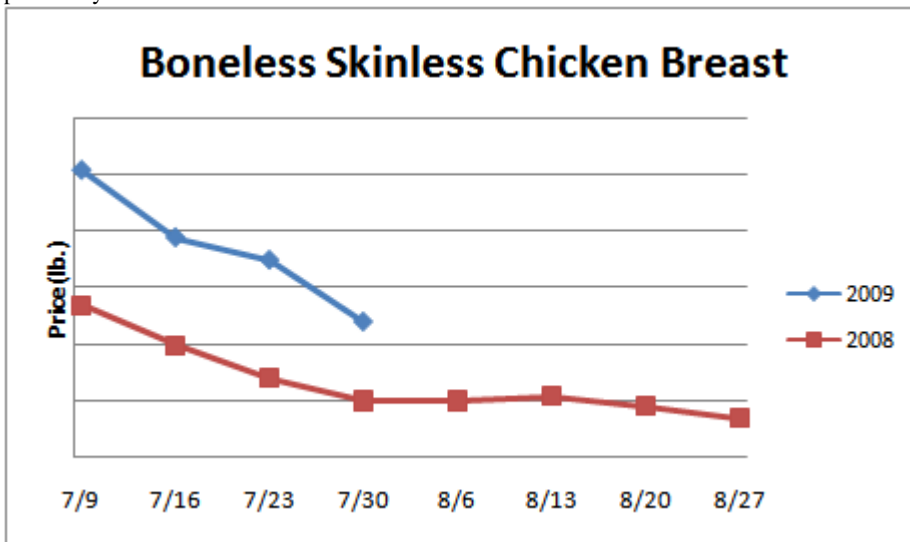


# Poultry Report

**Poultry-** The chicken leg quarter and breast markets continue to be surprisingly weak. Chicken exports are likely waning which also would be surprising given the relatively deflated US dollar that has occurred during July. Chicken production continues to trend well below year ago levels and broiler egg set data suggests that producers are remaining disciplined, so far, maintaining output cutbacks. However, Sanderson Farms, a major US chicken producer, did recently announce the restart of some expansion plans. History suggests that the boneless skinless breast market should bottom soon. June 30th chicken breast (8%), leg quarter (24%) and wing (23%) stocks were all notably less than the previous year.



	<u>Market Trend</u>	<u>Supplies</u>	<u>Price vs. Last Year</u>
<b>Whole Chicken (2.5-3 lb-GA)</b>	Decreasing	Good	Lower
<b>Whole Chicken (LA)</b>	Steady	Good	Higher
<b>Chicken Wings, Whole</b>	Steady	Good	Higher
<b>Chicken Wings, Jumbo Cut</b>	Increasing	Good	Higher
<b>Chicken Breast, Bone-In</b>	Decreasing	Good	Higher
<b>Chicken Breast, Bnless Skinless</b>	Decreasing	Good	Higher
<b>Chicken Tender (random)</b>	Increasing	Good	Higher
<b>Chicken Tender (sized)</b>	Increasing	Good	Higher
<b>Chicken Legs (whole)</b>	Increasing	Good	Lower
<b>Chicken Leg Quarters</b>	Decreasing	Good	Lower
<b>Chicken Thighs, bone in</b>	Decreasing	Good	Lower
<b>Chicken Thighs, boneless</b>	Increasing	Good	Lower
<b>Large Eggs</b>	Increasing	Good	Higher
<b>Medium Eggs</b>	Increasing	Good	Lower
<b>Whole Eggs- Liq</b>	Steady	Good	Lower
<b>Egg Whites- Liq</b>	Increasing	Good	Lower
<b>Egg Yolks- Liq</b>	Increasing	Good	Lower
<b>Whole Turkey (8-16 lb)</b>	Decreasing	Good	Lower
<b>Turkey Breast- Bnls/Sknl</b>	Increasing	Good	Lower

\*This data and these comments are provided for information purposes only and are not intended to be used for specific trading strategies. Past financial results are not necessarily indicative of future performance. Any examples given are strictly hypothetical and no representation is being made that a person will or is likely to achieve profits or losses similar to those examples. Neither the information, nor any opinion expressed constitutes a solicitation to buy or sell futures or options on futures contracts or OTC products. Covered parties (as defined below) shall not be liable for any direct, indirect, incidental, special or consequential damages of any kind, whatsoever (including attorney's fees and lost profits or savings) in any way due to, resulting from, or arising in connection with the Market Trends Report, including its content, regardless of any negligence of the covered party including but not limited to technical inaccuracies and typographical errors. "Covered Parties" is defined as American Restaurant Association Inc., ARA Trading and the employees of both companies. Commodity trading involves risks, and you should fully understand those risks before trading. © 2007 American Restaurant Association Inc. This publication is protected under U.S. copyright law. Please do not redistribute without permission. Thank you.