

WEEKLY VEAL MARKET SUMMARY

~ Livestock, Meat, Feed Ingredients & Skin Markets ~

Thursday, February 08, 2018

CARLOT VEAL CARCASS REPORT
 Northeast and North Central Basis - 02/01/2018-02/07/2018

Compared to last week: The special fed veal carcass market was steady to weak on non-packer owned calves and mostly steady on packer owned calves on light to moderate demand and light to moderate offerings. Harvest numbers were 2.5 percent lower compared to last week's total. Dressed weights were up 3.2 pounds in the Northeast, down 1 pounds in the North Central, with the total NE & NC being up 1.5 pounds.

VEAL CARCASS, SPECIAL FED, HOT BASIS-PAID TO PRODUCER.

| | NON-PACKER OWNED | Head | Range | Wt. Ave. | Change |
|-------------------------|------------------|---------|--------|----------|--------|
| Hide-Off, 255-315 Lbs. | 1701 | 295.00- | 325.00 | 317.47 | -3.04 |
| **PACKER OWNED** | | | | | |
| Hide-Off, 255-315 Lbs. | 2190 | 314.00- | 325.00 | 318.69 | 0.92 |

***CONTRACT INFORMATION:** Hot Basis, Hide-Off*

Current future contracts offered: Firm Bottom Northeast and North Central, 300.00 to 350.00 for June.

* North Central = OH, IN, IL, MI, & WI
 * Northeast = MA, MD, PA, NY, NJ, DE, CT, & VT
 ** Packer Owned = Ownership, harvesting and processing controlled by same party.

MONTHLY BOXED & DISTRIBUTIVE/LCL VEAL CUTS TRADE
 Beginning Jan 2, this report will be updated monthly.
 Northeast and North Central Basis for Tue, February 6, 2018
 FOB Major Production Points

For the month of January: Special fed veal cut prices were mostly steady to lower with shanks and trimmings steady to firm. Veal Retail features saw a 38.1 percent decrease from the last retail report. In the veal complex, Shoulder Blade Chops, Loin Chops, and Leg Cutlets were the three most widely advertised items as the price trend was mostly steady.

| Item: | Wt. Range | Range | |
|-----------------------------------|-------------|----------|---------|
| Carcass, hide off | 200-275 lbs | 390.00- | 450.00 |
| Foresaddles | 86-147 lbs | 335.00- | 375.00 |
| Forequarters | 43-74 lbs | 345.00- | 450.00 |
| Necks, bone-in | 24-28 lbs | 290.00- | 300.00 |
| Breast | 10-18 lbs | 130.00- | 175.00 |
| Foreshank | 3-5 lbs | 300.00- | 595.00 |
| Osso Bucco, foreshank | 2-8 lbs | 695.00- | 895.00 |
| Shoulder, full | 49-85 lbs | 345.00- | 400.00 |
| Chuck, square cut | 39-68 lbs | 220.00- | 365.00 |
| Chuck rolls, skinned | 5-10 lbs | 475.00- | 810.00 |
| Chuck, Shoulder Clod | 4-9 lbs | 525.00- | 825.00 |
| Hotel Racks, 8 rib | 15-26 lbs | 750.00- | 825.00 |
| Hotel Racks, 7 rib | 14-25 lbs | 715.00- | 825.00 |
| Hotel Racks, Chop Ready, 7 rib | 5-9 lbs | 1175.00- | 1350.00 |
| Hotel Racks, Chop Ready, 6 rib | 4-8 lbs | 1225.00- | 1350.00 |
| Rack, Ribeye | 3-9 lbs | 1725.00- | 1725.00 |
| Hindsaddles | 89-153 lbs | 515.00- | 585.00 |
| Hindquarters | 45-76 lbs | 500.00- | 585.00 |
| Loins, regular | 18-36 lbs | 375.00- | 445.00 |
| Loins, 4x4, trimmed | 18-30 lbs | 565.00- | 675.00 |
| Strip Loins, bnls, 0x0 | 1-up lbs | 1350.00- | 1550.00 |
| Loin, Short Tenderloin | 0.5-up lbs | 1125.00- | 1295.00 |
| Legs, double | 68-117 lbs | 515.00- | 580.00 |
| Legs, single | 34-59 lbs | 500.00- | 600.00 |
| Legs, slices, retail | | 825.00- | 995.00 |
| Legs, TBS 4-piece | 27-47 lbs | 950.00- | 1025.00 |
| Legs, TBS 3-piece | 24-39 lbs | 950.00- | 1025.00 |
| Legs, BHS heel-out | 27-42 lbs | 610.00- | 705.00 |
| Legs, Sknd, butt tenderloin | 0.5-up lbs | 1050.00- | 1300.00 |
| Top Rnd, Sknd, cap-off | 10-15 lbs | 1250.00- | 1475.00 |
| Hindshank | 5-8 lbs | 575.00- | 675.00 |
| Osso Bucco, Hindshank | 2-8 lbs | 750.00- | 950.00 |
| Stew Meat, regular | | 400.00- | 600.00 |
| Bnls Veal Trimmings 75-80% Lean | | 175.00- | 260.00 |
| Bnls Veal Trimmings 80-90% Lean | | 195.00- | 325.00 |
| Hvy Nature Green Hides(per piece) | | 45.00- | 50.00 |

"SPECIAL-FED (NATURE, MILK-FED) VEAL SLAUGHTER AS REPORTED BY SLAUGHTER PLANTS IN THE NORTHEAST AND NORTH CENTRAL AREA."

| Special Fed Veal Slaughter for: | Year Ago | YTD | YTD |
|---------------------------------|----------|----------|----------|
| Week ending: | 02/03/18 | 01/27/18 | 02/04/17 |
| Northeast | 1,995 | 2,082 | 2,029 |
| North Central | 1,654 | 1,662 | 1,831 |
| Total NE & NC | 3,649 | 3,744 | 3,860 |

SPECIAL FED PERCENTAGE OF TOTAL CALF KILL FOR 01/27/18---36.47
 Actual Calf Slaughter reported by NASS for 01/27/2018---10,265
 Estimated kill for week ending 02/03/2018-----10,000

| Special Fed Veal Dressed Weights | Year Ago |
|----------------------------------|----------|
| Week ending: | 02/03/18 |
| Northeast | 270.1 |
| North Central | 280.9 |
| Total NE & NC | 275.0 |

| Meat Production and Actual Liveweight and Dressed Weight | | | |
|--|-------------------|------------|----------------|
| W/E 01/27/2018 | | | |
| Production | Species and Class | Liveweight | Dressed Weight |
| | Mil. Lbs. | Lbs. | Lbs. |
| Beef | 490.4 | 1,378 | 827 |
| Calves & Veal | 1.4 | 235 | 137 |
| Pork | 505.1 | 286 | 137 |
| Lamb & Mutton | 2.6 | 147 | 74 |
| Total Meat Production | 999.4 | | |

| TOTAL POUNDS OF CALF AND VEAL MEAT AVAILABLE | | | |
|--|------------------|------------|----------------|
| WEEK ENDING 01/27/2018 | | | |
| Domestic Production | 1,400,000 | % of Total | 68.58% |
| Imported | 641,364 | % of Total | 31.42% |
| Total | 2,041,364 | | 100.00% |

Federally Inspected Slaughter Percentages by Species, U.S.
 Week Ending Saturday, January 27, 2018

| Species | Class | # of Head | % of Total |
|---------|------------|-----------|------------|
| Cattle | TOTAL | 594,066 | |
| | Dairy Cows | 67,309 | 11.3 |
| Calves | TOTAL | 10,265 | |
| Hogs | TOTAL | 2,362,894 | |
| Sheep | TOTAL | 35,266 | |

For additional information contact:
 USDA LIVESTOCK, POULTRY and GRAIN Market News at 816-676-7000

SUMMARY OF PENNSYLVANIA LIVESTOCK AUCTIONS

New Holland Calf Auction Report for Thursday, Feb 01, 2018

Calves Monday: 599 Week Ago: 612 Year Ago: 554

Calves: Compared to last week, Graded Holstein bull calves sold mixed from 20.00 lower to 20.00 higher. Holstein heifer calves sold 10.00-20.00 lower on a light test. Ag Market News LLC under the USDA-QSA-LMAR program graded 456 head for Thursday's sale. All calves are sold by the cwt.

Holstein Bull Calves: Number 1 120-130 lbs 80.00; 88-118 lbs 90.00-100.00. Number 2 98-128 lbs 77.00-97.00; 88-96 lbs 115.00-117.00; 80-86 lbs 85.00; 70-78 lbs 40.00. Number 3 100-130 lbs 82.00-92.00; 90-98 lbs 65.00-72.00; 72-88 lbs 35.00-52.00. Utility 80-110 lbs 30.00-35.00; 72-78 lbs 17.00.

New Holland Livestock Auction Report for Monday, Feb 05, 2018

Calves Monday: 435 Week Ago: 463 Year Ago: 529

Calves: Compared to last week: Holstein bull calves sold 50.00-60.00 higher. Demand good. All prices per cwt.

Holstein Bull Calves: Number 1 80-120 lbs 115.00-180.00. Number 2 80-125 lbs 90.00-120.00. Number 3 70-115 lbs 50.00-90.00. Utility 65-120 lbs 11.00-55.00.

Vintage Calf Auction Report for Tuesday, January 30, 2018

Calves Monday: 549 Week Ago: 563 Year Ago: 512

Calves: Compared to last week, Holstein bull calves sold sharply higher. Mostly 95.00-100.00 higher. Holstein heifer calves sold 25.00-30.00 higher. Ag Market News LLC under the USDA-QSA-LMAR program graded 440 head for Tuesday's sale. All calves are sold by the cwt.

Holstein Bull Calves: Number 1 123 lbs 140.00; 95-111 lbs 162.00-187.00. Number 2 90-113 lbs 152.00-207.00; 84 lbs 125.00. Number 3 98-110 lbs 62.00-75.00; 94-96 lbs 95.00-111.00; 74-84 lbs 35.00-80.00. Utility 60-100 lbs 15.00-40.00.

SOURCE: USDA-PA Dept Ag Market News, New Holland-Lancaster Co., PA

| | CANADIAN FEDERALLY INSPECTED SLAUGHTER | | | | | % Change |
|----------|--|----------|----------|--------|--------|----------|
| | Current | Week Ago | Year Ago | YTD | YTD | |
| | 01/27/18 | 01/20/18 | 01/28/17 | 2018 | 2017 | |
| Calves: | 3,805 | 3,703 | 3,847 | 13,761 | 14,728 | -6.6% |
| Males: | 3,567 | 3,473 | 3,609 | 12,913 | 13,817 | |
| Females: | 238 | 230 | 238 | 848 | 911 | |

| CANADIAN MONTHLY GRAIN FED VEAL REPORT | | | | | | |
|---|----------|------------|-----------|------------|-----------|----------|
| (Quebec Sales in Canadian Dollar and Average Price) | | | | | | |
| 2018 | | | | | | |
| W/E | 02/03/18 | No of Head | Avg Price | No of Head | Avg Price | Hd count |
| | | 1,291 | 266.29 | 1,408 | 279.14 | -8.31% |
| YTD | | 6,050 | 282.25 | 6,748 | 221.14 | -10.34% |

| AUSTRALIAN VEAL SLAUGHTER STATISTICS | | | | | | |
|--------------------------------------|--------------|--------------|--------------|--------------|---------------|--|
| W/E 02/02/2018 | | | | | | |
| | This Week | 2018 YTD | Last Week | Last Year | 2017 YTD | |
| Queensland | 145 | 536 | 141 | 176 | 1,014 | |
| New South Wales | 1,313 | 6,215 | 1,114 | 2,566 | 7,468 | |
| Victoria | 689 | 2,781 | 413 | 681 | 2,933 | |
| South Australia | 7 | 51 | 15 | 11 | 22 | |
| Tasmania | 78 | 104 | 2 | 0 | 43 | |
| Total | 2,232 | 9,687 | 1,685 | 3,434 | 11,480 | |

U. S. DEPARTMENT OF AGRICULTURE FOOD SAFETY AND INSPECTION SERVICE
 IMPORTED MEAT PASSED FOR ENTRY INTO THE UNITED STATES BY COUNTRY IN

| Metric Tons | | | | | | | | | |
|--|-----------|------------|-----------|-----------|-----------|------------|------------|--------------|--|
| Reporting Period: 01/21/18 to 01/27/2018 | | | | | | | | | |
| COUNTRY | BNLS | EDIBLE | OTHER | PRIMALS & | WKLY | YTD | | | |
| OF ORIGIN | TRIM | CARC | CUTS | OFFAL | INTACT | SUBPRIMALS | TOTAL | TOTAL | |
| Australia | -- | -- | 1 | 29 | -- | -- | 31 | 64 | |
| Canada | -- | 104 | 3 | 13 | 35 | 36 | 192 | 713 | |
| Mexico | -- | -- | -- | -- | -- | -- | -- | 0 | |
| Netherlands | -- | -- | -- | 4 | -- | 49 | 53 | 144 | |
| New Zealand | -- | -- | 14 | -- | -- | -- | 14 | 522 | |
| Total | -- | 104 | 19 | 47 | 35 | 85 | 291 | 1,445 | |

| FEED INGREDIENTS | | | |
|----------------------------------|--------------------------------|-----------------|---------------------|
| Milk Protein Markets | Madison, WI | February | 08, 2018 (REPORT 6) |
| COMPARED TO LAST WEEK: | | | |
| (Simple Avg. Change) | | | |
| DRY BUTTERMILK- CENTRAL AND EAST | F.O.B. CENTRAL/ EAST: | 0.6500 | - 0.8000 |
| DRY WHEY- CENTRAL | F.O.B. CENTRAL: | 0.1900 | - 0.2800 |
| | MOSTLY: | 0.2200 | - 0.2600 |
| ANIMAL FEED MILK REPLACER | F.O.B. Central: | 0.1500 | - 0.2300 |
| DRY WHEY- NORTHEAST | F.O.B. NORTH EAST: | 0.2500 | - 0.3100 |
| NONFAT DRY MILK- CENT & EAST | Includes EXTRA GRADE & GRADE A | LOW/MEDIUM HEAT | 0.6900 - 0.7650 |
| | MOSTLY: | 0.7100 | - 0.7400 |
| | HIGH HEAT: | 0.8500 | - 0.9400 |
| WHEY PROTEIN CONCENTRATE | EDIBLE 34% PROTEIN: | 0.5900 | - 0.9400 |
| | MOSTLY: | 0.6700 | - 0.7800 |

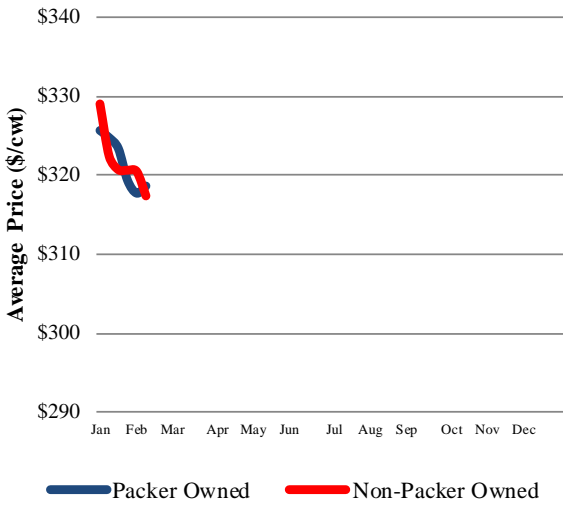
| FAT PRODUCTS | | DES MOINES, IA | WEEK ENDED: Jan 27, 2018 |
|---------------------------------------|---------|--------------------|--------------------------|
| CAF CHICAGO EDIBLE TALLOW - Railcar | N/Q | Simple Average | |
| CAF CHICAGO LOOSE LARD, PS AND/OR CP | 32.50 | Weighted Average | |
| COCONUT OIL, Crude (Source: USDA FAS) | 1456.00 | Dec ROTT.(US\$/MT) | |

December 2017 Dairy Product Highlights

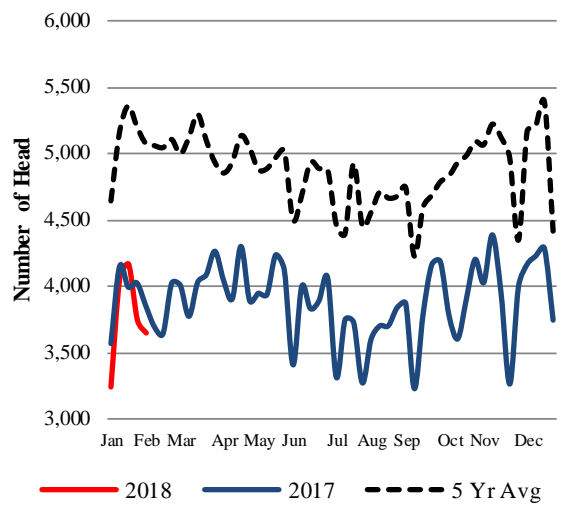
Dry milk products (comparisons with December 2016)
 Nonfat dry milk, human - 163 million pounds, up 5.4 percent.
 Skim milk powder - 49.9 million pounds, down 8.8 percent.

Whey products (comparisons with December 2016)
 Dry whey, total - 83.1 million pounds, up 6.1 percent.
 Lactose, human and animal - 95.7 million pounds, up 3.1 percent.
 Whey protein concentrate, total - 41.8 million pounds, up 7.0 percent.

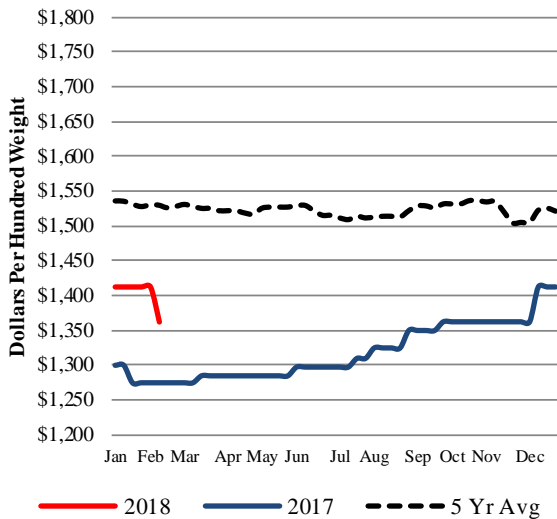
Non-Packer Owned & Packer Owned 2018



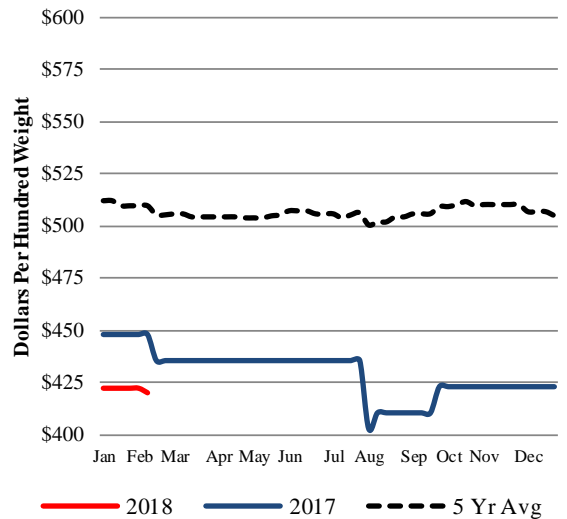
Weekly Veal Slaughter



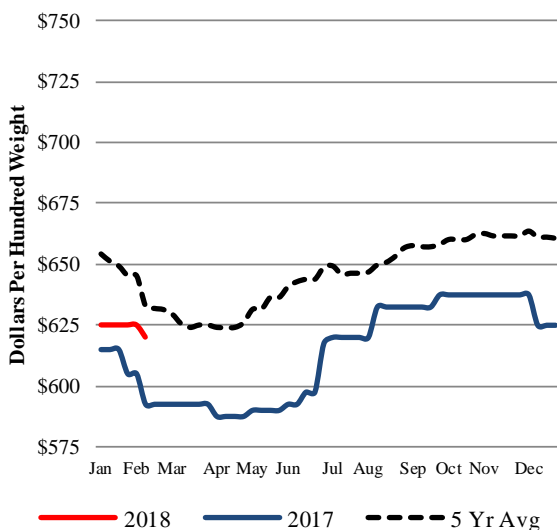
Top Round-Cap Off (\$/cwt)



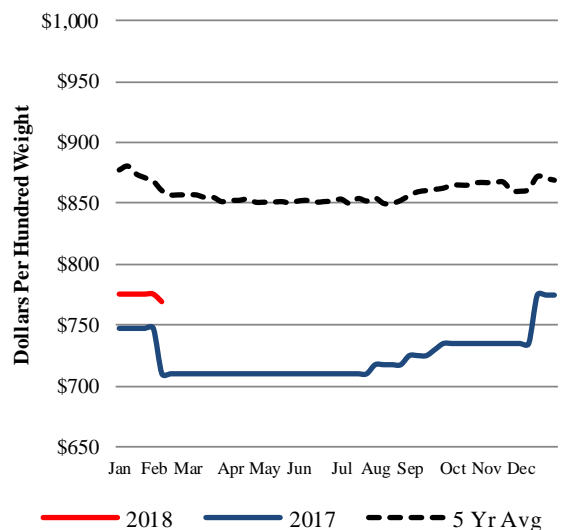
Carcass-Hide Off (\$/cwt)



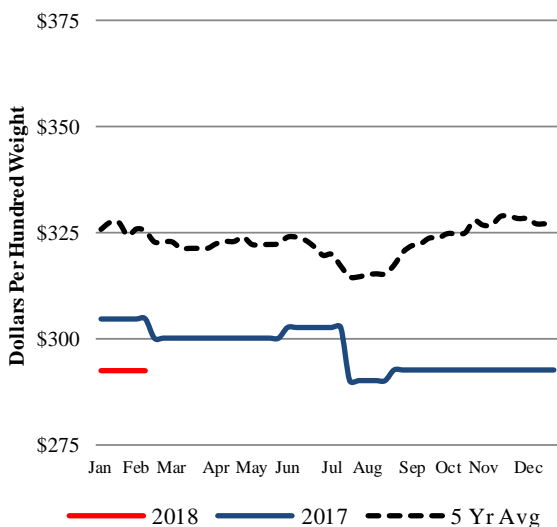
4X4 Loin, Trimmed (\$/cwt)



Hotel Rack-7 Rib (\$/cwt)



Square Cut Shoulder (\$/cwt)



Single Legs (\$/cwt)

