

# MARKET NEWS for pig meat



Market analysis

27 June 2016

Week 26

## MARKET SITUATION

**Europe:** Trade in pork legs took place at slightly increasing prices this week, with good demand for collars, shoulders and manufacturing meat. Trade in other cuts was at unchanged or slightly increasing prices.

**UK:** Trade in the UK bacon market remains stable. Contracts were traded at increasing prices.

**Third countries:** Quiet demand from China and good demand from Japan are reported. .

## SLAUGHTERINGS

	Week 22	Week 23	Week 24	Year to date 2016/15
Total	293,366	363,254	351,266	-2.2 %

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

## PIG PRICES

### Finished pigs and sows

DKK/kg	DC	Tican
Finished pigs (basic weight class and basic meat percentage)	10.20	10.20
Sows (above 130 kg)	6.20	6.20

### Nominal prices for piglets (30 kg)

DKK/head	Current	52 wk av
<b>Nominal prices</b>		
Basic	391.66	341.32
SPF+Myc	396.66	346.32
SPF	400.66	350.32
Organic	1100.53	1034.75
<b>Market prices SPF region 1</b>		
(PRRS negative)	360.00	315.00
(PRRS positive)	345.00	295.00
<b>Market prices SPF region 2/3</b>		
(PRRS negative)	360.00	315.00
(PRRS positive)	345.00	295.00

Weight adjustment:	0-9 kg	9-12 kg	12-25 kg	25-30 kg	30-40 kg
DKK/head	10.92	7.99	6.62	5.81	5.86

## FUTURES PRICES

	Chicago (\$ per 100 lbs slaughter weight)			Eurex (€/kg slaughter weight)		
	24/6	17/6	Change	24/6	17/6	Change
<b>2016</b>						
Jul	84.10	86.18	-2.08	1.41	1.41	0.00
Aug	84.98	89.18	-4.20	1.61	1.41	+0.20
Sep	-	-	-	1.41	1.41	0.00
Oct	71.95	74.33	-2.38	1.41	1.41	0.00
Nov	-	-	-	1.41	1.41	0.00
Dec	64.15	66.43	-2.28	1.41	-	-
<b>2017</b>						
Jan	-	-	-	-	-	-
Feb	66.63	69.00	-2.37	-	-	-
Mar	-	-	-	-	-	-
Apr	69.65	71.53	-1.88	-	-	-
May	75.20	75.90	-0.70	-	-	-
Jun	77.08	79.00	-1.92	-	-	-
Jul	76.93	78.48	-1.55	-	-	-
Aug	75.90	78.00	-2.10	-	-	-
Sep	-	-	-	-	-	-
Oct	64.35	66.45	-2.10	-	-	-
Nov	-	-	-	-	-	-
Dec	55.33	55.43	-0.10	-	-	-
Conversion factors: 1 lb = 0.4536 kg \$ = 6.7207				Conversion factor: € = 7.4371		

### RUSSIA

#### African Swine Fever

Last week, the authorities reported four new cases of ASF in wild boar. Some 13 cases were also reported on small farms. All the cases were in the western part of the country.

### USA

#### Pig census 1 June 2016

The results from the U.S. pig census of 1 June show a rise in the U.S. pig herd of 1.8 per cent. The breeding herd shows a modest rise of 0.9 per cent compared to the same period last year.

Expected farrowings for the current and coming quarter are 2.3 per cent and 1.1 per cent lower compared to the corresponding quarters last year.

'000 head	2016 1 June	2015 1 June	% change
Breeding herd	5,979	5,926	0.9
Piglets and finished pigs	62,402	61,240	1.9
Total	68,381	67,166	1.8
	<b>2016</b>	<b>2015</b>	
Expected farrowings:			
Jun-Aug	2,949	3,019	-2.3
Sep-Nov	2,896	2,929	-1.1



### Pig meat exports

The following shows EU exports of pig meat for the period January-April 2016 compared with the same period last year.

Source: EU Commission

Tonnes	Jan-April 2016	Jan-April 2015	% change 16:15
Live pigs	4,032	4,820	-16.3
Fresh/frozen	657,401	444,672	47.8
Bacon	10,197	9,102	12.0
Processed	50,295	54,193	-7.2
By-products	537,490	421,009	27.7
<b>Total</b>	<b>1,259,415</b>	<b>933,796</b>	<b>34.9</b>

#### Exporters of pig meat from EU

Tonnes	Jan-April 2016	Jan-April 2015	% change 16:15
Germany	323,361	233,597	38.4
Spain	239,543	146,682	63.3
Denmark	202,996	177,111	14.6
Holland	108,304	81,199	33.4
France	89,936	65,494	37.3
Poland	64,400	42,512	51.5
UK	47,427	28,223	68.0
Ireland	37,315	23,719	57.3
Belgium	34,711	28,652	21.1
Italy	31,670	26,121	21.2
Hungary	27,456	23,360	17.5
Austria	15,891	14,788	7.5
Others	36,405	42,338	-14.0
<b>EU-28</b>	<b>1,259,415</b>	<b>933,796</b>	<b>34.9</b>

#### Importers of pig meat from EU

Tonnes	Jan-April 2016	Jan-April 2015	% change 16:15
China	569,336	294,077	93.6
Hong Kong	119,625	82,148	45.6
Japan	105,288	86,286	22.0
Philippines	78,717	58,545	34.5
South Korea	66,480	87,985	-24.4
USA	37,549	30,494	23.1
Australia	26,901	24,007	12.1
Ukraine	26,685	21,893	21.9
Angola	8,655	16,589	-47.8
Montenegro	7,207	7,075	1.9
Russia	2,372	4,845	-51.0
Belarus	62	107	-42.1
Other	210,541	219,749	-4.2
<b>EU-28</b>	<b>1,259,415</b>	<b>933,796</b>	<b>34.9</b>