AUSTRALIAN Pork

Eyes & Ears

Market news for the
Australian pork industry

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Pig Prices c/Kg HSCW, Trim 1 – Head on (average indicative prices). W/E 11/02/2022

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	343	346	0	346	0	343	346	0	344	0
NSW	515	515	0	515	0	490	490	0	490	0
VIC	370	370	0	370	0	365	365	0	365	0
SA	370	370	0	370	0	365	365	0	365	0
WA	366	457	0	457	0	365	385	0	378	-16
EASTERN SEABOARD*	515	515	0	515	0	394	395	0	394	0
NATIONAL	515	515	0	515	0	391	394	0	392	-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	420	420	375	420	-20	358	368	364	363	-1
NSW	365	375	0	375	0	354	364	0	357	0
VIC	370	390	370	390	0	362	375	359	368	0
SA	370	390	370	390	0	362	377	359	368	0
WA	366	366	0	366	0	364	365	0	364	1
EASTERN SEABOARD*	420	420	375	420	-20	358	370	361	364	0
NATIONAL	420	420	375	420	-20	359	370	361	364	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	380	385	375	385	0	365	366	364	365	-1
NSW	375	375	0	375	0	358	370	0	361	0
VIC	370	390	370	390	0	354	360	359	357	-1
SA	370	390	370	390	0	362	378	359	369	0
WA	366	366	0	366	0	340	346	0	343	-2
EASTERN SEABOARD*	380	390	375	390	0	360	369	361	364	0
NATIONAL	380	390	375	390	0	358	366	361	361	-1

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	365	375	365	375	0	327	348	354	340	5
NSW	355	365	0	365	0	344	354	0	347	0
VIC	360	370	360	370	0	349	359	349	351	0
SA	360	370	360	370	0	349	359	349	353	0
WA	366	366	0	366	0	339	334	0	337	-13
EASTERN SEABOARD*	365	375	365	375	0	341	354	351	347	1
NATIONAL	366	375	365	375	0	341	352	351	346	0

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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	482	510	0	510	9	399	442	0	428	5
NSW	0	356	0	356	0	0	351	0	351	0
VIC	0	0	0	0	0	0	0	0	0	0
SA	370	370	0	370	0	365	365	0	365	0
WA	366	457	0	457	0	365	385	0	378	-16
EASTERN SEABOARD*	482	510	0	510	9	382	387	0	382	2
NATIONAL	482	510	0	510	9	379	386	0	382	0

STATE	60.1kg – 75kg (Sellers)									
	PRIME PRICE					AVERAGE PRICE				
	Maximum				Total CH	Average				Total CH
	Male	Female	Barrows	Total		Male	Female	Barrows	Total	
QLD	375	461	385	461	-1	370	368	380	369	0
NSW	0	0	0	0	0	0	0	0	0	0
VIC	0	0	0	0	0	0	0	0	0	0
SA	370	406	404	406	0	365	397	404	392	0
WA	366	366	0	366	0	364	365	0	364	1
EASTERN SEABOARD*	375	461	385	461	-1	368	382	392	380	0
NATIONAL	375	461	404	461	-1	367	379	392	377	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	392	409	370	409	-3	390	397	365	391	0
NSW	390	390	375	390	0	375	382	373	378	0
VIC	370	390	380	390	0	360	381	370	372	0
SA	400	400	394	400	0	391	395	392	393	0
WA	366	366	0	366	0	340	346	0	343	-2
EASTERN SEABOARD*	392	409	380	409	-3	381	390	375	385	0
NATIONAL	400	409	394	409	-3	376	385	375	380	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	385	365	0	385	0	365	365	0	365	0
NSW	370	370	0	370	0	364	369	0	366	-2
VIC	370	390	380	390	0	325	354	370	353	-1
SA	0	0	0	0	0	0	0	0	0	0
WA	366	366	0	366	0	339	334	0	337	-13
EASTERN SEABOARD*	385	390	380	390	0	356	364	370	363	-1
NATIONAL	385	390	380	390	0	353	360	370	359	-3

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	193	-2
EASTERN SEABOARD*	0	0	216	0
NATIONAL	0	0	213	0

STATE	Backfatter Sows (Sellers)			
	PRIME PRICE		AVERAGE PRICE	
	Maximum		Average	
	Total	CH	Total	CH
QLD	0	0	290	-1
NSW	0	0	0	-200
VIC	0	0	250	0
SA	0	0	270	0
WA	0	0	193	-2
EASTERN SEABOARD*	0	0	273	20
NATIONAL	0	0	261	15

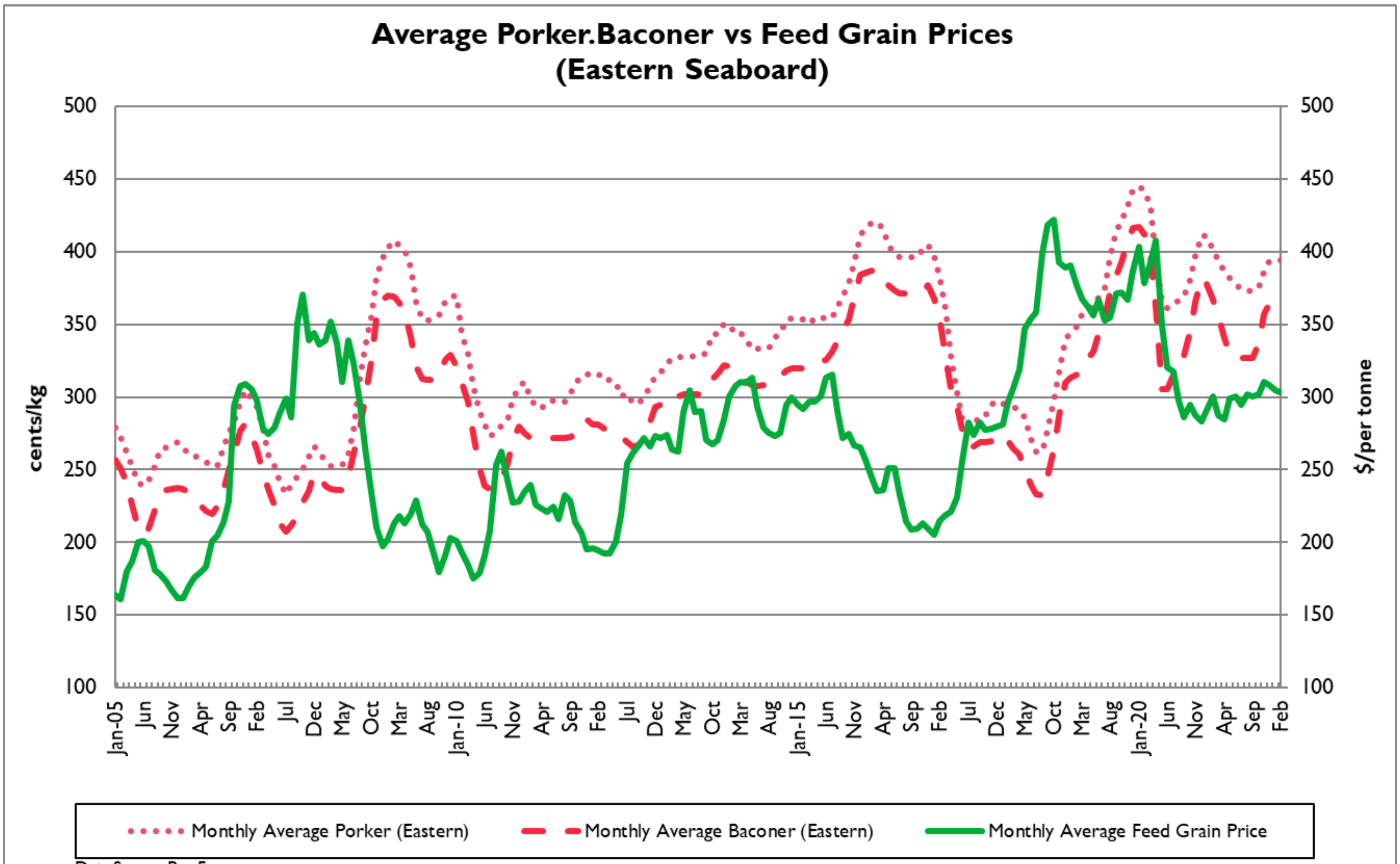
CH: Denotes change from previous week. *Eastern Seaboard: Includes QLD, NSW, VIC & SA states only.

SALEYARD PRICES (Buyers)	Baconer price			Porker Price			Numbers Sold	
Source	LW	TW	CH	LW	TW	CH	LW	TW
Toowoomba (QLD)	323	N/A	(323)	357	N/A	(357)	50	N/A

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)*

11/02/2022	CARCASS		BROKEN SALES					
	Pork	Bacon	Legs	Legs Ham Trim	Saddles	Loin	Forequarters	Bellies
TW	601	556	468	572	996	893	428	1190
LW	601	556	468	572	996	886	428	1204
MAT	573	542	453	543	931	815	424	1019
11/02/2022	**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	1371	744	1064	1113	1300	658	914	652
LW	1403	744	1064	1113	1300	658	913	652
MAT	1324	703	1022	1029	967	631	836	616



Data Source Pro Farmer
Produced by APL

Weekly Grain Comments

(Source: Profarmer)

To the point:

- The USDA World Agricultural Supply and Demand Estimates report increased US wheat ending stocks on lower domestic use and reduced exports while lowering world ending wheat stocks (to a five-year low)
- The Grain Industry Association of WA (GIWA) have announced total record grain production in Western Australia of just over 24 million tonnes for the 2021/22 season.

Key Market Indicators

16/02/22		CBOT Wheat Mar 22	AUD/USD	ICE Canola Mar 22		AUD/CAD	Matif Canola May 22		AUD/EUR
This week	401	780	71.51	1101	1003	91.05	1093	688	62.95
	$A/t	Usc/bu	US c	$A/t	$C/t	CA c	$A/t	€/t	Euro c
Last Week	401	779	71.41	1127	1023	90.74	1083	677	62.53
Change	- 0	+ 1	+ 0.10	- 26	- 20	+ 0.30	+ 11	+ 11	+ 0.42

International and National

The USDA's has cut its estimates for Brazil's soybean exports for the 2021/22 season due to reduced output following drought across much of the country. Export forecasts are now at 86.7 million mt down from the 90.5 million mt forecasts last week.

The USDA World Agricultural Supply and Demand Estimates report increased US wheat ending stocks on lower domestic use and reduced exports while lowering world ending wheat stocks (to a five-year low) due to lower supplies, higher consumption and increased trade. Global corn production and ending stocks were lowered due to drought conditions in parts of South America, US output and ending stocks were unchanged. Non-US barley production was cut due to declining output across Iraq and Syria.

Tensions between Russian and Ukraine have eased slightly following claims that Russia have initiated a partial troop withdrawal from the Ukrainian border. This has seen US wheat futures drop with reduced concern that grain shipments from the Black Sea region will be disrupted.

Bayer (world's largest glyphosate producer) has said its production and supply of glyphosate herbicide will be impacted following an event at one of its raw material suppliers. This will likely impact availability and push prices higher at a time when various inputs are nearing record highs. Brazilian soybean producers remain particularly concerned as they come into planting their second corn crop.

The Grain Industry Association of WA (GIWA) have announced total grain production in Western Australia of just over 24 million tonnes for the 2021/22 season. This is more than 30 per cent higher than previous record years and was driven by a record area sown, good subsoil moisture and an early start to planting. Above average fertiliser use also aided crops.

Wheat

QLD/Nth NSW

Wheat markets are very quiet at the moments with growers content to sit on what is left in depot as well as what is on farm. There is little SFW held in Queensland, SFW bids continue to stagnate as a result. Downs consumers appear content at present while both Newcastle and Port Kemba (especially) will slowly drain SFW into export markets as feed demand into Asian regions continues to grow. While Indian wheat is also competing, the rising corn price may allow feed wheat to capture an increased market share. For the Downs market the majority of SFW volume will have to come from south of the border. Strong international demand and values suggest pricing upside should end user coverage extend into mid-year.

Sth NSW/VIC/SA

Wheat values on the east coast have largely moved sideways for the week despite some volatility in offshore futures markets. As expected, the tight supply chain for the coming months makes it hard for exporters to get immediately excited unless global cash values also rally for shipping in the back end of the year. Grower bids across WA and SA jumped on Monday after the large rally in futures on Friday night but didn't really move across for most of Victoria except for some minor increases in western areas. The general opinion of local traders is that it will take a sustained offshore price improvement to move Victorian markets. There has been only really one change on the week in grade spreads and that has been the further narrowing of the SFW1/ASW1 spread, as support for the feed wheat holds whilst demand in ASW1 is still lacklustre.

Barley

Sth QLD/Nth NSW

Essentially barley remained mostly steady since harvest in QLD with the odd trade short paying above this for prompt requirements. It would seem there is enough stock/sellers in northern NSW to keep the barley price capped in the near term. Domestic barley values are significantly under international prices however barley is not finding the space currently in the North. For the moment, there is too much grain and too little shipping capacity which is the opposite of what usually occurs.

Sth NSW/VIC/SA

Barley values are also mostly steady week on week with some slightly better bids appearing on the VIC/SA border due to a general lift in SA markets and some support in certain Melb/Geelong sites and delivered homes. Prices into delivered port markets for major consumers are still lagging a touch due to the direct exfarm market being favourable and the offer side remaining thin. Given most areas in VIC produced malt this harvest, growers in some areas are keen to secure malt equivalent values even into a BAR1 market before committing to a sale.

Sorghum

QLD

Sorghum values are holding steady for the time being. While there is some grower selling out of northern NSW, grower selling north of the border is significantly more limited for the time being. The bulk of the Downs crop will likely be closer to an April harvest which might holding sellers back with weather uncertainty also seeing sellers hold off. Harvest is underway in western areas or close to in many cases. There are currently larger margins in exporting sorghum at the moment and therefore incentive to push sorghum into export markets. This should, absent harvest pressure, keep values supported over the coming month.

Weekly Grain Table

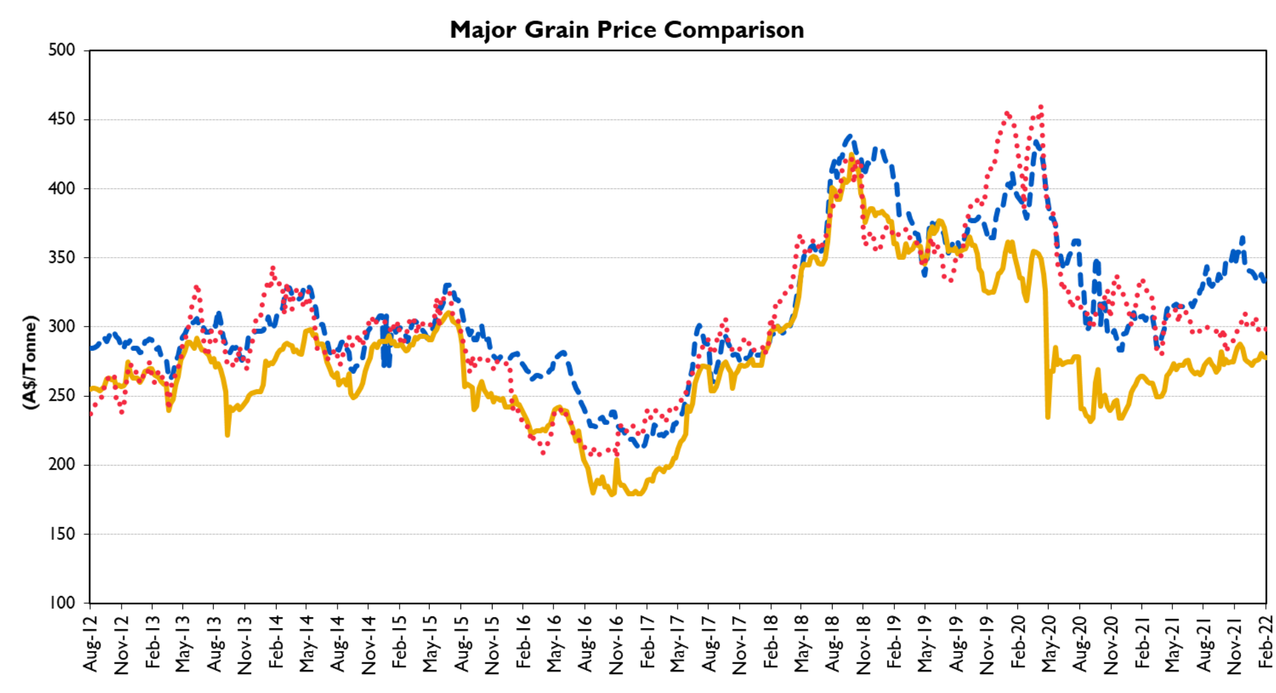
(Source: ProFarmer)

	Delivered Darling Downs			Deliverd Brisbane			Delivered Northern NSW			Delivered Newcastle		
	LW	TW	CH	LW	TW	CH	LW	TW	CH	LW	TW	CH
Feed Wheat	305	305	0	365	365	0	275	275	0	338	377	39
Feed Barley	290	291	1	275	274	-1	250	250	0	260	260	0
Sorghum	300	298	-2	324	330	6	270	271	1	295	295	0
Soy meal	907	940	33	907	940	33	927	960	33	907	940	33
Canola meal	540	540	0	545	545	0	480	480	0	480	480	0
Cotton seed	880	860	-20	840	820	-20	850	830	-20	840	820	-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	294	290	-4	319	317	-2	340	330	-10	297	293	-4
Feed Barley	256	253	-3	255	255	0	292	290	-2	264	262	-2
Triticale	255	260	5	255	260	5	320	337	17	320	337	17
Soy meal	942	975	33	937	970	33	937	970	33	927	960	33
Canola meal	490	495	5	515	520	5	500	505	5	515	520	5

	Delivered Geelong			Delivered Adelaide			Delivered Fremantle		
	LW	TW	CH	LW	TW	CH	LW	TW	CH
Feed Wheat	361	359	-2	350	350	0	330	332	2
Feed Barley	310	310	0	255	255	0	293	293	0
Soy meal	907	940	33	927	960	33	NA	NA	NA
Canola meal	500	505	5	545	550	5	510	515	5
Feed Oats	300	295	-5	300	290	-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.



Data Source ProFarmer.
Produced by APL.

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