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 18/02/2022

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	363	363	0	363	17	363	363	0	363	19
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	0	457	0	457	0	0	403	0	403	23
EASTERN SEABOARD*	515	515	0	515	0	400	400	0	400	6
NATIONAL	515	515	0	515	0	400	400	0	400	7

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	0	366	373	364	370	7
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	365	366	0	365	1
EASTERN SEABOARD*	420	420	375	420	0	361	372	361	366	2
NATIONAL	420	420	375	420	0	361	371	361	366	2

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	367	371	364	369	4
NSW	375	375	0	375	0	358	370	0	361	0
VIC	370	390	370	390	0	354	360	359	357	0
SA	370	390	370	390	0	362	378	359	369	0
WA	366	366	0	366	0	342	347	0	344	2
EASTERN SEABOARD*	380	390	375	390	0	361	370	361	365	1
NATIONAL	380	390	375	390	0	359	368	361	362	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	370	375	365	375	0	334	361	354	350	10
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	348	342	0	346	9
EASTERN SEABOARD*	370	375	365	375	0	343	358	351	350	3
NATIONAL	370	375	365	375	0	344	356	351	350	4

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	500	0	500	-10	395	439	0	426	-2
NSW	0	363	0	363	7	0	358	0	358	7
VIC	0	0	0	0	0	0	0	0	0	0
SA	370	370	0	370	0	365	365	0	365	0
WA	0	457	0	457	0	0	402	0	402	24
EASTERN SEABOARD*	482	500	0	500	-10	381	388	0	384	2
NATIONAL	482	500	0	500	-10	381	390	0	386	4

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	0	370	374	380	374	5
NSW	0	0	0	0	0	0	0	0	0	0
VIC	0	0	0	0	0	0	0	0	0	0
SA	370	404	402	404	-2	365	396	402	391	-1
WA	366	366	0	366	0	365	366	0	365	1
EASTERN SEABOARD*	375	461	385	461	0	368	384	391	382	2
NATIONAL	375	461	402	461	0	367	381	391	379	2

STATE	75.1kg – 85kg (Sellers)									
	PRIME PRICE					AVERAGE PRICE				
	Maximum				Total CH	Average				Total CH
	Male	Female	Barrows	Total		Male	Female	Barrows	Total	
QLD	394	407	370	407	-2	391	397	365	392	1
NSW	400	400	375	400	10	378	387	371	381	3
VIC	370	390	380	390	0	360	381	370	372	0
SA	400	400	398	400	0	391	397	396	396	3
WA	366	366	0	366	0	342	347	0	344	1
EASTERN SEABOARD*	400	407	380	407	-2	382	391	376	387	2
NATIONAL	400	407	398	407	-2	378	386	376	382	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	385	365	0	385	0	366	365	0	366	1
NSW	370	370	0	370	0	364	369	0	366	0
VIC	370	390	380	390	0	325	354	370	353	0
SA	392	392	0	392	392	390	390	0	390	390
WA	366	366	0	366	0	348	342	0	346	9
EASTERN SEABOARD*	385	390	380	390	0	365	371	370	370	7
NATIONAL	392	392	380	392	2	363	368	370	367	8

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	0
NSW	0	0	0	0
VIC	0	0	183	-67
SA	0	0	270	0
WA	0	0	194	1
EASTERN SEABOARD*	0	0	258	-15
NATIONAL	0	0	248	-13

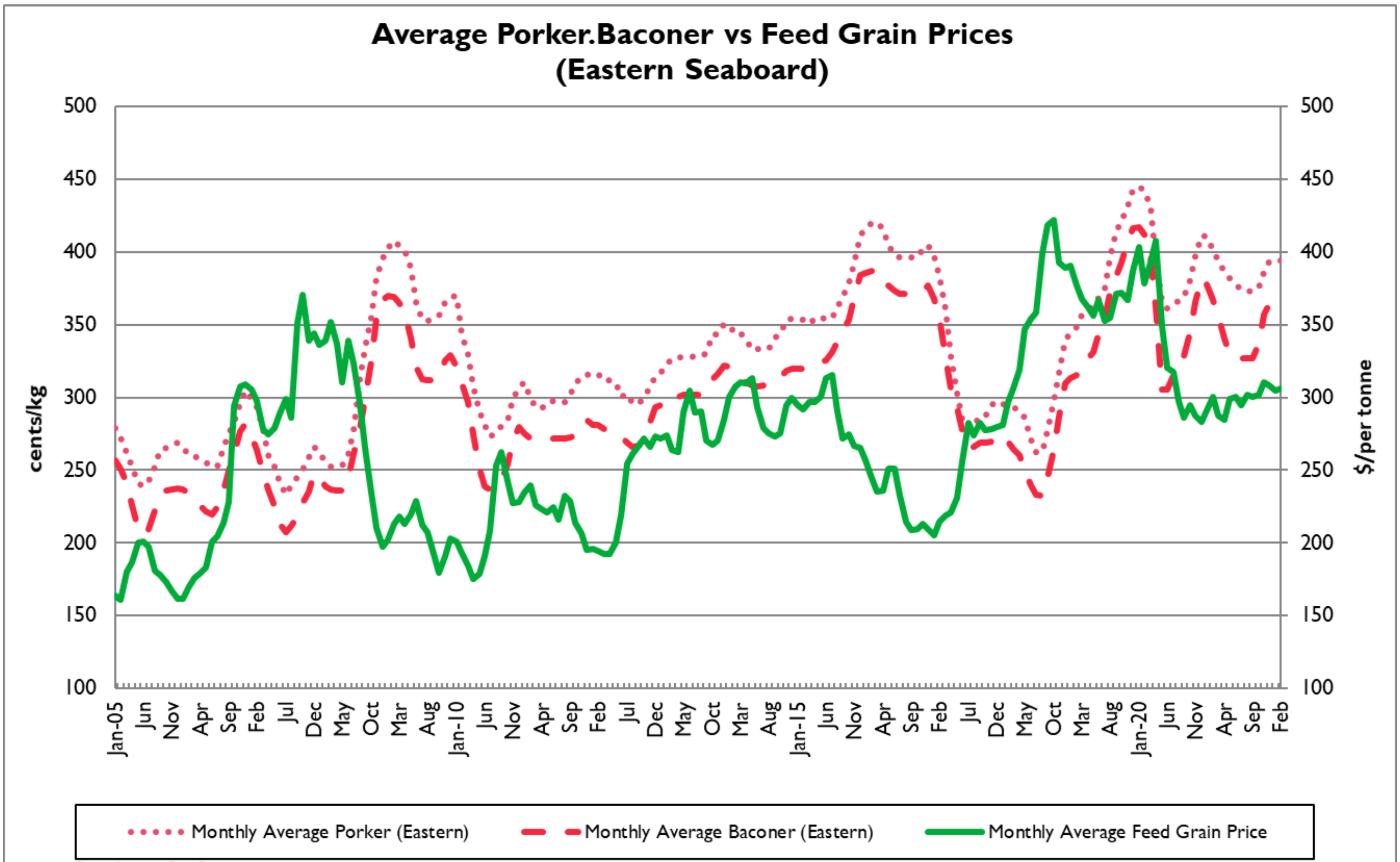
*CH: Denotes change from previous week. *Eastern Seaboard: Includes QLD, NSW, VIC & SA states only.*

SALEYARD PRICES (Buyers)	Baconer price			Porker Price			Numbers Sold	
Source	LW	TW	CH	LW	TW	CH	LW	TW
Toowoomba (QLD)	N/A	320	320	N/A	323	323	N/A	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)*

18/02/2022	CARCASS		BROKEN SALES					
	Pork	Bacon	Legs	Legs Ham Trim	Saddles	Loin	Forequarters	Bellies
TW	599	554	468	572	996	896	428	1190
LW	601	556	468	572	996	893	428	1190
MAT	573	542	453	543	931	815	424	1018
18/02/2022	**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	1364	744	1064	1113	1300	658	914	652
LW	1371	744	1064	1113	1300	658	914	652
MAT	1323	703	1022	1029	967	631	836	616



Data Source Pro Farmer
Produced by APL

Weekly Grain Comments

(Source: Profarmer)

To the point:

- Escalating tensions between Russia and Ukraine after Russia formally recognized two breakaways regions of Ukraine are pushing US grain futures higher
- The Department of Primary Industries and Regions South Australia have released their estimates for the 2021/22 harvest with 8.32 million mt of grain and oilseed produced, well above the 10-year production average.

Key Market Indicators

23/02/22	CBOT Wheat Mar 22		AUD/USD	ICE Canola Mar 22		AUD/CAD	Matif Canola May 22		AUD/EUR
This week	430	844	72.23	1121	1032	92.09	1145	730	63.70
	$A/t	Usc/bu	US c	$A/t	$C/t	CA c	$A/t	€/t	Euro c
Last Week	401	780	71.51	1101	1003	91.05	1093	688	62.95
Change	+ 29	+ 65	+ 0.72	+ 19	+ 29	+ 1.04	+ 52	+ 41	+ 0.74

International and National

Continually escalating tensions between Russia and Ukraine after Russia formally recognized two breakaway regions are pushing US grain futures higher with concerns that shipping disruptions from the Black Sea may worsen, further supporting values.

Ongoing drought conditions across the US are concerning wheat producers with production throughout the Southern Plains looking increasingly grim. If Spring rains across this region are poor, then significant yield downgrades can be expected.

Ongoing dry weather has continued throughout South America, with soybean and corn yields expected to be impacted by the lack of rainfall.

China is expected to increase soybean and oilseed output in 2020 following the release of the country's annual rural policy blueprint. Increasing subsidies for crop rotation, rewards for edible oil producing regions and expanding planting acreage are laid out in the document as the primary methods being utilized to increase output levels.

Dry weather across most of Europe is concerning growers, particularly given the seasonal forecast for March, April and May points to warmer than usual weather across most of Europe. Despite these concerns, winter crops remain in good condition across at the time of writing.

Wheat growers across India are expecting record wheat production in 2021/22 with over 111 million mt forecast by the Indian Ministry of Agriculture. Privately some traders doubt this figure, with wheat output over 105 million mt considered unlikely.

The Department of Primary Industries and Regions South Australia (PIRSA) have released their estimates for the 2021/22 harvest with 8.32 million mt of grain and oilseed produced, well above the 10-year production average. This comes despite some difficult growing conditions with a dry finish to winter and spring having some impact to grain output. Wheat output hit 4.7 million mt, barley was at 2.2 million mt with oats at 160k.

Wheat

QLD/Nth NSW

Wheat markets have continued to trade sideways over the past week with some upwards movement overt the past couple of days as offshore futures continue to increase due to rising tensions between Russa and Ukraine. It's worth noting that Australian shipping availability is essentially at capacity which is limiting gains from increasing offshore demand. Grower selling remains light though sorghum harvest and storage pressures are present and may force more sellers to market over the coming month. Local end user demand remains quiet with feedlots steering away from poorer quality NSW feed wheat in preference for better standard SFW. Export demand for higher grade SFW into Asian regions remains as feed wheat demand improves amid rising corn values, adding support across local feed values into Q2.

Sth NSW/VIC/SA

Wheat prices have continued moving higher this week following a drop in values last week with an increase in buyer competition helping alongside generally supportive offshore values. Much of the focus locally remains on feed wheat for many of the exporters as they dominate nearby shipments. ASW is still trying to find its place in the market which is looking more and more like slotting into the feed wheat market for now. Upcountry bids in the bulk handlers have picked up a little but continue to remain on the backfoot with larger exporters still very well covered in general.

Barley

Sth QLD/Nth NSW

Barley values remain flat. Feedlots considered to have adequate coverage into mid Q2 with little interest in accumulating further stocks. Barley port prices were recovering on Tuesday with spill over support from wheat values. Barley is expected to struggle to compete against higher valued sorghum and wheat for port space and shipping logistics into the second half of 2022.

Sth NSW/VIC/SA

Barley prices have continued to push a little firmer over the past week for both feed and malt. Buyer depth has remained strong for ex-farm parcels of feed barley with buyers reporting only minimal offers on most days. Strength in feed wheat values is helping to keep barley in the domestic feed ration for those that haven't already made the switch. Delivered barley markets are holding up slightly better for the buyer with a bit more on the offer side being made available

Sorghum

QLD

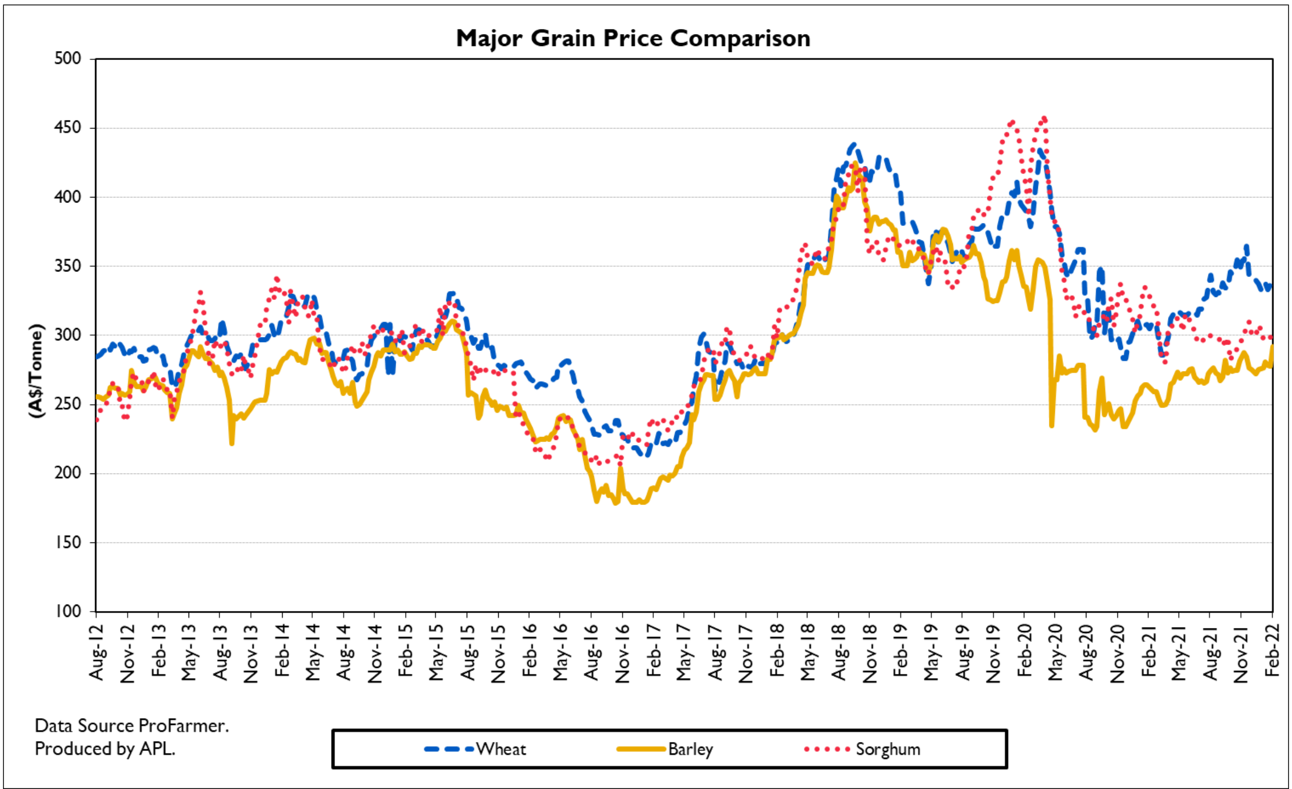
Sorghum values have remained steady over the past week. Solid harvest progression over the past fortnight has seen depot space quickly decreasing. Grower selling is considered slow with sorghum still undervalued on the export market against competing feed grain into Asia. Theoretically large export margins currently exist which potentially should see some port capacity switch from wheat to sorghum. High moisture was still an issue at harvest leading into the weekend with some end users more accommodating than others at receival. Harvest pressure yet to materially impact values with April still where the bulk of harvest will reside.

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	306	1	365	365	0	275	285	10	377	380	3
Feed Barley	291	290	-1	274	276	2	250	250	0	260	285	25
Sorghum	298	302	4	330	330	0	271	272	1	295	296	1
Soy meal	940	920	-20	940	920	-20	960	940	-20	940	920	-20
Canola meal	540	540	0	545	545	0	480	480	0	480	480	0
Cotton seed	860	848	-12	820	808	-12	830	818	-12	820	808	-12
	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	290	299	9	317	323	6	330	335	5	293	302	9
Feed Barley	253	256	3	255	258	3	290	300	10	262	264	2
Triticale	260	265	5	260	265	5	337	337	0	337	337	0
Soy meal	975	955	-20	970	950	-20	970	950	-20	960	940	-20
Canola meal	495	495	0	520	520	0	505	505	0	520	520	0
	Delivered Geelong			Delivered Adelaide			Delivered Fremantle					
	LW	TW	CH	LW	TW	CH	LW	TW	CH			
Feed Wheat	359	358	-1	350	358	8	332	345	13			
Feed Barley	310	315	5	325	327	2	293	294	1			
Soy meal	940	920	-20	960	940	-20	NA	NA	NA			
Canola meal	505	505	0	550	550	0	515	515	0			
Feed Oats	295	305	10	300	320	20	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.



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