35,890	449	30,101
USA	275	11,137	283	9,193
Australia	265	12,812	272	12,737
Sweden	166	8,260	162	7,860
France	112	4,677	112	4,660
<b>Top 10 total</b>	<b>6,327</b>	<b>433,996</b>	<b>6,958</b>	<b>425,076</b>
Other countries	1,001	58,007	938	52,071
<b>Total</b>	<b>7,328</b>	<b>492,003</b>	<b>7,896</b>	<b>477,148</b>

### Top 10 importers of Danish pig meat, DKK million



### Top 10 importers of Danish pig meat, tonnage

