

MARKET NEWS for pig meat



Market analysis

17 May 2016

Week 20

MARKET SITUATION

Europe: Trade in pork legs took place at increasing prices, while other cuts were traded at largely unchanged prices.

UK: Trade in the UK bacon market remains stable.

Third countries: Good trade is reported with China and Japan but quieter business in other markets.

PIG SLAUGHTERINGS

	Week 16	Week 17	Week 18	Week 1-18 2016/15
Total	253,752	380,456	235,445	-3.8 %

Source: Danish Classification Control Service

- representing around 98% of all finished pigs and sows slaughtered, excluding culled pigs.

PIG PRICES FOR WEEK 20

Finished pigs and sows

DKK/head	DC	Tican
Finished pigs (basic weight class and basic meat percentage)	9.20	9.20
Sows (above 130 kg)	5.60	5.60

Nominal prices for piglets (30 kg)

DKK/head	Current	52 wk av.
Nominal prices		
Basic	354.38	338.51
SPF+Myc	359.38	343.51
SPF	363.38	347.51
Organic	1051.85	1026.16
Market prices (SPF region 1)		
(PRRS negative)	355.00	315.00
(PRRS positive)	335.00	294.00
Market prices (SPF region 2/3)		
(PRRS negative)	355.00	315.00
(PRRS positive)	335.00	294.00

Weight adjustment:	0-9 kg	9-12 kg	12-25 kg	25-30 kg	30-40 kg
DKK/head	11.21	8.37	5.68	5.54	5.40

FUTURES

	Chicago (\$ per 100 lbs slaughter weight)			Eurex (€/kg slaughter weight)		
	13/5	6/5	Change	13/5	6/5	Change
2016						
May	76.85	76.80	+0.05	1.33	1.41	-0.08
Jun	81.95	81.28	+0.67	1.41	1.41	0.00
Jul	82.55	82.25	+0.30	1.41	1.41	0.00
Aug	82.13	81.63	+0.50	1.41	1.41	0.00
Sep	-	-	-	1.41	1.41	0.00
Oct	70.73	70.30	+0.43	1.41	1.41	0.00
Nov	-	-	-	-	-	-
Dec	65.23	65.10	+0.13	-	-	-
2017						
Jan	-	-	-	-	-	-
Feb	68.20	67.95	+0.25	-	-	-
Mar	-	-	-	-	-	-
Apr	70.93	70.73	+0.20	-	-	-
May	75.10	74.95	+0.15	-	-	-
Jun	78.43	78.25	+0.18	-	-	-
Jul	78.30	77.93	+0.37	-	-	-
Aug	77.78	77.40	+0.38	-	-	-
Sep	-	-	-	-	-	-
Oct	77.25	-	-	-	-	-
Conversion factors: 1 lb = 0.4536 kg \$ = DKK 6.5560				Conversion factor: € = DKK 7.4398		

 **LITHUANIA****African Swine Fever**

In the past week, the authorities reported two new cases of ASF in wild boar in the north eastern and central parts of the country.

 **RUSSIA****African Swine Fever**

In the past week, the authorities reported a single new case of ASF in wild boar in the western part of the country.

 **UKRAINE****African Swine Fever**

In the past week, the authorities reported a single new case of ASF at a small pig farm in the south western part of the country on the border with Moldova.



Corrected figures for pig slaughterings and live pig exports in the January – March period are shown below.

Slaughterings

2014	Pigs/sows 50-110 kg	Pigs/sows > 110 kg	Total
January	1,382,719	44,353	1,427,072
February	1,476,272	42,026	1,518,298
March	1,827,662	51,306	1,878,968
April	1,298,434	41,042	1,339,476
May	1,443,621	45,913	1,489,534
June	1,678,131	45,663	1,723,794
July	1,394,238	43,850	1,438,088
August	1,322,967	42,008	1,364,975
September	1,755,585	51,193	1,806,778
October	1,838,476	52,818	1,891,294
November	1,506,682	43,730	1,550,412
December	1,351,277	42,477	1,393,754
Jan-Dec	18,276,064	546,379	18,822,443

2015	Pigs/sows 50-110 kg	Pigs/sows > 110 kg	Total
January	1,801,534	65,316	1,866,850
February	1,518,612	45,563	1,564,175
March	1,498,617	37,317	1,535,934
April	1,579,842	49,161	1,629,003
May	1,301,793	44,381	1,346,174
June	1,403,521	45,657	1,449,178
July	1,693,617	50,667	1,744,284
August	1,381,699	43,093	1,424,792
September	1,392,141	43,777	1,435,918
October	1,775,467	42,091	1,817,558
November	1,533,406	43,372	1,576,778
December	1,557,981	41,110	1,599,091
Jan-Dec	18,438,230	551,505	18,989,735

2016	Pigs/sows 50-110 kg	Pigs/sows > 110 kg	Total
January	1,542,173	47,537	1,589,710
February	1,436,094	35,401	1,471,495
March*	1,587,814	45,483	1,633,297
April	0	0	0
May	0	0	0
June	0	0	0
July	0	0	0
August	0	0	0
September	0	0	0
October	0	0	0
November	0	0	0
December	0	0	0
Jan-March	4,566,081	128,421	4,694,502

* = Preliminary figures

Export of live pigs

2014	Piglets		Pigs/sows 50-135 kg	Pigs/sows >135 kg	Total
	0-15 kg	15-50 kg			
January	34,787	844,485	36,979	3,391	919,642
February	28,009	811,082	26,388	3,319	868,798
March	19,340	839,977	29,219	4,128	892,664
April	28,305	821,341	33,167	2,147	884,960
May	31,606	1,011,376	36,299	3,478	1,082,759
June	27,684	834,756	32,817	248	895,505
July	25,759	861,097	31,776	3,073	921,705
August	35,594	900,042	26,636	2,231	964,503
September	25,475	907,224	25,099	2,033	959,831
October	33,942	976,381	32,637	4,850	1,047,810
November	33,767	770,157	31,594	3,691	839,209
December	37,759	939,387	20,623	3,975	1,001,744
Jan-Dec	362,027	10,517,305	363,234	36,564	11,279,130

2015	Piglets		Pigs/sows 50-135 kg	Pigs/sows > 135 kg	Total
	0-15 kg	15-50 kg			
January	42,630	919,542	29,148	3,104	994,424
February	32,552	944,306	33,330	3,666	1,013,854
March	30,147	966,766	31,340	3,580	1,031,833
April	36,128	1,053,984	25,245	4,709	1,120,066
May	31,159	916,293	18,966	3,436	969,854
June	36,096	918,366	27,421	4,054	985,937
July	31,212	988,119	20,122	4,087	1,043,540
August	33,360	922,436	22,920	3,563	982,279
September	31,500	1,023,964	23,760	4,551	1,083,775
October	30,715	874,603	21,448	3,324	930,090
November	30,018	929,703	15,621	3,370	978,712
December	46,115	1,105,335	20,859	7,148	1,179,457
Jan-Dec	411,632	11,563,417	290,180	48,592	12,313,821

2016	Piglets		Pigs/sows 50-135 kg	Pigs/sows > 135 kg	Total
	0-15 kg	15-50 kg			
January	43,054	1,158,001	16,967	4,426	1,222,448
February	35,503	888,783	21,095	3,649	949,030
March*	45,142	1,105,620	17,849	6,400	1,175,011
April	0	0	0	0	0
May	0	0	0	0	0
June	0	0	0	0	0
July	0	0	0	0	0
August	0	0	0	0	0
September	0	0	0	0	0
October	0	0	0	0	0
November	0	0	0	0	0
December	0	0	0	0	0
Jan-March	123,699	3,152,404	55,911	14,475	3,346,489

* = Preliminary figures

Pig meat exports, tonnes

Jan-Feb 2016

	By-products	Live pigs	Processed/canned	Bacon	Whole and half pigs/sows	Cuts	Sausages	Total	%
Germany	4,288	3,535	1,773	41	13,995	40,782	482	9,894	29.6
Poland	133	20,473	1	3	7	20,381	0	40,998	13.0
UK	1,537	46	2,080	8,886	0	20,340	1,344	34,232	10.9
Italy	246	3,801	17	8	0	18,073	41	22,187	7.1
Sweden	1,537	2	286	218	0	3,057	720	5,822	1.9
Holland	2,944	,575	29	4	0	876	28	5,456	1.7
France	423	132	148	43	0	2,480	155	3,382	1.1
Spain	0	284	262	291	0	938	301	2,076	0.7
Other	2,154	2,109	298	55	0	6,308	499	11,424	3.6
EU	13,263	59,959	4,894	9,549	14,001	113,237	3,569	218,471	69.5
China	32,065	0	0	0	0	14,859	0	46,924	14.9
Japan	436	4	731	36	0	18,511	270	19,988	6.4
Australia	142	0	0	47	0	9,396	0	9,586	3.1
USA	669	0	796	47	0	4,485	86	6,083	1.9
South Korea	329	0	400	0	0	1,931	20	2,681	0.9
Hong Kong	866	0	87	0	0	981	6	1,940	0.6
Taiwan	50	0	0	0	0	1,292	0	1,342	0.4
Singapore	257	0	6	12	0	326	104	704	0.2
Canada	46	0	0	0	0	549	0	595	0.2
Other	1,741	273	1,420	111	0	1,417	910	5,872	1.9
Third countries	36,602	278	3,440	252	3	53,747	1,395	95,717	30.5
Total	49,865	60,236	8,334	9,801	14,004	166,984	4,964	314,188	100

Jan-Feb 2015

	By-products	Live pigs	Processed/canned	Bacon	Whole and half pigs/sows	Cuts	Sausages	Total	%
Germany	9,047	36,830	1,537	45	11,589	49,733	424	109,204	32,4
Poland	338	21,206	11	4	0	22,514	0	44,072	13,1
UK	1,835	27	2,143	11,342	0	19,474	1,106	35,926	10,7
Italy	342	2,726	42	14	0	22,054	44	25,223	7,5
Holland	3,067	964	47	4	0	1,621	21	5,725	1,7
Sweden	1,739	3	325	176	0	2,841	608	5,692	1,7
France	652	227	117	38	0	3,150	156	4,339	1,3
Spain	12	404	146	102	0	1,428	194	2,287	0,7
Other	2,271	1,770	425	12	0	8,144	482	13,102	3,9
EU	19,303	64,156	4,794	11,737	11,589	130,958	3,034	245,570	73,0
China	31,017	0	0	0	0	6,303	0	37,320	11,1
Japan	322	0	636	18	0	16,357	262	17,596	5,2
Australia	238	0	0	42	0	10,253	13	10,545	3,1
USA	647	0	906	10	0	5,032	118	6,714	2,0
South Korea	336	0	404	0	0	3,596	20	4,357	1,3
Taiwan	251	0	0	0	0	2,439	4	2,693	0,8
Philippines	863	0	30	0	0	856	1	1,749	0,5
Hong Kong	906	0	70	1	0	401	4	1,381	0,4
New Zealand	0	0	0	0	0	1,341	0	1,341	0,4
Other	2,423	0	1,205	143	0	1,790	1,611	7,172	2,1
Third countries	37,003	149	3,252	214	0	48,368	2,032	91,018	27,0
Total	56,305	64,304	8,045	11,951	11,589	179,325	5,067	336,587	100

 **DENMARK**
Pig census

Last week, Statistics Denmark published the results of its pig census taken on 1 April 2016, based on a random sample of around 2,500 farms.

The results showed similar trends seen in the January census. Total pig numbers were 0.5 per cent lower than a year ago, compared to the decline in January of 0.1 per cent.

Breeding numbers or total pregnant sows showed a decline of 3.7 per cent compared to last year, compared to 3.1 per cent in January.

'000 head	April			January		
	1 April 2016	1 April 2015	% change 16:15	1 Jan 2016	1 Jan 2015	% change. 16:15
Breeding boars	11	11	-	11	11	-
Pregnant gilts	186	191	-2.6	191	199	-4.0
Other pregnant sows	573	597	-4.0	586	603	-2.8
Total breeding sows	759	788	-3.7	777	802	-3.1
Nursing sows	206	210	-1.9	205	208	-1.4
Dry sows	35	37	-5.4	34	36	-5.6
Sows and boars for slaughter	7	6	+16.7	7	7	-
Gilts >50 kg for breeding	217	202	+7.4	221	199	+11.1
Piglets with sows	2,474	2,608	-5,1	2,474	2,579	-4.1
Weaned pigs <50 kg	5,700	5,566	+2,4	5,826	5,666	+2.8
Finished pigs >50 kg	3,009	3,055	-1,5	3,147	3,201	-1.7
Total pigs	12,418	12,483	-0,5	12,702	12,709	-0.1
Total pigs excluding finished pigs *	9,409	9,428	-0,2	9,555	9,508	+0.5

 **BRAZIL**
Increased exports

Pig meat exports for April amounted to 62,000 tonnes, which is a rise of 47 per cent on the year. Exports to Russia increased by 20 per cent to 19,800 tonnes, while the second major export market, Hong Kong, imported 16,200 tonnes, a rise of 63 per cent on the previous year. In addition 9,000 tonnes were exported to China – there were no exports in April 2015.

This development should be viewed against the background of the country's serious economic crisis, which has curbed domestic demand but led to higher exports as a result of the decline in value of the Brazilian Real.

Source: The PigSite

 **USA**
Higher pig production forecast

In its May report, the USDA again revised its forecast for the volume of domestic pig meat production.

An increase of 2.0 percent is now forecast with a further 2.6 per cent increase in 2017.

A rise in beef and poultry production is also forecast for 2016 and 2017.

Million lbs	2015	2016	2017	2017:16	2016:15
Pig meat	24,501	24,990	25,640	2.6	2.0
Beef	23,698	24,810	25,790	4.0	4.7
Lamb	150	152	154	1.3	1.3
Chicken	40,048	41,038	42,050	2.5	2.5
Turkey	5,627	5,959	6,125	2.8	5.9
Total	94,024	96,949	99,759	2,9	3,1

 **AUSTRALIA**
Imports of pig meat January-March 2016

0203 Fresh/frozen pig meat				
Tonnes	Jan-March 2014	Jan-March 2015	Jan-March 2016	% 16:15
Denmark	9,119	14,667	15,707	7.1
USA	16,883	9,604	13,738	43.0
Canada	6,717	8,766	5,321	-39.3
Holland	1,914	5,287	2,581	-51.2
Ireland	467	850	2,054	141.6
Belgium	117	472	969	105.3
Other	0	47	379	706.4
Total	35,217	39,693	40,749	2.7

 **RUSSIA**
Pig meat imports: January-March 2016

Tonnes	Fresh/frozen pig meat		By-products pigs		Trim		Total			% change
	2016	2015	2016	2015	2016	2015	2016	2015	2014	16:15
	Canada	-	-	-	-	-	-	-	-	-
Brazil	45,935	24,719	855	156	923	247	47,713	25,122	31,549	89.9
Denmark	-	-	-	-	-	-	-	-	9,749	-
Germany	-	-	-	-	-	-	-	-	7,180	-
Holland	-	-	-	-	-	-	-	-	5,837	-
Italy	-	-	-	-	-	-	-	-	3,334	-
France	-	-	-	-	-	-	-	-	5,454	-
Belgium	-	-	-	-	-	-	-	-	3,162	-
Chile	3,228	2,063	777	228	2,203	929	6,208	3,220	2,703	92.8
Ireland	-	-	-	-	-	-	-	-	2,695	-
Poland	-	-	-	-	-	-	-	-	2,642	-
Hungary	-	-	-	-	-	-	-	-	2,293	-
Austria	-	-	-	-	-	-	-	-	1,800	-
Ukraine	-	3,610	-	-	-	-	-	3,610	508	-100.0
Sweden	-	-	-	-	-	-	-	-	491	-
Finland	-	-	-	-	-	-	-	-	392	-
Serbia	46	642	-	-	-	-	46	642	305	-92.8
Portugal	-	-	-	-	-	-	-	-	298	-
Paraguay	278	84	74	43	320	56	672	183	218	267.2
Estonia	-	-	-	-	-	-	-	-	71	-
USA	-	-	-	-	2,105	200	2,105	200	-	952.5
Spain	-	-	-	-	-	-	-	-	43	-
Other	712	410	158	532	277	3,259	1,147	4,201	2,438	-72.7
Total	50,199	31,528	1,864	959	5,828	4,691	57,891	37,178	117,086	55.7

 **CHINA**
Foot and Mouth disease

In the past week, a single outbreak of Foot and Mouth disease was reported and 50 head of cattle have been affected, in Guizhou province, in the southern part of the country.

 **ANGOLA**
Foot and Mouth disease

In the past week, a single outbreak of Foot and Mouth disease was reported, with 3,600 cattle affected.