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 29/10/2021

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	330	333	0	333	0	330	333	0	331	0
NSW	505	505	0	505	3	480	480	0	480	3
VIC	350	350	0	350	0	345	345	0	345	0
SA	350	350	0	350	0	345	345	0	345	0
WA	0	451	0	451	0	0	401	0	401	6
EASTERN SEABOARD*	505	505	0	505	3	379	380	0	379	1
NATIONAL	505	505	0	505	3	379	382	0	382	2

STATE	60.1kg – 75kg (Buyers)									
	PRIME PRICE					AVERAGE PRICE				
	Maximum				Total CH	*Average*				Total CH
	Male	Female	Barrows	Total		Male	Female	Barrows	Total	
QLD	443	443	345	443	0	338	347	335	343	0
NSW	345	355	0	355	0	335	344	0	338	0
VIC	350	370	350	370	0	342	355	340	348	0
SA	350	370	345	370	0	340	355	335	346	0
WA	360	360	0	360	0	357	358	0	357	3
EASTERN SEABOARD*	443	443	350	443	0	338	350	336	343	0
NATIONAL	443	443	350	443	0	341	351	336	345	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	373	373	345	373	0	347	348	335	347	0
NSW	355	355	0	355	0	339	350	0	341	1
VIC	350	370	350	370	0	337	342	340	340	1
SA	355	370	345	370	0	343	356	335	348	0
WA	360	360	0	360	0	340	344	0	342	2
EASTERN SEABOARD*	373	373	350	373	0	342	350	336	345	1
NATIONAL	373	373	350	373	0	342	349	336	344	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	335	345	335	345	0	300	329	325	318	0
NSW	335	345	0	345	0	325	335	0	328	0
VIC	340	350	340	350	0	330	340	330	332	0
SA	335	345	335	345	0	325	335	325	329	0
WA	360	360	0	360	0	343	341	0	342	3
EASTERN SEABOARD*	340	350	340	350	0	319	334	326	326	0
NATIONAL	360	360	340	360	0	322	335	326	328	0

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	482	498	0	498	-3	395	445	0	431	1
NSW	0	338	0	338	0	0	333	0	333	0
VIC	0	0	0	0	0	0	0	0	0	0
SA	350	350	0	350	0	345	345	0	345	0
WA	0	451	0	451	0	0	401	0	401	6
EASTERN SEABOARD*	482	498	0	498	-3	371	375	0	371	1
NATIONAL	482	498	0	498	-3	371	379	0	375	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	360	465	385	465	0	351	355	380	357	0
NSW	0	0	0	0	0	0	0	0	0	0
VIC	0	0	0	0	0	0	0	0	0	0
SA	350	392	390	392	0	345	380	390	375	0
WA	360	360	0	360	0	357	358	0	357	3
EASTERN SEABOARD*	360	465	385	465	0	348	367	385	366	0
NATIONAL	360	465	390	465	0	350	365	385	364	1

STATE	75.1kg – 85kg (Sellers)									
	PRIME PRICE					AVERAGE PRICE				
	Maximum				Total CH	Average				Total CH
	Male	Female	Barrows	Total		Male	Female	Barrows	Total	
QLD	377	392	360	392	5	374	379	355	375	1
NSW	390	390	340	390	0	368	372	338	366	4
VIC	350	370	360	370	0	349	368	350	359	3
SA	400	400	383	400	0	385	387	382	385	0
WA	360	360	0	360	0	340	344	0	342	1
EASTERN SEABOARD*	390	392	360	392	2	371	377	357	372	1
NATIONAL	400	400	383	400	0	368	374	357	369	2

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	365	365	0	365	0
NSW	350	350	0	350	2	342	350	0	346	2
VIC	340	370	360	370	10	322	349	350	344	8
SA	0	0	0	0	0	0	0	0	0	0
WA	360	360	0	360	0	343	341	0	342	3
EASTERN SEABOARD*	365	370	360	370	5	346	356	350	353	3
NATIONAL	365	370	360	370	5	346	353	350	351	2

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	210	10
EASTERN SEABOARD*	0	0	216	0
NATIONAL	0	0	215	1

STATE	Backfatter Sows (Sellers)			
	PRIME PRICE		AVERAGE PRICE	
	Maximum		Average	
	Total	CH	Total	CH
QLD	0	0	290	-1
NSW	0	0	0	0
VIC	0	0	250	0
SA	0	0	270	0
WA	0	0	210	11
EASTERN SEABOARD*	0	0	273	-1
NATIONAL	0	0	264	2

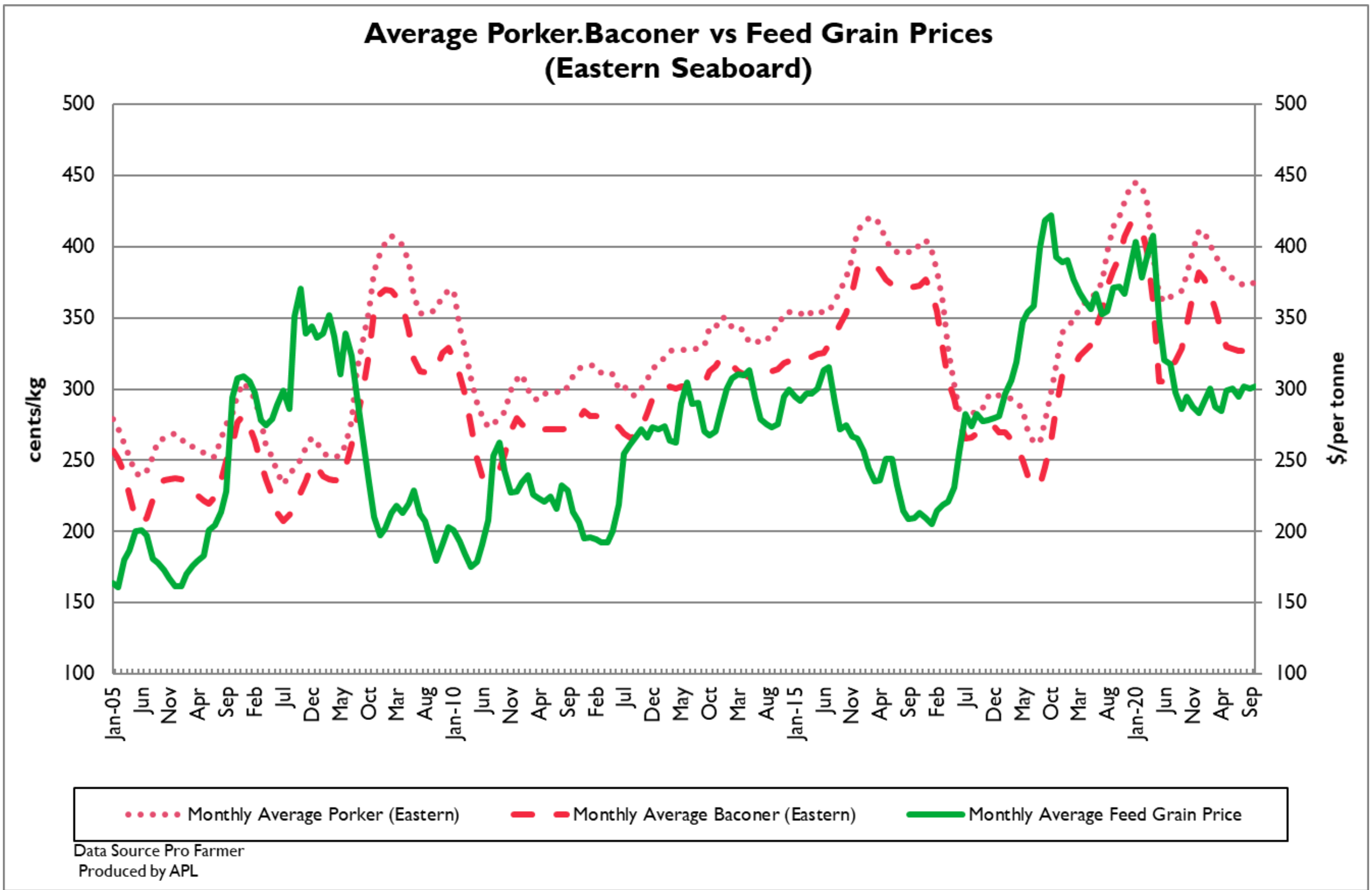
*CH: Denotes change from previous week. *Eastern Seaboard: Includes QLD, NSW, VIC & SA states only.*

SALEYARD PRICES (Buyers)	Baconer price			Porker Price			Numbers Sold	
Source	LW	TW	CH	LW	TW	CH	LW	TW
Toowoomba (QLD)	N/A	349	349	N/A	349	349	N/A	82

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)*

29/10/2021	CARCASS		BROKEN SALES					
	Pork	Bacon	Legs	Legs Ham Trim	Saddles	Loin	Forequarters	Bellies
TW	566	543	453	560	920	803	428	1018
LW	564	538	453	555	923	823	425	980
MAT	571	546	467	552	910	828	433	980
29/10/2021	**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	1343	713	1012	1027	920	653	860	613
LW	1330	719	1018	1003	850	655	840	613
MAT	1353	696	1033	1018	912	635	827	621



Weekly Grain Comments

(Source: Profarmer)

To the point:

- The United States Department of Agriculture (USDA) crop progress report for the week ending 31 October has found the harvest of both soybean and corn crops has begun to slow with rainfall throughout the last week keeping harvesters out of paddocks. The winter wheat crop's development has continued to accelerate as planting enters its final stages.
- Graincorp have updated their harvest progress figures with an estimated 1,047,700 tonnes harvested in QLD and 462,700 tonnes harvested in NSW.

Key Market Indicators

03/11/21	CBOT Wheat Dec 21		AUD/USD	ICE Canola Jan 22		AUD/CAD	Matif Canola Feb 22		AUD/EUR
This week	391	792	74.31	1075	991	92.17	1085	696	64.15
	$A/t	Usc/bu	US c	$A/t	$C/t	CA c	$A/t	€/t	Euro c
Last Week	368	752	75.05	1027	955	92.94	1054	682	64.70
Change	+ 23	+ 39	- 0.74	+ 48	+ 36	- 0.77	+ 30	+ 14	- 0.54

International and National

The United States Department of Agriculture (USDA) crop progress report for the week ending 31 October found the harvest of both soybean and corn crops has begun to slow with rainfall throughout the last week keeping harvesters out of paddocks. The winter wheat crop's development has continued to accelerate as planting enters its final stages.

The European Feed Manufacturers' Federation have forecast a slight decline of 0.16 per cent in EU feed production in 2021 owing primarily to a drop in pig feed production.

A surge in COVID-19 cases across Russia have forced the government to freeze grain tax hikes until November 9 following a nationwide lockdown.

Despite fears of drought conditions, rainfall during crucial periods has seen the Buenos Aires Grains Exchange (BAGE) increase its wheat production forecast by 600,000 mt to 19.8 million mt. This forecast is 1.8 million mt higher than the 17 million mt produced in the 2020 season.

Russia, the world's biggest fertilizer exporter, is now considering putting export restrictions on nitrogen fertiliser until the end of its 2022 sowing period in an attempt to secure its own supplies following a drop in global production and supply. A freeze on pricing is also being considered across this period.

Graincorp have updated their harvest progress figures with an estimated 1,047,700 tonnes harvested in QLD and 462,700 tonnes harvested in NSW.

Wheat

QLD/Nth NSW

Wheat values dropped early in the week as harvest pressure continues to affect pricing, though rising global wheat values should offer some support for prices. Farm storage filling depots have been receiving large quantities of what has been the best wheat harvest since 2016 yield wise. While APW bids have fallen, and with it for a few days APH1, the APH1 bid has risen sharply this week as the realisation dawns that APH2 and APH1 grades will be potentially in shorter than expected supply given the quality profile so far in NNSW. Harvest continues to spread south of the border, with quality remaining good.

Sth NSW/VIC/SA

Harvest is picking up pace across central and southern NSW, though rainfall over the coming days will likely keep harvesters out of paddocks in the short term. Wheat bids in the central and southern part of the state have moved lower over the past fortnight. The exception to this has been APH1 & APH2 which have remained steady or moved higher as higher protein grades find more price support due to restricted local supply and high global demand. Damage to crops across parts of South Australia has been reported following hail and heavy winds across the southern half of the state. This saw wheat values rise as prices followed increasing offshore markets. Some early harvest has started in some areas of north-west Victoria. Wheat pricing continues to push towards the softer this week as buyers' appetite has slowed on both old and new crop wheat.

Barley

Sth QLD/Nth NSW

Strong grower selling has seen barley values come off slightly this week in NSW, with prices still well below wheat values. In delivered markets barley is bid some $42/mt under wheat which should keep barley well in demand from the feedlot sector. Barley should be worth significantly more based on the export market than current bids suggest, though the question will be whether barley can compete for port space against wheat.

Sth NSW/VIC/SA

The southern barley market has also moved lower over the past fortnight, though malt premiums have remained relatively steady. South Australia saw barley prices trend higher, though not to the same level as wheat values. In Victoria, harvest on barley has also started in the north and will continue to ramp up, barley pricing has remained relatively firm this week based on continued demand for old crop.

Sorghum

QLD

Old crop sorghum is scarce in grower hands. New crop sorghum planting is underway but by no means general. Aside from the weather and hence the reliance on storms, not all available area has enough moisture. It is hoped that rain forecast for next week might even this out. Growers trying to harvest winter crop as a priority is also hampering planting. Market activity is very light so far as we can tell. Local new crop sorghum is one of the cheapest feed grains and prices should have upside – again capacity to export will be the key.

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	340	335	-5	347	347	0	320	310	-10	345	345	0
Feed Barley	293	283	-10	287	287	0	235	225	-10	253	250	-3
Sorghum	290	290	0	307	320	13	258	261	3	285	285	0
Soy meal	750	760	10	750	760	10	770	780	10	745	745	0
Canola meal	505	505	0	510	510	0	445	445	0	445	445	0
Cotton seed	705	725	20	665	685	20	675	695	20	665	685	20
	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	287	-9	309	306	-3	355	355	0	345	335	-10
Feed Barley	246	241	-5	262	260	-2	270	270	0	254	254	0
Triticale	255	250	-5	255	255	0	310	310	0	310	310	0
Soy meal	785	795	10	780	790	10	780	790	10	770	780	10
Canola meal	425	430	5	450	455	5	435	440	5	450	455	5
	Delivered Geelong			Delivered Adelaide			Delivered Fremantle					
	LW	TW	CH	LW	TW	CH	LW	TW	CH			
Feed Wheat	315	345	30	360	360	0	370	374	4			
Feed Barley	282	300	18	290	290	0	285	291	6			
Soy meal	750	760	10	770	780	10	NA	NA	NA			
Canola meal	435	440	5	480	485	5	445	450	5			
Feed Oats	290	290	0	290	300	10	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.