AUSTRALIAN Pork

# Eyes & Ears

Market news for the
**Australian pork industry**

www.australianpork.com.au Toll Free: 1800 789 099 Ph: 02 6285 2200 F: 02 6285 2288 ISSN 1447-2414

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**Pig Prices c/Kg HSCW, Trim 1 – Head on (average indicative prices). W/E 16/07/2021**

## Buyers Data

| STATE | 45kg – 60kg (Buyers) | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | PRIME PRICE | | | | | AVERAGE PRICE | | | | |
| | *Maximum* | | | | Total CH | *Average* | | | | Total CH |
| | Male | Female | Barrows | Total | | Male | Female | Barrows | Total | |
| QLD | 325 | 328 | 0 | 328 | 0 | 325 | 328 | 0 | 326 | 0 |
| NSW | 512 | 512 | 0 | 512 | 0 | 487 | 487 | 0 | 487 | 0 |
| VIC | 340 | 340 | 0 | 340 | 0 | 335 | 335 | 0 | 335 | 0 |
| SA | 340 | 340 | 0 | 340 | 0 | 335 | 335 | 0 | 335 | 0 |
| WA | 0 | 455 | 0 | 455 | 0 | 0 | 394 | 0 | 394 | -4 |
| EASTERN SEABOARD* | 512 | 512 | 0 | 512 | 0 | 375 | 376 | 0 | 375 | 0 |
| NATIONAL | 512 | 512 | 0 | 512 | 0 | 375 | 378 | 0 | 377 | -1 |

| STATE | 60.1kg – 75kg (Buyers) | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | PRIME PRICE | | | | | AVERAGE PRICE | | | | |
| | Maximum | | | | Total CH | *Average* | | | | Total CH |
| | Male | Female | Barrows | Total | | Male | Female | Barrows | Total | |
| QLD | 405 | 405 | 325 | 405 | 0 | 322 | 331 | 315 | 328 | 0 |
| NSW | 325 | 335 | 0 | 335 | 0 | 315 | 325 | 0 | 318 | 0 |
| VIC | 340 | 360 | 330 | 360 | 0 | 327 | 340 | 320 | 333 | 0 |
| SA | 340 | 360 | 325 | 360 | 0 | 324 | 341 | 315 | 331 | 0 |
| WA | 364 | 364 | 0 | 364 | 0 | 358 | 356 | 0 | 357 | -1 |
| EASTERN SEABOARD* | 405 | 405 | 330 | 405 | 0 | 322 | 333 | 316 | 327 | 0 |
| NATIONAL | 405 | 405 | 330 | 405 | 0 | 326 | 336 | 316 | 330 | 0 |

| STATE | 75.1kg – 85kg (Buyers) | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | PRIME PRICE | | | | | AVERAGE PRICE | | | | |
| | *Maximum* | | | | Total CH | *Average* | | | | Total CH |
| | Male | Female | Barrows | Total | | Male | Female | Barrows | Total | |
| QLD | 345 | 345 | 325 | 345 | 0 | 328 | 330 | 315 | 329 | 0 |
| NSW | 345 | 345 | 0 | 345 | -5 | 320 | 335 | 0 | 324 | -2 |
| VIC | 340 | 360 | 330 | 360 | 0 | 325 | 329 | 320 | 327 | 0 |
| SA | 340 | 360 | 325 | 360 | 0 | 327 | 342 | 315 | 333 | 0 |
| WA | 364 | 364 | 0 | 364 | 0 | 340 | 344 | 0 | 342 | 2 |
| EASTERN SEABOARD* | 345 | 360 | 330 | 360 | 0 | 325 | 335 | 316 | 328 | -1 |
| NATIONAL | 364 | 364 | 330 | 364 | 0 | 327 | 336 | 316 | 330 | 0 |

| STATE | 85.1kg and above (Buyers) | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | PRIME PRICE | | | | | AVERAGE PRICE | | | | |
| | *Maximum* | | | | Total CH | *Average* | | | | Total CH |
| | Male | Female | Barrows | Total | | Male | Female | Barrows | Total | |
| QLD | 315 | 325 | 315 | 325 | 0 | 296 | 313 | 306 | 305 | 0 |
| NSW | 315 | 325 | 0 | 325 | 0 | 306 | 315 | 0 | 308 | 0 |
| VIC | 320 | 330 | 320 | 330 | 0 | 310 | 320 | 310 | 312 | 0 |
| SA | 315 | 325 | 315 | 325 | 0 | 306 | 315 | 306 | 310 | 0 |
| WA | 364 | 364 | 0 | 364 | 0 | 341 | 313 | 0 | 328 | -10 |
| EASTERN SEABOARD* | 320 | 330 | 320 | 330 | 0 | 304 | 315 | 307 | 308 | 0 |
| NATIONAL | 364 | 364 | 320 | 364 | 0 | 308 | 315 | 307 | 311 | -1 |

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# Sellers Data

| STATE | 45kg – 60kg (Sellers) | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | PRIME PRICE | | | | | AVERAGE PRICE | | | | |
| | *Maximum* | | | | Total CH | *Average* | | | | Total CH |
| | Male | Female | Barrows | Total | | Male | Female | Barrows | Total | |
| QLD | 477 | 491 | 0 | 491 | 0 | 396 | 439 | 0 | 426 | -1 |
| NSW | 0 | 333 | 0 | 333 | 0 | 0 | 328 | 0 | 328 | 0 |
| VIC | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| SA | 340 | 340 | 0 | 340 | 0 | 335 | 335 | 0 | 335 | 0 |
| WA | 0 | 455 | 0 | 455 | 0 | 0 | 394 | 0 | 394 | -4 |
| EASTERN SEABOARD* | 477 | 491 | 0 | 491 | 0 | 367 | 369 | 0 | 364 | 0 |
| NATIONAL | 477 | 491 | 0 | 491 | 0 | 367 | 372 | 0 | 368 | -1 |

| STATE | 60.1kg – 75kg (Sellers) | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | PRIME PRICE | | | | | AVERAGE PRICE | | | | |
| | *Maximum* | | | | Total CH | *Average* | | | | Total CH |
| | Male | Female | Barrows | Total | | Male | Female | Barrows | Total | |
| QLD | 340 | 447 | 385 | 447 | 0 | 331 | 342 | 380 | 345 | 0 |
| NSW | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| VIC | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| SA | 340 | 400 | 398 | 400 | 0 | 335 | 380 | 398 | 375 | 0 |
| WA | 364 | 364 | 0 | 364 | 0 | 358 | 356 | 0 | 357 | -1 |
| EASTERN SEABOARD* | 340 | 447 | 385 | 447 | 0 | 333 | 360 | 389 | 359 | 0 |
| NATIONAL | 364 | 447 | 398 | 447 | 0 | 338 | 359 | 389 | 359 | 0 |

| STATE | 75.1kg – 85kg (Sellers) | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | PRIME PRICE | | | | | AVERAGE PRICE | | | | |
| | *Maximum* | | | | Total CH | *Average* | | | | Total CH |
| | Male | Female | Barrows | Total | | Male | Female | Barrows | Total | |
| QLD | 367 | 384 | 360 | 384 | 4 | 363 | 370 | 355 | 365 | -1 |
| NSW | 390 | 390 | 320 | 390 | 0 | 349 | 364 | 318 | 352 | 0 |
| VIC | 350 | 370 | 350 | 370 | 0 | 349 | 366 | 340 | 356 | 0 |
| SA | 340 | 410 | 388 | 410 | 0 | 335 | 389 | 387 | 386 | 0 |
| WA | 364 | 364 | 0 | 364 | 0 | 340 | 344 | 0 | 342 | 3 |
| EASTERN SEABOARD* | 390 | 390 | 360 | 390 | 0 | 349 | 372 | 351 | 365 | -1 |
| NATIONAL | 390 | 410 | 388 | 410 | 0 | 348 | 369 | 351 | 363 | 0 |

| STATE | 85.1kg and above (Sellers) | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | PRIME PRICE | | | | | AVERAGE PRICE | | | | |
| | *Maximum* | | | | Total CH | *Average* | | | | Total CH |
| | Male | Female | Barrows | Total | | Male | Female | Barrows | Total | |
| QLD | 365 | 365 | 0 | 365 | 0 | 364 | 365 | 0 | 365 | 0 |
| NSW | 322 | 330 | 370 | 370 | 40 | 322 | 330 | 0 | 326 | 1 |
| VIC | 330 | 360 | 350 | 360 | 0 | 321 | 340 | 340 | 336 | -1 |
| SA | 367 | 0 | 0 | 367 | 0 | 367 | 0 | 0 | 367 | 0 |
| WA | 364 | 364 | 0 | 364 | 0 | 341 | 313 | 0 | 328 | -10 |
| EASTERN SEABOARD* | 365 | 365 | 370 | 370 | 5 | 346 | 346 | 340 | 350 | 0 |
| NATIONAL | 367 | 365 | 370 | 370 | 3 | 345 | 341 | 340 | 347 | -1 |

| STATE | Backfatter Sows (Buyers) | | | |
|---|---|---|---|---|
| | PRIME PRICE | | AVERAGE PRICE | |
| | *Maximum* | | *Average* | |
| | Total | CH | Total | CH |
| QLD | 0 | 0 | 285 | 0 |
| NSW | 0 | 0 | 215 | 0 |
| VIC | 0 | 0 | 170 | 0 |
| SA | 0 | 0 | 170 | 0 |
| WA | 0 | 0 | 187 | 28 |
| EASTERN SEABOARD* | 0 | 0 | 216 | 0 |
| NATIONAL | 0 | 0 | 212 | 3 |

| STATE | Backfatter Sows (Sellers) | | | |
|---|---|---|---|---|
| | PRIME PRICE | | AVERAGE PRICE | |
| | *Maximum* | | *Average* | |
| | Total | CH | Total | CH |
| QLD | 0 | 0 | 291 | -1 |
| NSW | 0 | 0 | 0 | 0 |
| VIC | 0 | 0 | 250 | 0 |
| SA | 0 | 0 | 270 | 0 |
| WA | 0 | 0 | 187 | 28 |
| EASTERN SEABOARD* | 0 | 0 | 274 | 0 |
| NATIONAL | 0 | 0 | 260 | 4 |

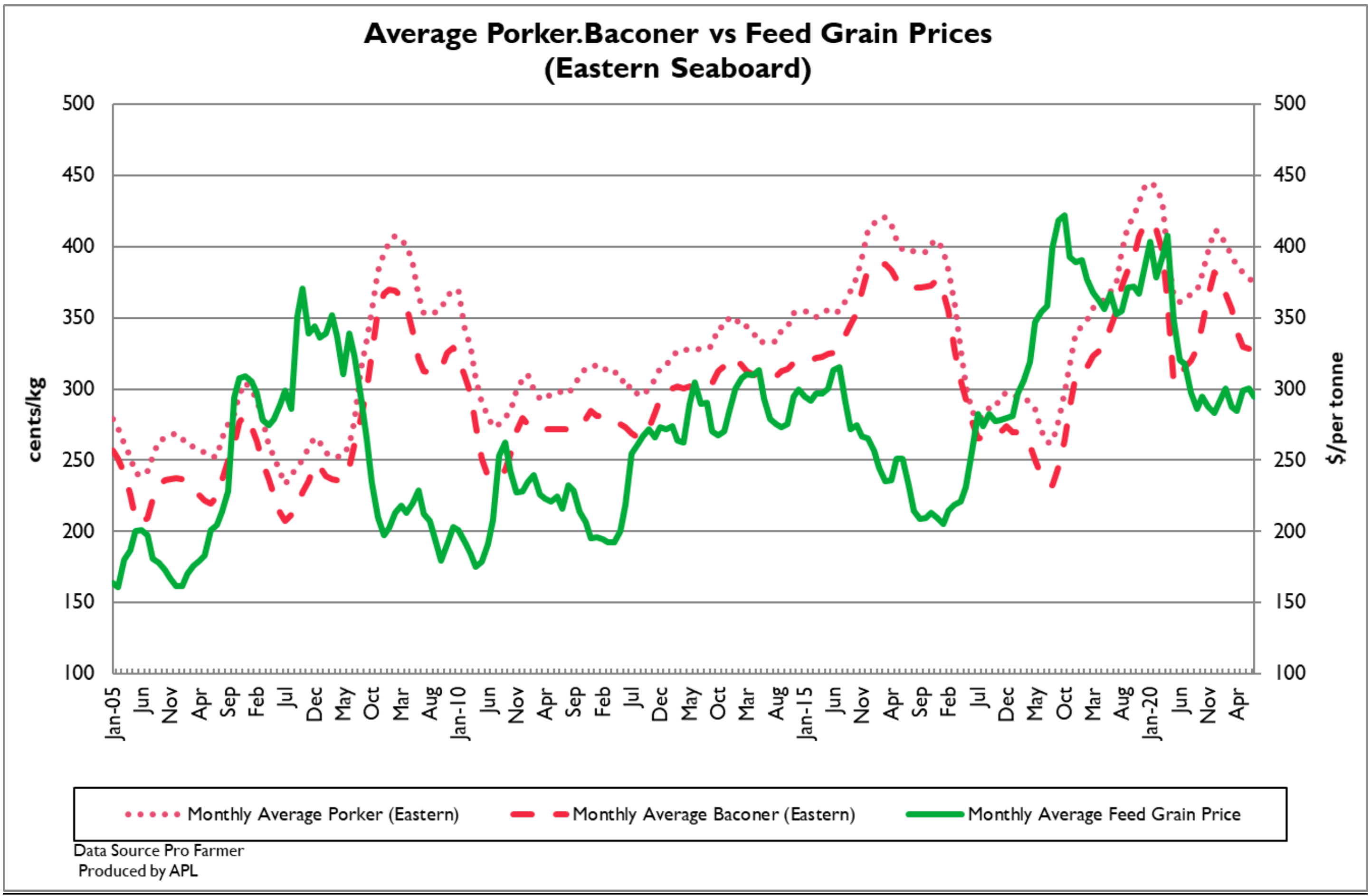
*CH: Denotes change from previous week. *Eastern Seaboard: Includes QLD, NSW, VIC & SA states only.*

| SALEYARD PRICES (Buyers) | Baconer price | | | Porker Price | | | Numbers Sold | |
|---|---|---|---|---|---|---|---|---|
| Source | LW | TW | CH | LW | TW | CH | LW | TW |
| Toowoomba (QLD) | 331 | 339 | 8 | 333 | 339 | 6 | 103 | 50 |

*CH: Denotes change from previous week. N/A: Denotes no data provided.*

**Pork Wholesale Prices (ESB c/Kg)** ***(Source: APL Market Reporting TW: This Week | LW: Last Week | MAT**: Moving Annual Total)*

| 16/07/2021 | CARCASS | | BROKEN SALES | | | | | |
|---|---|---|---|---|---|---|---|---|
| | Pork | Bacon | Legs | Legs Ham Trim | Saddles | Loin | Forequarters | Bellies |
| TW | 555 | 531 | 438 | 538 | 911 | 742 | 415 | 932 |
| LW | 555 | 531 | 438 | 538 | 911 | 742 | 415 | 932 |
| MAT | 568 | 544 | 472 | 558 | 906 | 855 | 440 | 984 |
| **16/07/2021** | **CARTON SALES** | | | | | | | |
| | US Ribs | Boneless Legs | Fillets | Boneless Middles – 1 8 – 13mm fat | Boneless Middles – 2 13 – 20mm fat | Boneless Shoulders | Pork Neck | Trim – 90CL |
| TW | 1200 | 664 | 972 | 1003 | 850 | 597 | 782 | 591 |
| LW | 1200 | 664 | 972 | 1003 | 850 | 597 | 782 | 591 |
| MAT | 1349 | 694 | 1058 | 0 | 935 | 645 | 841 | 0 |



## Weekly Grain Comments

(Source: Profarmer)

**To the point:**

- Germany's Raiffeisen Association (DRV) has reduced its overall grain production forecast to 43.8 million mt following a significant shift in weather.
- The Bureau of Meteorology is predicting a good chance of above average rainfall for Australia throughout the rest of winter and into spring.

### Key Market Indicators

| 21/07/21 | CBOT Wheat Sep 21 | | AUD/USD | ICE Canola Nov 21 | | AUD/CAD | Matif Canola Nov 21 | | AUD/EUR |
|---|---|---|---|---|---|---|---|---|---|
| This week | 351 | 701 | 73.29 | 978 | 909 | 92.92 | 856 | 532 | 62.21 |
| | $A/t | Usc/bu | US c | $A/t | $C/t | CA c | $A/t | €/t | Euro c |
| Last Week | 313 | 634 | 74.43 | 985 | 917 | 93.12 | 859 | 543 | 63.19 |
| Change | + 38 | + 67 | - 1.14 | - 6 | - 8 | - 0.20 | - 4 | - 11 | - 0.98 |

## International and National

The US spring wheat condition is now at all-time lows with only 11 per cent of the crop in good to excellent condition. The US winter wheat harvest continues at pace, now 73 per cent complete and essentially in line with five-year averages.

A cold spell has hit the centre-south of Brazil bringing frosts to major corn-producing regions with crop losses expected as a result. This has led to fresh concerns regarding export volumes and potential contract breaches.

Germany's Raiffeisen Association (DRV) has reduced its overall grain production forecast to 43.8 million mt following a significant shift in weather, fluctuating from hot and dry conditions to heavy rains and flash flooding. This rainfall is also expected to delay harvest by up to two weeks.

China's monthly corn imports for June have reached record highs due to increasingly large purchases made to meet increasing demand from the feed industry as China's pig herd in the first half of the year increased by 29.2 per cent on the year prior to 439.11 million heads.

Argentina's winter wheat planting is nearing completion with around 96 per cent of the crop planted as of July 14.

58.6 per cent of the planted crop is considered to be in good-to-excellent conditions, despite the lack of rainfall so far this season. Rainfall is needed in the next fortnight to improve with soil moisture levels and crop development.

The Bureau of Meteorology is predicting a good chance of above average rainfall for Australia throughout the rest of winter and into spring. Models suggest the negative Indian Ocean dipole will remain and there are some signals that a weak La Nina will form near the end of the year.

**Wheat**

*QLD/Nth NSW*

Old crop wheat prices were generally stronger due to supply tightness across QLD markets with feed demand continuing to be met from Port Kembla Zone and Central NSW. Offshore influences are also providing strong price support. New crop prices were stronger as international values continue to build local supply pressure from increasing crop prospects across Southern regions. Soil moisture remains favourable across most areas South of Emerald. Grower selling is yet to commence in earnest with continued wet weather forecasts keeping growers waiting. Showers and cool conditions eventuated across parts of Southern QLD leading into the weekend with soil moisture profiles generally full, with some areas not yet planted for winter crop across border regions which are now in doubt of meeting planting window.

*Sth NSW/VIC/SA*

Old and new crop wheat values have seen prices firm across most of the week, pushed along by very firm US futures markets in response to deteriorating spring crop conditions. Basis levels have pulled back substantially and the weight of the market has definitely been stacked on the buy side which is a big turnaround in sentiment. Protein spreads have continued to widen with improved interest in H1/H2 both in delivered markets and especially track markets. Another wet cooler week which overall has been great for crop development and starting to set the crop up for the launch into spring.

**Barley**

*Sth QLD/Nth NSW*

Old crop bids remain under pressure with little demand from feed users and tepid offshore markets. Like wheat, any demand is being met from Central NSW with any available stocks considered expensive. New crop bids were again softer with offshore markets and little trade appetite. At this stage, growers remain hesitant new crop sellers. Buyers are now stretching coverage into new crop, with most reasonably comfortable leading into late Q3.

*Sth NSW/VIC/SA*

Victoria and NSW Barley prices have been flat to slightly softer over the past week as buyer interest has slowed, with behaviour indicating they have enough nearby cover without any strong conviction to own going into the new season as well. Stronger seller interest out of the SNSW is keeping a lid on the Melbourne market whilst exfarm Wimmera/Mallee is pricing above execution to Melbourne. New crop selling interest remains very slow. SA barley prices have been firmer ever the past week with spreads to malt currently in the $5-$8 range.

**Sorghum**

*QLD*

Sorghum prices were generally lower this week. Sorghum markets are lacking depth with end user demand remaining sporadic. Harvest is still intermittently progressing with conditions not ideal for quality outcomes. Mechanical driers remain in high demand with mouse droppings still an issue. Export demand is slowly increasing with Japan returning to market, albeit at a lower bid. Chinese market continuing to favour US Sorghum despite Aussie sorghum offered at lowered price levels.

## Weekly Grain Table

(Source: ProFarmer)

| | Delivered Darling Downs | | | Deliverd Brisbane | | | Delivered Northern NSW | | | Delivered Newcastle | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | LW | TW | CH | LW | TW | CH | LW | TW | CH | LW | TW | CH |
| Feed Wheat | 323 | 335 | 12 | 337 | 337 | 0 | 295 | 295 | 0 | 298 | 318 | 20 |
| Feed Barley | 300 | 297 | -3 | 295 | 293 | -2 | 260 | 260 | 0 | 250 | 250 | 0 |
| Sorghum | 296 | 297 | 1 | 313 | 310 | -3 | 281 | 283 | 2 | 295 | 297 | 2 |
| Soy meal | 730 | 744 | 14 | 730 | 744 | 14 | 750 | 764 | 14 | 745 | 745 | 0 |
| Canola meal | 530 | 530 | 0 | 535 | 535 | 0 | 470 | 470 | 0 | 470 | 470 | 0 |
| Cotton seed | 640 | 650 | 10 | 600 | 610 | 10 | 610 | 620 | 10 | 600 | 610 | 10 |
| | Delivered Southern NSW | | | Delivered Port Kembla | | | Delivered Goulburn Valley | | | Delivered Central VIC | | |
| | LW | TW | CH | LW | TW | CH | LW | TW | CH | LW | TW | CH |
| Feed Wheat | 296 | 305 | 9 | 285 | 309 | 24 | 305 | 310 | 5 | 295 | 312 | 17 |
| Feed Barley | 208 | 205 | -3 | 250 | 248 | -2 | 262 | 258 | -4 | 243 | 248 | 5 |
| Triticale | 257 | 258 | 1 | 257 | 295 | 38 | 285 | 295 | 10 | 280 | 295 | 15 |
| Soy meal | 765 | 779 | 14 | 760 | 774 | 14 | 760 | 774 | 14 | 750 | 764 | 14 |
| Canola meal | 458 | 458 | 0 | 483 | 483 | 0 | 468 | 468 | 0 | 483 | 483 | 0 |
| | Delivered Geelong | | | Delivered Adelaide | | | Delivered Fremantle | | | | | |
| | LW | TW | CH | LW | TW | CH | LW | TW | CH | | | |
| Feed Wheat | 322 | 322 | 0 | 318 | 301 | -17 | 320 | 335 | 15 | | | |
| Feed Barley | 265 | 265 | 0 | 246 | 257 | 11 | 266 | 250 | -16 | | | |
| Soy meal | 730 | 744 | 14 | 750 | 764 | 14 | NA | NA | NA | | | |
| Canola meal | 468 | 468 | 0 | 513 | 513 | 0 | 478 | 478 | 0 | | | |
| Feed Oats | 228 | 228 | 0 | 277 | 277 | 0 | 280 | 280 | 0 | | | |

DD = Darling Downs Bris = Brisbane Nth NSW = Northern New South Wales New = Newcastle Sth NSW = Southern New South Wales Pt K = Port Kembla GV Goulburn Valley Central Vic = Central Victoria Geel = Geelong Adel = Adelaide Freo = Fremantle. LW = Last week TW = This week CH= Change N/Q = No Quote Due to the volatility of the grain market, caution must be used when valuing data.