

MARKET NEWS for pig meat



Market analysis

11 June 2019

Week 24

MARKET SITUATION

The sales situation is unchanged from previous weeks.

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

UK: Sales are stable and at unchanged prices

Demand is quiet from China and stable from Japan.

Slaughterings in Denmark

	Week 20	Week 21	Week 22	Week 1-22 2019/2018
Total	280,362	330,707	204,216	-6.0 %

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

FUTURES USA

	Chicago (\$ per 100 lbs slaughter weight)		
	7/6	31/5	Change
2019			
Jun	78.65	81.73	-3.07
Jul	83.35	85.93	-2.58
Aug	82.63	86.63	-4.00
Sep	-	-	-
Oct	77.43	80.05	-2.63
Nov	-	-	-
Dec	76.65	77.78	-1.13
2020			
Jan	-	-	-
Feb	79.93	80.55	-0.63
Mar	-	-	-
Apr	82.25	82.38	-0.13
May	85.88	85.23	0.65
Juni	88.40	88.95	-0.55
Juli	88.05	88.63	-0.58
Aug	87.03	87.53	-0.50
Sep	-	-	-
Oct	76.50	77.60	-1.10
Conversion factors: 1 lb = 0.4536 kg \$ = DKK 6.6247			



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 between 1 January and 2 June.

Countries	Period 20 May - 2 June		Year to date 1 Jan - 2 June		2018	
	Pigs	Wild boar	Pigs	Wild boar	Pigs	Wild boar
Estonia				46		230
Latvia		8		144	10	685
Lithuania		23		240	51	1.443
Poland	1	1.202	3	1.202	109	2.438
Italy			1	17	10	64
Ukraine	2		16	7	105	41
Czech Republic						28
Romania	13	21	102	253	1.163	170
Hungary		24		681		138
Bulgaria				11	1	5
Belgium		7		463		161
Total	16	1.285	122	3.064	1.449	5.403

POLAND

Outbreak of African Swine Fever at large pig farm

Last week, the Polish authorities announced that a farm of 8,012 pigs had been infected by African Swine Fever – the largest farm to be hit so far. It is located near the border with Ukraine. According to local Polish media, the farm has 750 sows and supplies piglets to a number of other farms in the area. These farms are currently being investigated.

VIETNAM

More than 2.2 million pigs hit by African Swine Fever

The Vietnamese authorities reported that more than 2.2 million pigs have died or have been culled following an outbreak of African Swine Fever in the country. The disease has been confirmed in 52 of Vietnam's 63 provinces.

CHINA

Financial support for largescale pig businesses

In an attempt to stabilise the country's pig production, China's Agriculture Ministry is calling on the country's provincial authorities to provide financial support to sow farms and largescale pig farms, reports Reuters.

In a statement published on the Agriculture Ministry's website on Monday last week, credit guarantee providers in the provinces should actively provide credit guarantee services to breeding farms and largescale farms that produce more than 5,000 pigs per year.

The Ministry also called for guarantees on expiring loans to be extended for farmers, loan guarantees to be simplified and processing times to be shortened. Interest rates on bank loans for farming companies should be capped at 2 per cent

The announcement was followed by another announcement on Wednesday of last week in which the Ministry confirmed that they will work to restore the country's pig population. Moreover, it will seek to increase production of poultry, beef, mutton and lamb, with the aim of increasing overall meat production.

 **CHINA**
Foot and mouth disease

Last week, the Chinese authorities reported one case of foot and mouth disease in Xinjiang in North-West China. Some 286 head of cattle have been affected.

 **THAILAND**
African Swine Fever can boost pig meat exports from Thailand

According to Asian Agribusiness, Thailand expects to see a rise in the country's pig meat exports as a consequence of African Swine Fever in a number of other countries in Asia.

"We can see good export opportunities," says Pimchanok Vonkorpon, Director-General of Trade Policy.

It can, however, take time to increase pig meat production. Thailand produces more than 2 million pigs per year. Of the total number, approximately 40 per cent is exported to neighbouring countries.

 **RUSSIA**
Pig population as at 30th April

The Russian authorities have calculated the country's pig population at 24.7 million as at 30th April 2019, which is a rise of 2.7 per cent compared to one year ago.

The cattle, sheep and goat populations fell by 0.9 and 4.3 per cent respectively.

 **RUSSIA**
Forecasts increased exports of pig meat in 2019

According to Russia's Agriculture Ministry, Russia expects to increase its pig meat exports by more than 20 per cent to around 100,000 tonnes in 2019.

Among the largest importers of Russian pig meat are Hong Kong, Vietnam and the CIS countries (countries of the former Soviet Union). The ministry has earmarked China, Japan and South Korea as potential new export markets.

Russian imports of pig meat are expected to increase in 2019, however. As a consequence of the ban on imports of pig meat from Brazil, Russian imports of pig meat in 2018 were at a very low level – below 100,000 tonnes. This means that in 2018 Russia was largely self-supporting in pig meat.

 **SPAIN**
Rise in production and exports

According to data from the Spanish Agriculture Ministry, Spain's pig meat production for Q1 2019 rose by 3.5 per cent to 1.27 million tonnes. The number of slaughterings rose by slightly over 4 per cent in the quarter to 14.21 million.

Spain's pig meat exports reached 530,000 tonnes in Q1 2019 – a rise of almost 4 per cent compared with Q1 2018. Exports to China rose by more than one third to 119,000 tonnes.

Exports to Vietnam more than doubled to 2,772 tonnes and further increases to Vietnam are expected over the coming months. Other export markets outside the EU that took delivery of more Spanish pig meat in Q1 are Philippines (+26 per cent), Taiwan (+42 per cent) and Singapore (+53 per cent).

Source: Agra Europe

Slaughterings

2017	Pigs/sows	Sows etc.	Total
	50-110 kg	above 110 kg	
January	1,388,979	45,071	1,434,050
February	1,325,895	41,159	1,367,054
March*	1,659,600	51,456	1,711,056
April	1,080,045	40,805	1,120,850
May	1,165,283	48,312	1,213,595
June*	1,691,408	54,077	1,745,485
July	1,267,063	40,667	1,307,730
August	1,273,261	44,802	1,318,063
September*	1,635,135	49,357	1,684,492
October	1,390,734	44,285	1,435,019
November	1,356,756	35,121	1,391,877
December*	1,679,724	56,588	1,736,312
Jan-Dec	16,913,883	551,700	17,465,583

2018	Pigs/sows	Sows etc.	Total
	50-110 kg	above 110 kg	
January	1,384,564	48,982	1,433,546
February	1,390,214	42,296	1,432,510
March*	1,602,989	49,004	1,651,993
April	1,330,704	46,252	1,376,956
May*	1,590,176	59,004	1,649,180
June	1,328,304	44,369	1,372,673
July	1,300,265	41,644	1,341,909
August*	1,634,399	50,063	1,684,462
September	1,366,922	44,925	1,411,847
October	1,442,388	50,702	1,493,090
November*	1,837,422	49,753	1,887,175
December	1,262,176	35,510	1,297,686
Jan-Dec 2018	17,470,523	562,504	18,033,027

2019	Pigs/sows	Sows etc.	Total
	50-110 kg	above 110 kg	
January	1,588,010	52,742	1,640,752
February	1,329,198	41,879	1,371,077
March	1,356,485	43,969	1,400,454
April	1,323,430	41,740	1,365,170
May			
June			
July			
August			
September			
October			
November			
December			
Jan-April 2019	5,597,123	180,330	5,777,453
Jan-April 2018	5,708,471	186,534	5,895,005
Change, per head	-111,348	-6,204	-117,552
Change, per cent	-2.0	-3.3	-2.0

* = 5 weeks


Exports of live pigs

2017	Piglets		Pigs/sows	Pigs/sows above 135 kg	Total
	0-15 kg	15-50 kg	50-135 kg		
January	37,756	1,132,400	18,025	1,270	1,189,451
February	27,330	981,920	16,415	1,142	1,026,807
March	37,601	1,189,831	17,812	592	1,245,836
April	36,047	960,048	13,885	2,311	1,012,291
May	46,023	1,288,148	28,501	4,574	1,367,246
June	38,015	1,238,442	50,120	2,253	1,328,830
July	36,172	1,064,250	17,014	1,852	1,119,288
August	32,578	1,260,946	16,778	2,381	1,312,683
September	33,351	1,079,055	17,675	2,289	1,132,370
October	44,274	1,178,831	17,679	1,571	1,242,355
November	41,015	1,157,185	22,467	1,954	1,222,621
December	32,889	1,147,621	16,462	1,363	1,198,335
Jan-Dec	443,051	13,678,677	252,833	23,552	14,398,113

2018	Piglets		Pigs/sows	Pigs/sows above 135 kg	Total
	0-15 kg	15-50 kg	50-135 kg		
January	36,440	1,142,852	14,798	3,812	1,197,902
February	30,271	1,089,062	15,883	2,507	1,137,723
March	29,057	1,264,848	17,783	3,047	1,314,735
April	30,268	1,161,152	20,695	3,501	1,215,616
May	37,352	1,305,241	26,451	4,144	1,373,188
June	27,004	1,158,207	23,134	4,235	1,212,580
July	30,738	1,142,607	18,882	3,966	1,196,193
August	27,087	1,204,026	21,533	4,732	1,257,378
September	27,496	1,019,587	23,569	3,895	1,074,547
October	34,713	1,350,273	20,972	8,547	1,414,505
November	24,760	1,174,336	14,561	4,816	1,218,473
December	31,882	1,016,093	15,952	3,104	1,067,031
Jan-Dec 2018	367,068	14,028,284	234,213	50,306	14,679,871

2019	Piglets		Pigs/sows	Pigs/sows above 135 kg	Total
	0-15 kg	15-50 kg	50-135 kg		
January	30,609	1,367,435	22,094	4,750	1,424,888
February*	30,000	1,100,000	25,000	3,000	1,158,000
March*	30,325	1,150,397	24,976	3,173	1,208,871
April	33,628	1,143,248	22,968	2,719	1,202,563
May					
June					
July					
August					
September					
October					
November					
December					
Jan-April 2019	124,562	4,761,080	95,038	13,642	4,994,322
Jan-April 2018	126,036	4,657,914	69,159	12,867	4,865,976

Change, per head	-1,474	103,166	25,879	775	128,346
Change, per cent	-1.2	2.2	37.4	6.0	2.6

*=Estimated figure. Based on aggregate figure for Feb-March

Exports of live pigs Jan-Mar 2019

The tables below show Statistics Denmark's figures for the export of live pigs for Q1 2019 compared to Q1 2018.

Piglets < 50 kg.			Product code 0103 9110	
	Jan - Dec 2017	Jan - Dec 2018	Jan - March 2018	Jan - March 2019
Germany	6,765,688	6,650,091	1,638,284	1,712,153
Poland	6,219,701	6,605,426	1,611,181	1,638,049
Italy	701,469	723,050	197,312	182,567
Holland	475,239	453,495	118,660	153,032
Croatia	93,073	97,173	24,826	31,458
Czech Republic	96,536	90,889	19,754	20,150
Hungary	90,401	62,296	22,417	15,650
Spain	7,465	5,678	903	14,759
Romania	52,933	20,265	5,228	6,056
Others	174,293	231,500	50,479	29,086
Total	14,623,865	14,919,598	3,683,816	3,796,904

Pigs and sows 50-160 kg.			Product code 0103 9219	
	Jan - Dec 2017	Jan - Dec 2018	Jan - March 2018	Jan - March 2019
Germany	100,623	94,941	21,231	32,469
Spain	28,171	49,202	9,342	18,612
Belgium	12,267	30,232	8,183	11,838
Italy	10,408	18,833	3,282	4,008
Poland	7,954	12,518	1,979	3,131
France	10,496	12,297	2,062	2,155
Others	20,060	21,556	6,145	4,471
Total	189,979	239,579	52,224	76,684

Sows > 160 kg.			Product code 0103 9211	
	Jan - Dec 2017	Jan - Dec 2018	Jan - March 2018	Jan - March 2019
Germany	13,717	32,756	6,196	6,815
Holland		276		397
Italy	51			
Total	13,768	33,032	6,196	7,212

Pigs, breeding stock			Product code 0103 1000	
	Jan - Dec 2017	Jan - Dec 2018	Jan - March 2018	Jan - March 2019
Germany	180,741	169,870	48,865	46,036
Slovakia	9,384	8,920	2,387	2,099
Spain	20,754	12,324	934	2,075
Italy	7,325	9,022	1,838	1,285
France	1,935	2,055	423	628
Poland	3,906	3,463	561	189
Belgium	14,948	353	116	76
Others	34,881	22,399	4,311	7,480
Total	273,874	228,406	59,435	59,868


Denmark's pig meat exports, tonnes
January-March 2019

	By-products	Live pigs	Processed Canned	Bacon	Whole and half pigs/sows	Cuts	Sausages	Total	Per cent
Germany	3,380	50,769	1,898	49	19,654	51,946	818	128,514	27.7
Poland	309	41,305	21	5	186	28,286	0	70,111	15.1
UK	2,101	490	3,481	11,843	2	30,053	3,296	51,266	11.1
Italy	520	5,129	114	13	4	22,982	163	28,923	6.2
Holland	3,068	3,985	52	4	0	2,225	88	9,422	2.0
Sweden	1,279	194	480	191	0	2,697	1,027	5,866	1.3
Spain	50	1,856	309	169	0	1,899	322	4,605	1.0
France	352	327	202	117	0	3,050	297	4,346	0.9
Other EU countries	2,962	3,662	633	34	8	6,719	1,083	15,100	3.3
Total EU	14,020	107,716	7,189	12,425	19,853	149,857	7,093	318,154	68.6
China	46,999	0	62	0	0	21,686	100	68,846	14.8
Japan	24	0	759	0	0	29,258	344	30,385	6.6
Australia	25	0	64	72	0	13,994	24	14,179	3.1
USA	524	0	1,346	2	0	5,189	251	7,312	1.6
South Korea	69	0	554	0	0	4,484	60	5,166	1.1
Taiwan	323	2	10	0	0	2,918	7	3,260	0.7
Hong Kong	1,117	0	206	10	0	884	61	2,279	0.5
Canada	75	0	119	0	0	1,764	0	1,958	0.4
Belarus	684	34	0	0	0	909	0	1,626	0.4
Other 3rd countries	4,366	172	2,257	393	0	2,162	1,162	10,512	2.3
3. lande total	54,205	208	5,376	477	2	83,247	2,010	145,524	31.4
Exports, total	68,225	107,923	12,565	12,902	19,854	233,104	9,103	463,678	100

January-March 2018

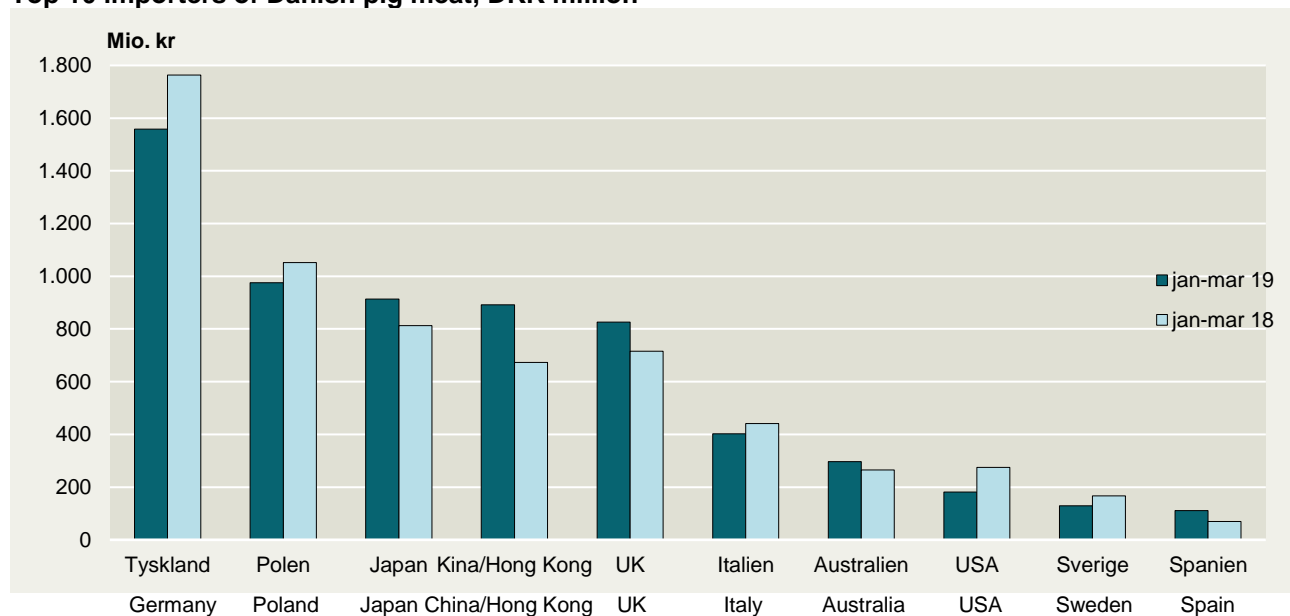
	By-products	Live pigs	Processed Canned	Bacon	Whole and half pigs/sows	Cuts	Sausages	Total	Per cent
Germany	5,838	50,465	1,788	45	21,932	68,519	670	149,257	30.5
Poland	302	45,329	20	0	0	32,015	0	77,667	15.9
UK	1,774	106	2,652	10,192	0	28,275	2,561	45,560	9.3
Italy	499	5,733	125	13	0	26,495	73	32,937	6.7
Sweden	2,319	118	475	274	0	3,990	1,134	8,312	1.7
Holland	2,615	3,300	73	2	0	2,200	52	8,243	1.7
France	493	472	213	108	0	3,136	251	4,674	1.0
Spain	134	702	296	92	0	1,662	334	3,219	0.7
Other EU countries	2,717	3,824	724	28	4	12,981	934	21,213	4.3
Total EU	16,691	110,050	6,367	10,754	21,936	179,273	6,010	351,081	71.6
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	5.9
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
3rd countries, total	48,652	592	5,600	483	1	80,927	2,665	138,920	28.4
Exports, total	65,343	110,642	11,967	11,237	21,937	260,200	8,675	490,001	100

Top 10 importers of Danish pig meat according to value

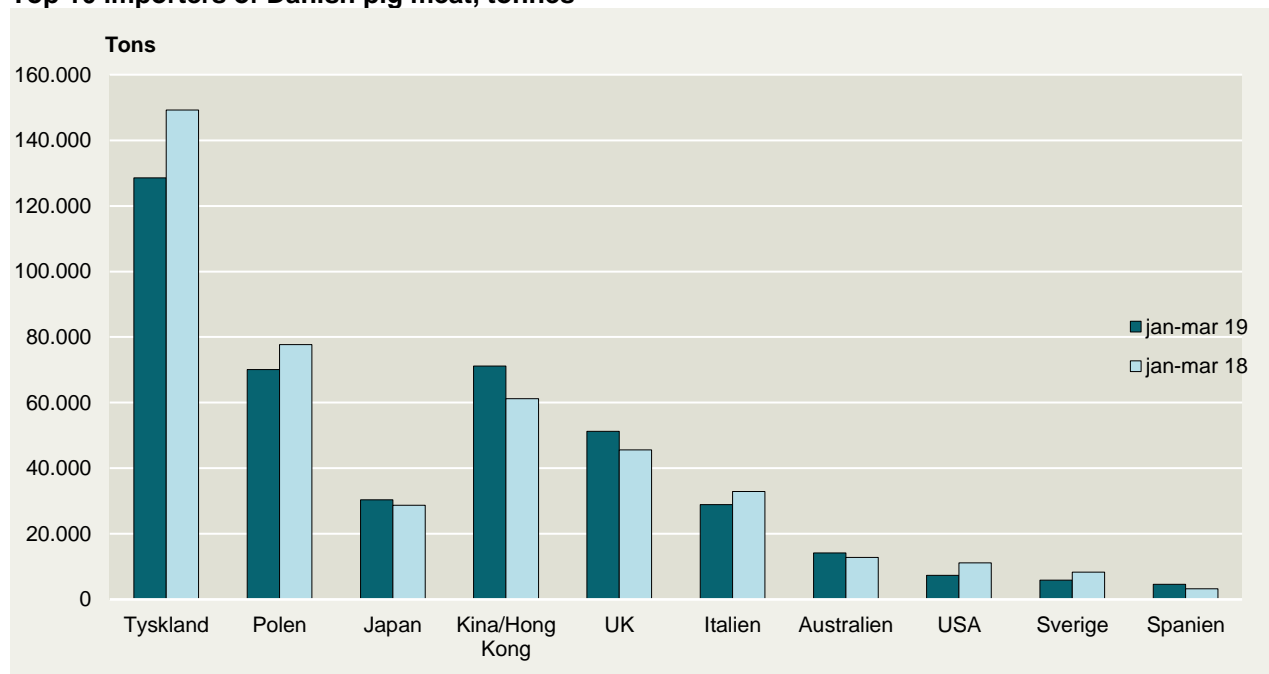
The table below lists the top ten countries for Danish pig meat exports ranked according to value for January-March 2019. All pig meat (including live pigs) is included.

Country	Jan - Mar 2019		Jan - Mar 2018	
	Valued in DKK millions	Tonnes	Value in DKK millions	Tonnes
Germany	1,559	128,514	1,763	149,257
Poland	975	70,111	1,052	77,667
Japan	913	30,385	813	28,757
China/Hong Kong	892	71,125	672	61,261
UK	826	51,266	715	45,560
Italy	402	28,923	441	32,937
Australia	296	14,179	265	12,812
USA	181	7,312	275	11,137
Sweden	129	5,866	167	8,312
Spain	110	4,605	70	3,219
Top 10 total	6,283	412,286	6,233	430,918
Other countries	912	51,392	1,023	59,082
Total	7.195	463.678	7.256	490.001

Top 10 importers of Danish pig meat, DKK million



Top 10 importers of Danish pig meat, tonnes



 **BRAZIL****Classical Swine Fever**

Last week, Brazil reported four cases of Classical Swine Fever. All were found in Ceara and Piauí in North-Eastern Brazil at small farms.

 **BRAZIL****Atypical case of BSE**

On Friday last week, the authorities in Brazil reported one case of so-called atypical BSE in a cow in the state of Mato Grosso.

The case put a temporary stop on Brazilian exports of beef to China etc.

 **CANADA****Some 21 cases of PED in Manitoba so far this year**

According to Pig333, the Canadian province of Manitoba has registered 21 cases of PED so far this year (9 cases at finisher farms, 2 at piglet farms and 8 at sow farms).

Manitoba Pork has called on all producers in the province to ensure the highest possible standards of biosecurity.

 **SOUTH AFRICA****African Swine Fever**

Last week, the authorities in South Africa reported one case of African Swine Fever at a small farm of 98 pigs in the North-East of the country outside the control zone.