

# MARKET NEWS for pig meat



Market analysis

25 February 2019

Week 9

## MARKET SITUATION

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

UK: Sales are reported as quiet

Demand continues to be stable for both Japan and China.

## Slaughterings in Denmark

	Week 5	Week 6	Week 7	Weeks 1-7 2019/2018
Total	346,793	344,954	325,222	-4.6 %

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)		
	22/2	15/2	Change
<b>2019</b>			
Apr	55.45	59.23	-3.78
May	65.48	68.45	-2.98
Jun	75.90	76.73	-0.83
Jul	78.50	80.03	-1.53
Aug	79.03	80.45	-1.43
Sep	-	-	-
Oct	69.28	69.45	-0.17
Nov	-	-	-
Dec	64.43	63.83	0.59
<b>2020</b>			
Jan	-	-	-
Feb	67.88	67.20	0.67
Mar	-	-	-
Apr	71.00	70.53	0.47
May	75.58	75.25	0.33
Jun	79.70	79.50	0.20
Jul	80.90	82.50	-1.60
Conversion factors: 1 lb = 0.4536 kg 1 \$ = DKK 6.5890			



### 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 from 1 January – 17 February.

Countries	Period 10 Feb - 17 Feb		Year to date 1 Jan - 17 Feb.	
	Pigs	Wild boar	Pigs	Wild boar
Estonia		7		38
Latvia		5		107
Lithuania		8		98
Poland		38	1	372
Italy	1	4	1	16
Ukraine		1	6	3
Czech Republic				
Romania	5	20	49	95
Hungary		62		187
Bulgaria		1		1
Belgium		27		132
<b>Total</b>	<b>6</b>	<b>173</b>	<b>57</b>	<b>1,049</b>

### BELGIUM

#### Extension of protection zones after new outbreak of African Swine Fever

The Belgian authorities have extended the current protection zones after a wild boar was tested positive for African Swine Fever north of the previous buffer zone on February 14.

The new case outside the existing inner buffer zone means that the authorities have extended the buffer, observation and monitoring zones.

The buffer zone will be extended northwards by 2,900 hectares (approx. 29 sq. km) while the observation zone will be extended eastwards and westwards, reports Agra Europe.

### CHINA

#### African Swine Fever

Following a recent lull, there are once again reports of new outbreaks of African Swine Fever in China.

Last week, three new cases of African Swine Fever were reported - in the eastern Shangdong province at a farm comprising 4,500 pigs, in the southern autonomous region of Gungxi at a farm comprising 23,500 pigs and in Yunnan province in the south-west at a farm comprising 300 pigs.

The outbreaks in Shangdong and Guangxi are the first in the province and region respectively.

Moreover, last weekend, two outbreaks of African Swine Fever were confirmed in northern China. One at a farm of 5,600 pigs in Hubei province and the second at a farm comprising 222 wild boar in Inner Mongolia.



### Pig meat exports

The tables below provide information from the EU Commission about EU exports of pig meat divided into categories, exporters and importers for the period January-December.

Exports are stated according to product weight.

#### According to categories

Tonnes	Jan-Dec 2018	Jan-Dec 2017	% change 18:17
Live pigs	19,395	14,795	31.1
Fresh/frozen	2,048,544	1,976,437	3.6
Bacon	41,442	38,524	7.6
Processed	170,239	167,337	1.7
By-products	1,444,323	1,523,713	-5.2
<b>Total</b>	<b>3,723,943</b>	<b>3,720,806</b>	<b>0.1</b>

#### Pig meat exporters from EU

Tonnes	Jan-Dec 2018	Jan-Dec 2017	% change 18:17
Germany	861,209	854,045	0.8
Spain	818,120	743,878	10.0
Denmark	522,190	527,596	-1.0
France	227,346	253,326	-10.3
Holland	459,181	447,153	2.7
Poland	241,245	243,455	-0.9
UK	146,300	135,481	8.0
Ireland	99,518	96,034	3.6
Belgium	73,157	92,413	-20.8
Italy	99,924	101,304	-1.4
Hungary	34,966	84,773	-58.8
Austria	43,019	42,138	2.1
Others	109,838	99,200	10.7
<b>EU-28</b>	<b>3,736,013</b>	<b>3,720,796</b>	<b>0.4</b>

#### Importers of pig meat from EU

Tonnes	Jan-Dec 2018	Jan-Dec 2017	% change 18:17
China	1,336,641	1,388,634	-3.7
Hong Kong	229,310	381,363	-39.9
Japan	386,552	381,535	1.3
Philippines	273,960	243,407	12.6
South Korea	314,488	260,061	20.9
USA	151,022	144,338	4.6
Ukraine	104,996	86,473	21.4
Australia	83,638	83,888	-0.3
Montenegro	24,866	21,590	15.2
Angola	32,639	33,231	-1.8
Russia	2,709	4,679	-42.1
Belarus	14,414	251	5642.6
Other	768,708	691,356	11.2
<b>EU-28</b>	<b>3,723,943</b>	<b>3,720,806</b>	<b>0.1</b>

 **VIETNAM****African Swine Fever**

Last week, Vietnam confirmed its first case of African Swine Fever.

The virus was discovered at several small pig farms south-east of Hanoi in the north – two in Hung Yen province and one in the province of Thai Binh. Moreover, at the weekend, African Swine Fever was reported in the provinces of Hai Phong and Thanh Hoa, east and south of Hanoi. Some four provinces have therefore been affected.

The authorities in Vietnam have stated that there is a significant risk of the infection spreading during the new year celebrations. This is a time when many people travel, when many pigs are transported and when pork consumption increases.

Vietnam has an annual production of 30 million pigs. Most are consumed in the home market which comprises 95 million people. Approximately two-thirds of Vietnam's meat production is pork. The authorities have attempted to reassure the population by informing them that as African Swine Fever cannot be spread to humans, pork is safe to eat.

According to Agra Europe, in 2018 the EU exported almost 80,000 tonnes of pig meat to Vietnam at a value of EUR 80 million. Approximately two-thirds of EU exports to Vietnam comprised by-products, reports Agra Europe.

The pig price in Vietnam has been falling in the north of the country since the first outbreak of foot and mouth disease was confirmed in December. Relatively high prices are being reported in the south of the country, however.

 **JAPAN****Classical Swine Fever**

During the past week, the authorities in Japan reported 30 new cases of Classical Swine Fever. 29 were among wild boar and one at a farm of 5,775 pigs. All cases were reported in the Gifu region.

So far, ten farms comprising 47,000 pigs have been affected by Classical Swine Fever. The other cases have been among wild boar. The Gifu, Aichi, Nagano, Shiga and Osaka regions have all been affected.

 **MOROCCO****Foot and mouth disease**

Last week, the authorities in Morocco reported one outbreak of foot and mouth disease. Some seven head of cattle, six goats and 22 sheep were affected.