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 26/11/2021

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	336	339	0	339	0	336	339	0	337	0
NSW	505	505	0	505	0	480	480	0	480	0
VIC	370	370	0	370	10	365	365	0	365	10
SA	370	370	0	370	10	365	365	0	365	10
WA	0	451	0	451	0	0	399	0	399	3
EASTERN SEABOARD*	505	505	0	505	0	389	390	0	389	4
NATIONAL	505	505	0	505	0	389	391	0	391	5

STATE	60.1kg – 75kg (Buyers)									
	PRIME PRICE					AVERAGE PRICE				
	Maximum				Total CH	*Average*				Total CH
	Male	Female	Barrows	Total		Male	Female	Barrows	Total	
QLD	450	450	375	450	0	355	365	364	361	0
NSW	365	375	0	375	0	354	364	0	357	0
VIC	370	390	370	390	10	362	375	359	368	4
SA	370	390	370	390	10	362	377	359	368	5
WA	360	360	0	360	0	354	356	0	355	-2
EASTERN SEABOARD*	450	450	375	450	0	358	370	361	363	2
NATIONAL	450	450	375	450	0	357	368	361	362	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	358	359	364	359	0
NSW	365	375	0	375	0	356	365	0	358	0
VIC	370	390	370	390	10	342	349	359	346	1
SA	370	390	370	390	10	363	377	359	369	4
WA	360	360	0	360	0	339	345	0	342	3
EASTERN SEABOARD*	380	390	375	390	5	356	364	361	359	1
NATIONAL	380	390	375	390	5	354	362	361	357	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	312	340	354	330	0
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	360	360	0	360	0	341	335	0	338	3
EASTERN SEABOARD*	365	375	365	375	0	337	352	351	344	0
NATIONAL	365	375	365	375	0	337	350	351	344	1

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	0	394	431	0	419	0
NSW	0	344	0	344	0	0	339	0	339	0
VIC	0	0	0	0	0	0	0	0	0	0
SA	360	360	0	360	0	355	355	0	355	0
WA	0	451	0	451	0	0	399	0	399	3
EASTERN SEABOARD*	482	498	0	498	0	375	376	0	372	0
NATIONAL	482	498	0	498	0	375	379	0	375	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	370	458	385	458	1	361	362	380	364	1
NSW	0	0	0	0	0	0	0	0	0	0
VIC	0	0	0	0	0	0	0	0	0	0
SA	360	395	393	395	0	355	386	393	381	0
WA	360	360	0	360	0	354	356	0	355	-2
EASTERN SEABOARD*	370	458	385	458	1	358	374	386	372	0
NATIONAL	370	458	393	458	1	357	370	386	369	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	385	401	370	401	0	382	389	365	384	1
NSW	390	390	365	390	0	374	379	360	375	1
VIC	360	380	370	380	0	350	371	360	362	1
SA	400	400	392	400	0	388	392	390	391	4
WA	360	360	0	360	0	339	345	0	342	3
EASTERN SEABOARD*	390	401	370	401	0	376	384	369	379	1
NATIONAL	400	401	392	401	0	372	380	369	375	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	370	370	0	370	1	363	368	0	366	-2
VIC	360	380	370	380	0	324	352	360	349	2
SA	0	0	0	0	0	0	0	0	0	0
WA	360	360	0	360	0	341	335	0	338	3
EASTERN SEABOARD*	370	380	370	380	0	355	363	360	362	0
NATIONAL	370	380	370	380	0	353	359	360	358	0

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	196	51
EASTERN SEABOARD*	0	0	216	0
NATIONAL	0	0	213	6

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	196	5
EASTERN SEABOARD*	0	0	258	-15
NATIONAL	0	0	248	-13

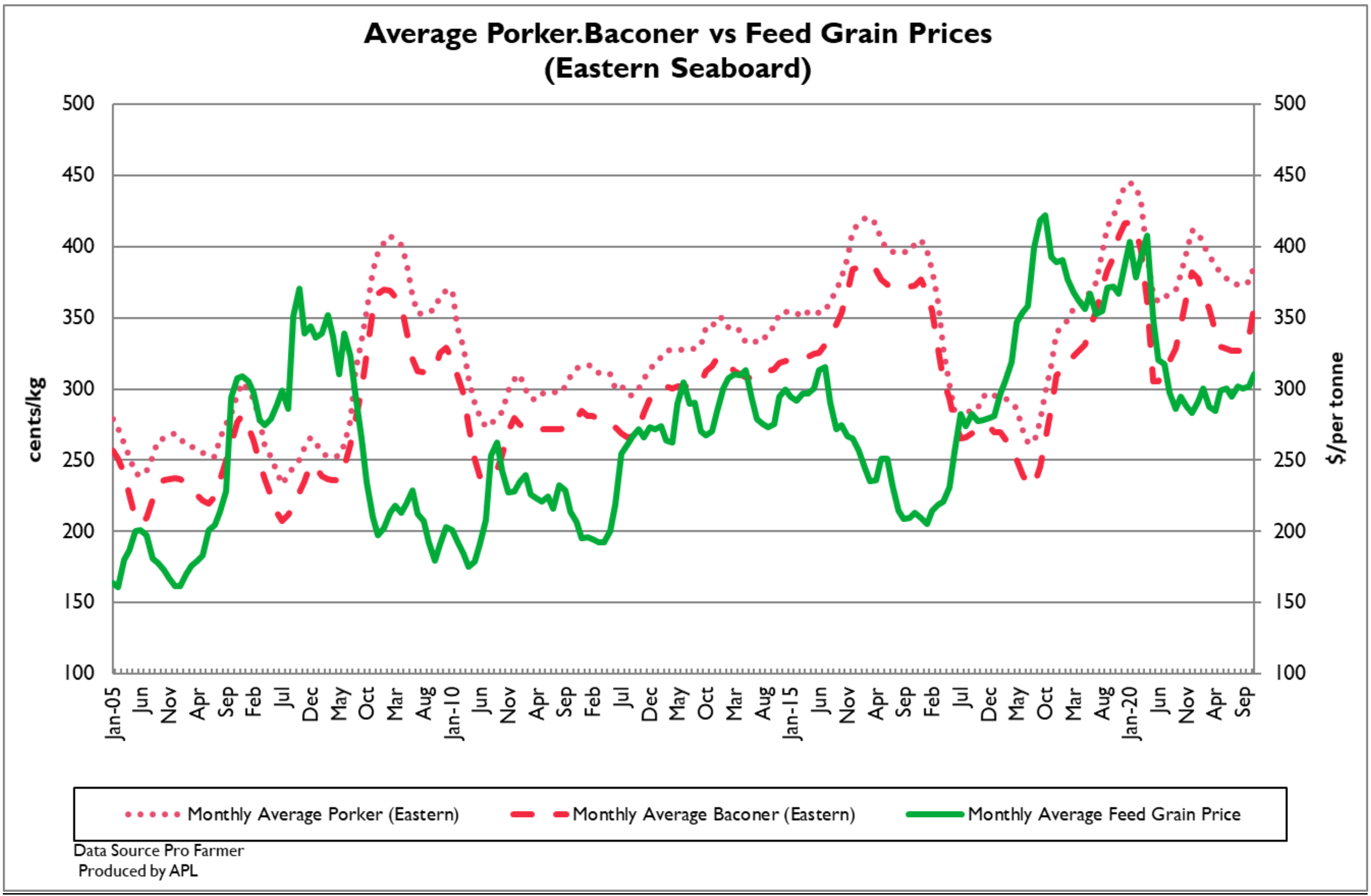
CH: Denotes change from previous week. *Eastern Seaboard: Includes QLD, NSW, VIC & SA states only.

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

26/11/2021	CARCASS		BROKEN SALES					
	Pork	Bacon	Legs	Legs Ham Trim	Saddles	Loin	Forequarters	Bellies
TW	595	550	490	570	974	880	440	962
LW	587	544	476	558	968	831	436	1080
MAT	571	545	463	548	913	820	430	984
26/11/2021	**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	1409	771	1076	1023	940	669	906	639
LW	1387	748	1054	1008	920	661	884	634
MAT	1344	695	1027	1016	906	632	827	617



Weekly Grain Comments

(Source: Profarmer)

To the point:

- Fertiliser shortages are likely to negatively impact Argentine corn and wheat crops next season with the higher input costs likely to see farmers switch to soybeans.
- The Australian Bureau of Agricultural and Resource Economics and Sciences (ABARES) have forecast Australian wheat production will reach a record level in the 2021/22 season as rain across NSW and Victoria increases yields.

Key Market Indicators

30/11/21	CBOT Wheat Mar 22		AUD/USD	ICE Canola Jan 22		AUD/CAD	Matif Canola Feb 22		AUD/EUR
This week	424	822	71.30	1129	1027	91.04	1046	662	63.23
	$A/t	Usc/bu	US c	$A/t	$C/t	CA c	$A/t	€/t	Euro c
Last Week	436	858	72.25	1114	1022	91.74	1078	694	64.32
Change	- 12	- 35	- 0.95	+ 15	+ 6	- 0.71	- 32	- 32	- 1.09

International and National

The final USDA crop progress report for 2021 was released this week. The harvest of both soybean and corn crops has now finished up despite some challenging weather. Winter wheat planting is now also complete with the winter dormancy period fast approaching.

Japan's agriculture ministry, The Ministry of Agriculture, Forestry, and Fisheries (MAFF), has issued a tender looking to buy 51,773 mt of Australian standard white wheat for delivery between March 1-31.

The UK's farm agency, The Agriculture and Horticulture Development Board have forecast feed demand just below 13 million mt, down 247,000 mt year-on-year due to a lack of labour and other logistics that are likely to restrict livestock volumes.

Jordan's state grain importer, The Ministry of Industry, Trade and Supply (MIT) purchased 120,000 mt of feed barley for in the second half of March 2022 at $331.50/mt CFR.

Fertiliser shortages are likely to negatively impact Argentine corn and wheat crops next season with the higher input costs likely to see farmers switch to soybean crops which require less nitrogen to produce.

Harvest progress has continued to progress well in the west, though east coast harvest continues to stall. Over 3.9Mmt of grain was delivered nationally over the past week with WA accounting for almost 2.9Mmt. South Australia totalled 386kt with NSW and Victoria delivering 240kt and 258kt respectively.

The Australian Bureau of Agricultural and Resource Economics and Sciences (ABARES) have forecast Australian wheat production will reach a record level of 34.3Mmt in the 2021/22 season as rain across NSW and Victoria increases yields. The late season rainfall has impacted wheat quality, especially throughout NSW. Record canola production is also forecast at 5.7Mmt.

Wheat

QLD/Nth NSW

Wheat markets have eased early this week following prices surging leading into the weekend. Current conditions and forecasts now seem priced into markets with movements influenced by ASX and global markets. Growers with protein grade wheat are not sellers and are awaiting further price rises before committing parcels as trade shorts slowly arise. Feed wheat estimates have continued to increase which has kept domestic users absent, for now. Slowly improving demand as logistics tighten is continuing to support prices. Offshore demand for feed wheat has also increased which may prompt a re-allocation for port capacity from high protein wheat to export more feed wheat in the second quarter of next year.

Sth NSW/VIC/SA

The wheat market has split into two halves – the milling grades and the lower grades. APW1 grade wheat has rallied by up to $100/mt in some cases during the month of November as traders looked to secure what wheat supply was available. This market has plateaued in the past few days as a drop in the overseas market creates some headwinds to our market. Spread between milling and feed grades have continued to widen, though prices for the lower grades have firmed a little over the past fortnight regardless of the expectation that much of the remaining harvest will be feed quality. It seems like whatever we grow will find demand in the export market. The constant delays to harvest have continued to provide opportunities to growers that did get some wheat off.

Barley

Sth QLD/Nth NSW

Barley prices are now starting to move in tandem with wheat as harvest across the east coast harvest is disrupted with quality concerns continuing to build. Nearby wheat prices are a supportive factor to local barley bids as end user demand continues to place a floor under values as domestic road logistics tighten. Barley remains the preferred feed ingredient in mixes over wheat locally, however significant increases to feed wheat supplies may see demand switch to the later. The coming resumption to NSW and VIC harvest may also pressure barley values.

Sth NSW/VIC/SA

Spreads between feed wheat and feed barley are narrowing quickly which would suggest some end users switching to wheat over barley. Barley values are firm on last week with especially strong interest in the SNSW, northwest and western VIC areas which are located well for strong pricing into SA as support for that market continues. . Malt spreads have continued to show some improvement with continued uncertainty about overall malt barley availability. Harvest reports so far are that quality is still excellent with estimates ranging from 50-70% of the crop going Malt at this point.

Sorghum

QLD

Old crop sorghum demand has increased with rain and floods prompting trade shorts. New crop sorghum bids are firming with waterlogging and weather conditions affecting planted crops. Some replant is envisaged and will be assessed once the current weather system passes. Local feed demand into the first quarter of 2022 remains subdued with users also waiting for outcome of East Coast harvest to review options and price relativity amidst feed inputs. Offshore demand and China are key factors to sorghum price support leading into 2022.

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	313	328	15	385	385	0	285	266	-19	345	345	0
Feed Barley	285	300	15	276	286	10	262	262	0	265	265	0
Sorghum	310	315	5	315	320	5	265	268	3	303	303	0
Soy meal	780	780	0	780	780	0	800	800	0	745	745	0
Canola meal	515	515	0	520	520	0	455	455	0	455	455	0
Cotton seed	785	750	-35	745	710	-35	755	720	-35	745	710	-35

	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	340	354	14	366	378	12	400	400	0	365	365	0
Feed Barley	269	275	6	274	290	16	300	300	0	275	281	6
Triticale	250	290	40	250	290	40	340	350	10	340	350	10
Soy meal	815	815	0	810	810	0	810	810	0	800	800	0
Canola meal	450	450	0	475	475	0	460	460	0	475	475	0

	Delivered Geelong			Delivered Adelaide			Delivered Fremantle		
	LW	TW	CH	LW	TW	CH	LW	TW	CH
Feed Wheat	387	387	0	360	360	0	358	360	2
Feed Barley	315	315	0	290	290	0	290	285	-5
Soy meal	780	780	0	800	800	0	NA	NA	NA
Canola meal	460	460	0	505	505	0	470	470	0
Feed Oats	300	300	0	300	300	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.