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 10/12/2021

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	340	343	0	343	0	340	343	0	341	0
NSW	515	515	0	515	10	490	490	0	490	10
VIC	370	370	0	370	0	365	365	0	365	0
SA	370	370	0	370	0	365	365	0	365	0
WA	0	451	0	451	0	0	396	0	396	-2
EASTERN SEABOARD*	515	515	0	515	10	393	394	0	393	2
NATIONAL	515	515	0	515	10	393	394	0	394	3

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	357	367	364	363	0
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	360	360	0	360	0	355	359	0	358	1
EASTERN SEABOARD*	450	450	375	450	0	358	370	361	364	0
NATIONAL	450	450	375	450	0	358	369	361	363	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	390	390	375	390	0	365	365	364	365	0
NSW	375	375	0	375	0	358	370	0	361	3
VIC	370	390	370	390	0	346	352	359	349	3
SA	378	390	370	390	0	365	378	359	371	2
WA	360	360	0	360	0	333	349	0	343	1
EASTERN SEABOARD*	390	390	375	390	0	360	368	361	363	2
NATIONAL	390	390	375	390	0	357	366	361	360	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	375	375	365	375	0	328	348	354	341	8
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	338	331	0	333	-9
EASTERN SEABOARD*	375	375	365	375	0	342	354	351	347	2
NATIONAL	375	375	365	375	0	341	352	351	346	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	496	0	496	-7	390	432	0	419	4
NSW	0	348	0	348	0	0	343	0	343	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	396	0	396	-2
EASTERN SEABOARD*	482	496	0	496	-7	373	378	0	373	2
NATIONAL	482	496	0	496	-7	373	380	0	376	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	375	459	385	459	2	370	366	380	367	0
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	355	359	0	358	1
EASTERN SEABOARD*	375	459	385	459	2	363	376	386	374	0
NATIONAL	375	459	393	459	2	361	372	386	371	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	387	379	370	387	1	385	376	365	381	2
NSW	390	390	380	390	0	374	383	376	379	3
VIC	365	390	380	390	0	360	381	370	372	7
SA	400	400	392	400	0	388	392	390	391	0
WA	360	360	0	360	0	333	349	0	343	1
EASTERN SEABOARD*	390	390	380	390	0	379	383	376	382	3
NATIONAL	400	400	392	400	0	373	379	376	377	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	10	366	365	0	366	1
NSW	370	370	0	370	0	365	370	0	367	0
VIC	365	390	380	390	0	324	360	370	356	0
SA	0	0	0	0	0	0	0	0	0	0
WA	360	360	0	360	0	338	331	0	333	-9
EASTERN SEABOARD*	385	390	380	390	0	356	366	370	364	0
NATIONAL	385	390	380	390	0	353	361	370	359	-1

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	14
EASTERN SEABOARD*	0	0	216	0
NATIONAL	0	0	213	1

STATE	Backfatter Sows (Sellers)			
	PRIME PRICE		AVERAGE PRICE	
	Maximum		Average	
	Total	CH	Total	CH
QLD	0	0	291	1
NSW	0	0	0	0
VIC	0	0	250	0
SA	0	0	270	0
WA	0	0	196	-6
EASTERN SEABOARD*	0	0	274	1
NATIONAL	0	0	262	0

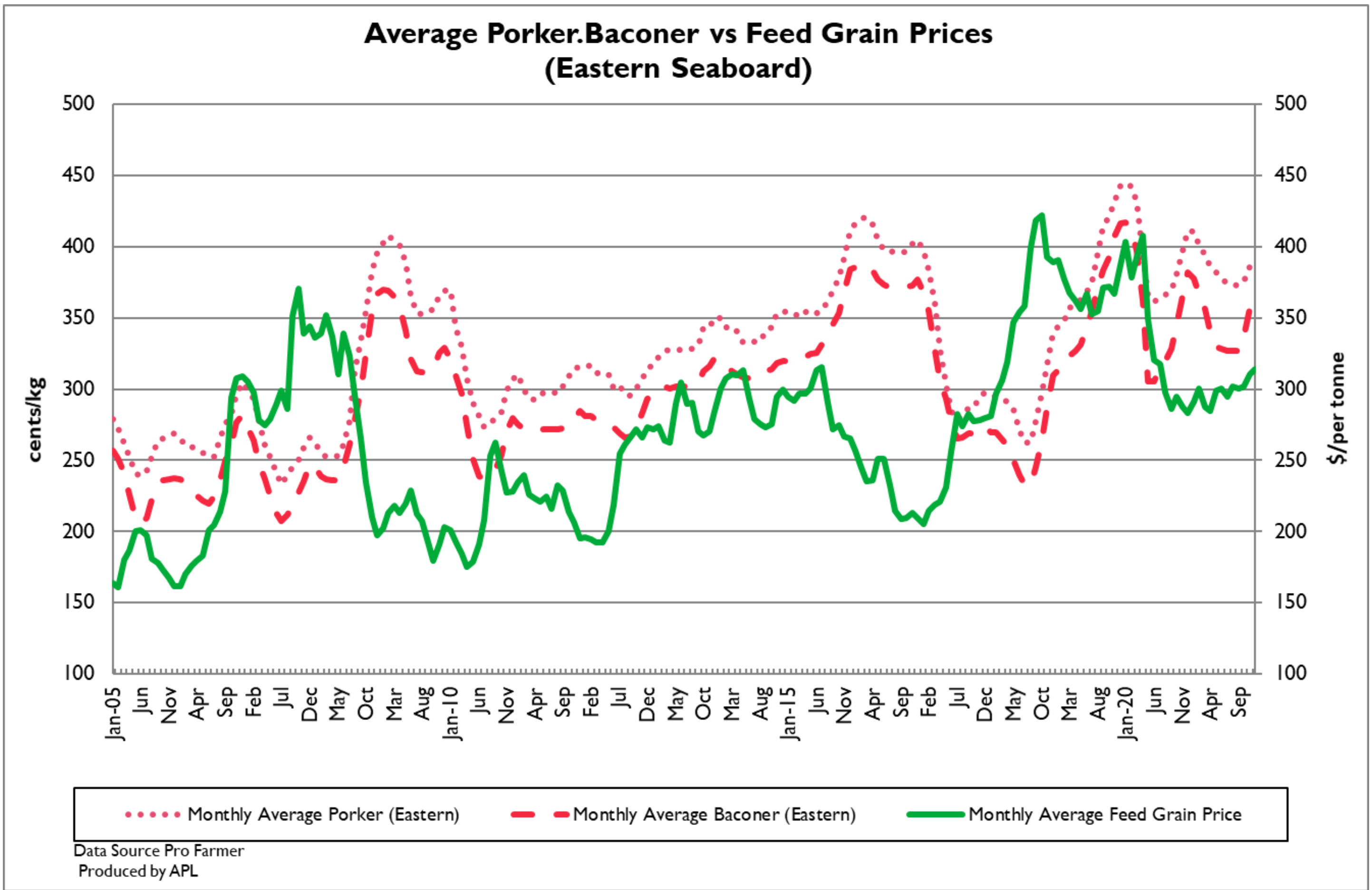
*CH: Denotes change from previous week. *Eastern Seaboard: Includes QLD, NSW, VIC & SA states only.*

SALEYARD PRICES (Buyers)	Baconer price			Porker Price			Numbers Sold	
Source	LW	TW	CH	LW	TW	CH	LW	TW
Toowoomba (QLD)	349	373	24	371	400	29	96	171

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)*

10/12/2021	CARCASS		BROKEN SALES					
	Pork	Bacon	Legs	Legs Ham Trim	Saddles	Loin	Forequarters	Bellies
TW	597	552	490	570	978	881	444	993
LW	597	552	490	570	978	880	444	986
MAT	571	544	459	543	918	815	429	980
10/12/2021	**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	910	639
LW	1409	771	1076	1023	940	669	910	639
MAT	1337	696	1023	1014	901	629	828	614



Weekly Grain Comments

(Source: Profarmer)

To the point:

- The December WASDE report has forecast minimal changes to US wheat production with an increase in ending stocks expected as soaring global wheat prices continue to negatively impact demand.
- A global shortage of urea, used in diesel engine additive "AdBlue", has forced Australia to search for new sources, with fears the trucking industry will shut down if new supplies aren't found.

Key Market Indicators

15/12/21	CBOT Wheat Mar 22		AUD/USD	ICE Canola Jan 22		AUD/CAD	Matif Canola Feb 22		AUD/EUR
This week	407	787	71.06	1096	1001	91.33	1124	709	63.11
	$A/t	Usc/bu	US c	$A/t	$C/t	CA c	$A/t	€/t	Euro c
Last Week	418	809	71.15	1138	1024	89.98	1102	696	63.18
Change	- 11	- 22	- 0.09	- 42	- 23	+ 1.34	+ 22	+ 13	- 0.07

International and National

The December WASDE report has forecast minimal changes to US wheat production with an increase in ending stocks expected as soaring global wheat prices continue to negatively impact demand. Global corn production is projected to increase by 100k mt from last month's estimate due to increases in Ukraine and the EU output.

South Korea's feed making association, Major Feedmill Group (MFG) booked 65,000 mt of Indian feed wheat paying $351/mt CFR, with 60,000 mt Australian feed wheat, paying $351.70/mt Both are due for March delivery.

The Rosario Grain Exchange (BCR) are forecasting Argentina's wheat production will reach a record of 22.1 million mt in 2021/22, this is an increase of 1.7 million mt compared to the November estimate of 20.4 million mt.

EU agricultural trade body Cocera have reduced the EU's 2021 grains production estimate by 4 million mt. 2022 grain production is forecast to decline by another 3.6 million mt across the EU.

CBH Group received 3.1 million mt of grain last week to take its harvest intake for the harvest to date to 15.8 Mmt. 1.97 Mmt of grain was delivered to GrainCorp sites across eastern Australia to take total receivals for the harvest to date to 8.34 Mmt. 1.3 Mmt was delivered to Viterra sites across SA taking total deliveries up to 3.9 Mmt.

A global shortage of urea, used in diesel engine additive "AdBlue", has forced Australia to search for new sources, with fears the trucking industry will shut down if new supplies aren't found. Australia currently has enough AdBlue supplies to cover the next seven weeks.

Wheat

QLD/Nth NSW

Weather has been generally favourable over the past week, allowing any final harvesting to conclude. Wheat markets have followed offshore futures over the past week. Local wheat prices and market enthusiasm are considered soft at the moment though bids for APH and milling wheat grades slowly firming after last week's pullback. APH1 – APW spreads back to $40/t from $60/t. Offshore feed wheat demand is supporting Bris ASW prices. Growers with higher protein wheat are mostly content to hold for the time being. Trade shorts form Southern export orientated states are also continuing to support bids.

Sth NSW/VIC/SA

Southern and central NSW harvest has picked up momentum and is in full swing, while wheat quality was dominated by the feed grades in the early harvest, grades are becoming more of a mixed bag as harvest moves east. SA harvest has now had a couple of consecutive weeks of strong harvest. Victorian harvest is progressing rapidly now with cereals all but done across most of the Mallee and well underway in central VIC and the Wimmera with total harvest across Victorian now 50-60% complete. Wheat values took a big hit yesterday which after steady declines across the previous week did come as some surprise. Spreads between the higher protein and lower grades have started to show some wild volatility between buyers depending on their position. It seems to be harvest pressure is weighing on the market as the sheer volume of wheat has hit at once, following the stop-start beginning to harvest.

Barley

Sth QLD/Nth NSW

Barley values are moving in correlation with wheat markets. Trade shorts continue to pop up the market with demand otherwise dull both at domestic and international level. Feed barley at current price levels relative to SFW1 will continue to maintain its demand profile and is still prominent in feed mixes. Delivered Downs markets will continue to drag barley from Central NSW south to VIC border as local Queensland supplies decline. Domestic barley is expected to remain a key price influence into the first quarter of 2022.

Sth NSW/VIC/SA

Feed barley prices in Southern NSW have moved lower over the past week. Buyers are covered for their near-term requirements and canola and wheat will take priority over barley in the export que. Domestic end users are mostly sticking with wheat in their ration adding further pressure on prices. Malt spreads are beginning to widen as more and more feed grade barley hits the bins.

Sorghum

QLD

Sorghum markets are starting to slow leading into the Christmas period. A fortnight of dry weather is required to allow growers to return to fieldwork in earnest or attempt any replant of their sorghum. Late planting results of recent years has growers reconsidering this option for attempts at a post-Christmas plant. Old crop shorts are continuing to pay a premium but on-farm volumes are becoming depleted. Grower enquiries for new crop sorghum are slowly increasing however trade is not coming to party just yet. Offshore feed demand expected to remain key price support into 2022 with local consumers expected to shift a higher portion of rations to feed wheat.

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	330	310	-20	360	315	-45	270	261	-9	405	405	0
Feed Barley	295	315	20	277	273	-4	260	235	-25	270	245	-25
Sorghum	315	330	15	335	335	0	275	278	3	296	296	0
Soy meal	780	795	15	780	795	15	800	815	15	745	745	0
Canola meal	515	515	0	520	520	0	455	455	0	455	455	0
Cotton seed	745	735	-10	705	695	-10	715	705	-10	705	695	-10

	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	369	345	-24	399	365	-34	405	385	-20	375	345	-30
Feed Barley	259	235	-24	269	241	-28	295	285	-10	272	268	-4
Triticale	295	280	-15	295	280	-15	350	310	-40	350	310	-40
Soy meal	815	830	15	810	825	15	810	825	15	800	815	15
Canola meal	445	445	0	470	470	0	455	455	0	470	470	0

	Delivered Geelong			Delivered Adelaide			Delivered Fremantle		
	LW	TW	CH	LW	TW	CH	LW	TW	CH
Feed Wheat	405	390	-15	360	360	0	350	320	-30
Feed Barley	305	295	-10	290	290	0	285	273	-12
Soy meal	780	795	15	800	815	15	NA	NA	NA
Canola meal	455	455	0	500	500	0	465	465	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.