



# INTERNATIONAL EGG AND POULTRY REVIEW

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## Indonesia Poultry

During the last two years Indonesia has experienced a severe economic crises. The poultry industry shows indications of recovery in 1999, however much will depend on the domestic security situation. Indonesia has the world's fourth highest population.

Poultry meat production during the first semester of 1999 compared to the same period of 1998 remained relatively flat. During this period, the domestic security situation was still uncertain and farmers were afraid to restart growing broilers. The production during the second semester of 1999 is estimated to increase by 35 percent compared to the second semester of 1998.

Constraints facing poultry farmers include a shortage of day old chicks (DOC) due to reduced domestic production of breeders and difficulties importing DOC. Prices for DOC are at record highs due to demand and there is a shortage of working capital for small producers.

Imports of poultry meat (whole and parts) during 1999 are estimated to remain small compared to total domestic consumption. Prior to the economic crisis, imports were discouraged via high tariffs and other mechanisms to protect domestic producers. The collapse of domestic poultry production and slashing of tariffs from 15-20 percent to 5 percent in early 1998 improved competitiveness but importers remain reluctant to expand distribution of imported meat beyond the high-end restaurant and service industry trade due to domestic production considerations.

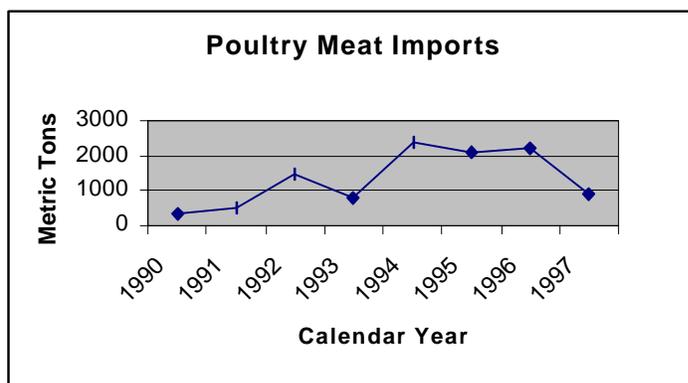
In 1999, total imports of poultry meat are estimated to increase to 3,000 tons, compared to less than 1,000 tons during 1998, as the price of imported broiler meat is comparatively cheaper than local products. The United States and China are the main suppliers of poultry. Imports during 2000 are forecast to increase further to about 5,000 tons as poultry meat consumption is expected to increase as the domestic economic situation improves further.

It is reported that one large frozen food importer will open a poultry processing plant later this year to process imported meat with plans to sell the products to hotels and restaurants. No details available on the production capacity of the plant which is projected to open in October.

Egg production for 1999 is starting to increase to about 7,950 million pieces (or about 1,200 tons/day). This is about a 50-percent increase from the 1998 production level of about 5,300 million pieces (or about 800 tons/day); and about 31 percent below the production level reached in 1996 prior to the crisis.

Constraints facing the farmers in expanding the production size or re-opening their business include the long layer production cycle (72-76 weeks) and the DOC shortage which results in a longer slaughter age for layers (100-120 weeks old compared to normal 65-68 weeks). It takes about 4-6 months order time to purchase

DOCs from the domestic breeders. Note: Poultry meat covers broilers, native chickens, spent layers and ducks. Slaughter data includes all poultry birds (broilers, native chickens, spent layers and ducks) slaughtered during the particular year. The inventory figure is derived by dividing the total population figure by 8, the number of slaughter cycles per year. Slaughter data for 1995 - 1996 from the GOI are not available and are FAS/Jakarta estimates.



Source: USDA/Foreign Agricultural Service, FAOSTAT

## JAPANESE FROZEN BROILER IMPORTS (IN TONS)

	United States	China	Brazil	Thailand	Total
<b>1998</b>					
January	8,398	14,330	6,066	8,744	37,538
February	9,086	9,286	6,911	9,491	34,774
March	5,811	13,846	5,615	10,243	35,515
April	9,531	15,652	6,090	10,369	41,642
May	8,722	15,742	5,698	8,953	39,115
June	8,897	19,615	5,669	11,061	45,242
<b>Total</b>	<b>50,445</b>	<b>88,471</b>	<b>36,049</b>	<b>58,861</b>	<b>233,826</b>
<b>1999</b>					
January	6,554	15,060	8,078	11,662	41,354
February	10,128	16,275	6,595	10,159	43,157
March	8,333	13,517	3,741	9,434	35,025
April	9,185	16,201	5,691	11,728	42,805
May	9,542	17,792	7,373	9,200	43,907
June	8,315	18,614	8,198	11,380	46,507
<b>Total</b>	<b>52,057</b>	<b>97,459</b>	<b>39,676</b>	<b>63,563</b>	<b>252,755</b>

Source: ALIC Monthly statistics

**INSPECTED EGG PRODUCTS**

**U.S. Exports to Canada, in Pounds (000) (Preliminary)**

Type	Week Ending September 11, 1999		Year-To-Date	
	1999	1998 /1	1999	1998
Liquid	201	519	9,772	10,508
Frozen	0	0	6	50
Dried	40	41	464	537
Total	241	560	10,242	11,095

**U.S. Imports From Canada, in Pounds (000) (Preliminary)**

Type	Week Ending September 11, 1999		Year-To-Date	
	1999	1998 /1	1999	1998
Liquid	35	145	3,405	2,950
Frozen	101	1	355	159
Dried	0	0	166	235
Total	136	146	3,926	3,344

**Inspected Shell Eggs**

**U.S Exports To Canada, In 30-Dozen Cases (Preliminary)**

Type	Week Ending September 11, 1999		Year-To-Date	
	1999	1998 /1	1999	1998
Jumbo	88	154	998	1,195
Extra Large	795	1,410	27,364	26,857
Large	3,445	3,686	95,772	79,115
Medium	330	1,050	35,810	42,226
Ungraded	8,980	19,808	426,063	210,555
Misc	1,620	0	6,978	6,133
Total	15,258	26,108	592,985	366,081

/1 Comparable Week, to-date figures may not total due to rounding.

Source: USDA/AMS Poultry Programs, Market News Branch in cooperation with Agriculture Canada, Poultry Development Division.

**CENTRAL REGION** PRICES NEGOTIATED FOR MECHANICALLY SEPARATED CHICKEN IN TRUCKLOT AND LESS THAN TRUCKLOT VOLUMES, CENTS PER POUND FOR DELIVERY WITHIN TWO WEEKS. 17-SEP-99

**CHICKEN PRICES**

FAT CONTENT	-----FROZEN-----		-----FRESH-----	
	FOB DOCK	DELIVERED	FOB DOCK	DELIVERED
15% OR LESS				
RANGE	-	-	-	-
WTD AVERAGE				

0 pounds, this includes 0 pounds for export shipment.

**CHICKEN PRICES, WITH ADDED SKIN**

15% OR LESS				
RANGE	17.00-19.00	20.00	-	-
WTD AVERAGE	18.33	20.00		

81,600 pounds, this includes 40,800 pounds for export shipment.

15-20%				
RANGE	14.00-15.50	15.00-21.00	10.00-12.75	13.00-14.00
WTD AVERAGE	14.40	15.86	11.17	13.40

1,387,200 pounds, this includes 612,000 pounds for export shipment.

20% OR MORE				
RANGE	-	-	-	-
WTD AVERAGE				

0 pounds, this includes 0 pounds for export shipment.

\* INCLUDES THE FOLLOWING STATES: AL, AR, IA, IL, IN, KS, KY, LA, MI, MN, MO, MS, ND, NE, OK, OH, SD, TN, TX, WI

**LIVE POULTRY SLTRD UNDER INSPECTION** 11-Sep-99

PRELIMINARY

**U.S. FOWL SLAUGHTERED DOMESTICALLY (000'S)**

	LIGHT HENS	HEAVY HENS	TOTAL HENS
	HEAD	1,583	1,368
LAST WEEK	1,883	1,522	3,405
SAME WEEK YR AGO	1,776	1,055	2,831
TO-DATE/1999	76,108	49,635	125,743
TO-DATE/1998	75,208	45,341	120,549

**U.S. FOWL SLAUGHTERED IN CANADA**

	LIGHT HENS	HEAVY HENS	TOTAL HENS
	HEAD	300	0
LAST WEEK	452	0	452
SAME WEEK YR AGO	414	0	414
TO-DATE/1999	17,073	181	17,254
TO-DATE/1998	19,524	266	19,790

SOURCE: AGRICULTURE CANADA, PLTRY DEVELOPMENT DIV.

**TOTAL U.S. FOWL SLAUGHTERED IN THE U.S. AND CANADA**

	LIGHT HENS	HEAVY HENS	TOTAL HENS
	HEAD	1,883	1,368
LAST WEEK	2,335	1,522	3,857
SAME WEEK YR AGO	2,190	1,055	3,245
TO-DATE/1999	93,181	49,816	142,997
TO-DATE/1998	94,732	45,607	140,339

**EASTERN REGION** PRICES NEGOTIATED FOR MECHANICALLY SEPARATED CHICKEN IN TRUCKLOT AND LESS THAN TRUCKLOT VOLUMES, CENTS PER POUND FOR DELIVERY WITHIN TWO WEEKS. 17-SEP-99

**CHICKEN PRICES**

FAT CONTENT	-----FROZEN-----		-----FRESH-----	
	FOB DOCK	DELIVERED	FOB DOCK	DELIVERED
15% OR LESS				
RANGE	16.00-17.00	-	17.00-18.00	-
WTD AVERAGE	16.20		17.50	

1,200,000 pounds, this includes 320,000 pounds for export shipment.

**CHICKEN PRICES, WITH ADDED SKIN**

15% OR LESS				
RANGE	14.00	17.50	-	16.00-17.00
WTD AVERAGE	14.00	17.50		16.63

820,000 pounds, this includes 0 pounds for export shipment.

15-20%				
RANGE	13.25-17.00	14.00-18.00	13.00-15.00	13.00-15.00
WTD AVERAGE	16.42	16.00	13.48	14.28

2,106,000 pounds, this includes 746,000 pounds for export shipment.

20% OR MORE				
RANGE	-	-	13.50	-
WTD AVERAGE			13.50	

120,000 pounds, this includes 0 pounds for export shipment.

\* INCLUDES THE FOLLOWING STATES: CT, DE, FL, GA, MA, MD, ME, NC, NH, NJ, NY, PA, RI, SC, VA, VT, WV

**NATIONAL YOUNG TURKEY PARTS AND BULK MEAT**

FROZEN (UNLESS SPECIFIED), CENTS PER LB., DELIVERED FIRST RECEIVERS, PART AND FULL TRUCKLOTS

SEPTEMBER 17, 1999

Undertone fully steady to firm on 4-8 lb. breasts, fresh tom breast meat about steady, fresh destrapped tenderloins steady to fully steady mostly steady, frozen thigh meat steady to fully steady with unsettledness noted as some don't see the strength others see. Domestic demand light to fair with light trading noted as most industry members in the East and Midwest listen for final hurricane Floyd damage reports. Fresh destrapped tenderloins (4 loads) 175-179 cents for September-early October shipments with the higher priced product mostly part loads. For export: frozen whole tenderloins (1 container) 157 cents.

**FRIDAY, SEPTEMBER 17, 1999**

**EXPORT TRADING**

	PRICE RANGE	L.S.T. CODE 1/	WTD AVG PRICE	VOLUME (000)	WEEKLY WTD AVG PRICE	WEEKLY VOLUME (000)
DRUMSTICKS, TOMS	17.00		17.00	120	17.62	492
WINGS FULL-CUT - TOMS		F	17.50	40		
WINGS, V-TYPE, TOM	22.50		22.50	104	22.75	208
TAILS		R	13.00	400	13.21	560
MECHANICALLY SEPARATED 4/	21.25		21.25	20	18.93	220
THIGH MEAT - FROZEN	58.00-60.00		58.75	140	57.86	380

**THURSDAY, SEPTEMBER 16, 1999**

**EXPORT TRADING**

	PRICE RANGE	L.S.T. CODE 1/	WTD AVG PRICE	VOLUME (000)
DRUMSTICKS, TOMS	19.00		19.00	52
WINGS FULL-CUT - TOMS		F	17.50	40
WINGS, V-TYPE, TOM	23.00		23.00	104
TAILS	13.00		13.00	400
MECHANICALLY SEPARATED 4/	19.50		19.50	40
THIGH MEAT - FROZEN	57.00		57.00	80

**WEDNESDAY, SEPTEMBER 15, 1999**

**EXPORT TRADING**

	PRICE RANGE	L.S.T. CODE 1/	WTD AVG PRICE	VOLUME (000)
DRUMSTICKS, TOMS	16.50		16.50	80
WINGS FULL-CUT - TOMS		F	17.50	40
WINGS, V-TYPE, TOM		F	22.00	104
TAILS	16.00		16.00	40
MECHANICALLY SEPARATED 4/	18.50		18.50	160
THIGH MEAT - FROZEN	57.00		57.00	80

**TUESDAY, SEPTEMBER 14, 1999**

**EXPORT TRADING**

	PRICE RANGE	L.S.T. CODE 1/	WTD AVG PRICE	VOLUME (000)
DRUMSTICKS, TOMS		M	18.00	240
WINGS FULL-CUT - TOMS		F	17.50	40
WINGS, V-TYPE, TOM		F	22.00	104
TAILS	13.00		13.00	120
MECHANICALLY SEPARATED 4/		F	18.75	40
THIGH MEAT - FROZEN	58.00		58.00	80

**MONDAY, SEPTEMBER 13, 1999**

**EXPORT TRADING**

	PRICE RANGE	L.S.T. CODE 1/	WTD AVG PRICE	VOLUME (000)
DRUMSTICKS, TOMS	18.00		18.00	240
WINGS FULL-CUT - TOMS		F	17.50	40
WINGS, V-TYPE, TOM		F	22.00	104
TAILS		R	12.64	288
MECHANICALLY SEPARATED 4/		F	18.75	40
THIGH MEAT - FROZEN		F	57.00	120

1/ CODES FOR LAST SIGNIFICANT TRADE (L.S.T.): M=MONDAY T=TUESDAY W=WEDNESDAY R=THURSDAY F=FRIDAY

2/ Product contains 15-20% fat with skin added.