

MONTHLY EGG PRICE REPORT: MAY 2017

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Representation:

The statistics are compiled from data provided by egg producers. The information is collected by Kobus Odendaal auditors and handled confidentially; SAPA only receives the aggregated data. This report represents 18.5% of total potential egg production for the month. The report included a split between cage and free range/barn eggs, but this has been excluded due to insufficient respondents. If you are a producer who reads and uses this report, please consider sending your data to be included. Contact Melissa Dannhauser (meliskruger@gmail.com) at the auditors for the input forms.

All prices exclude VAT.

1. SUMMARY OF KEY INDICATORS

Table 1: Sample sales volumes and values

		Total	Graded	Ungraded
Cages	Dozens	9 572 049	6 866 223	2 876 597
	Rands	R 135 691 778	R 98 693 013	R 36 998 765

Table 2: Average prices

	Total R/doz	Graded R/doz	Ungraded R/doz
Cages	R14.18	R14.74	R12.86

2. EGG PRICE ACROSS ALL SIZES

The monthly movement in the average egg price (all sizes, excluding free range/barn) is shown in Graph 1.

The May 2017 price for cage eggs was R14.18 per dozen.

- Compared to April 2017 the egg price increased by 1.5%;
- Compared to May 2016 it increased by 12.63%.

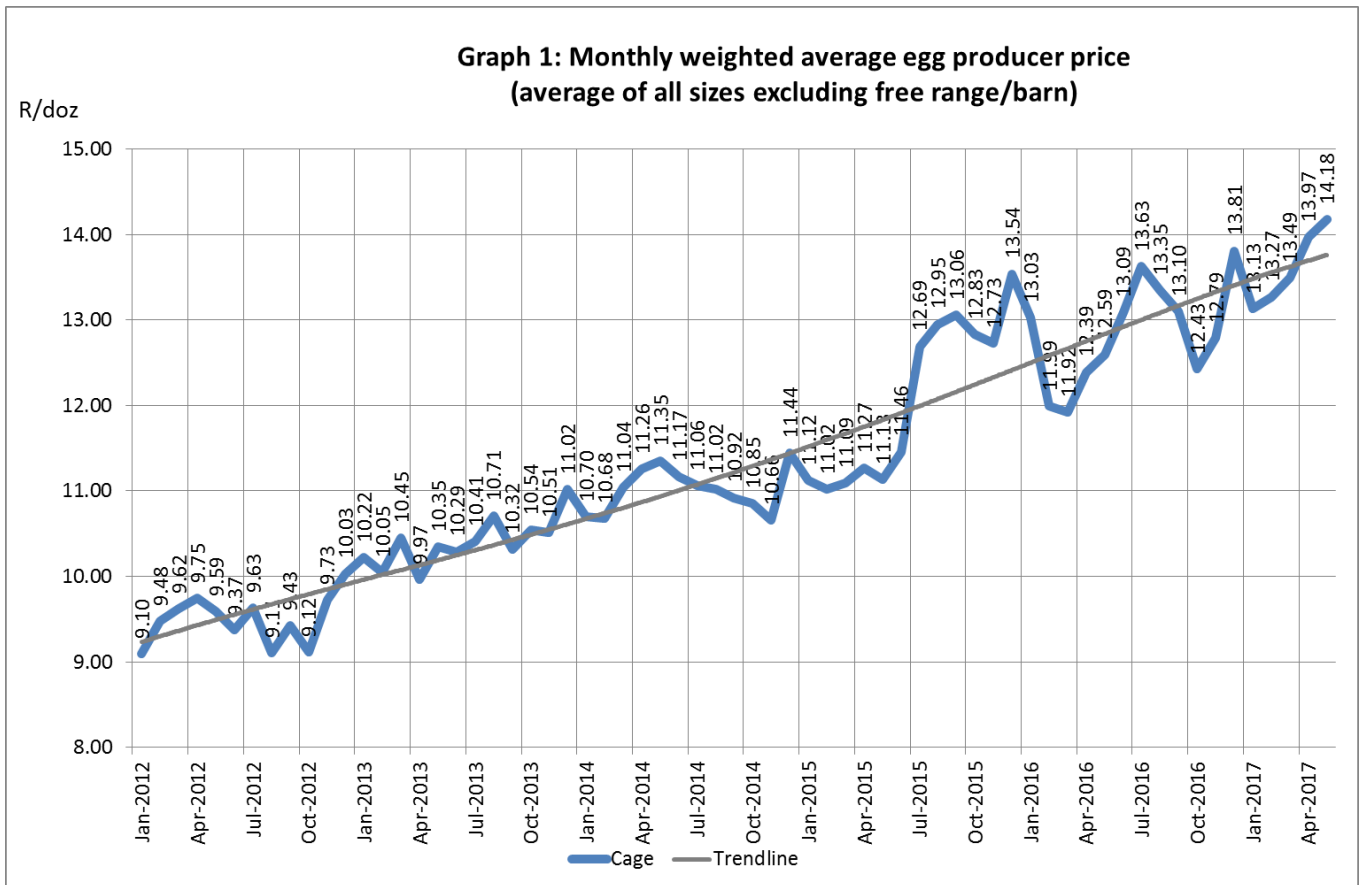


Table 3 shows the average egg prices (excluding free range/barn) since 2012 and the year-on-year percentage change.

Table 3: Egg prices

Year	2012	2013	2014	2015	2016	2017 ytd
R/doz	9.50	10.40	11.01	12.07	12.84	13.60
% change	1.8	9.5	5.9	9.6	10.2	6.0

3. EGG PRICE FOR GRADED AND UNGRADED EGGS

The movement in the producer price since January 2012, for both graded and ungraded eggs (excluding free range/barn eggs), is depicted in Graph 2.

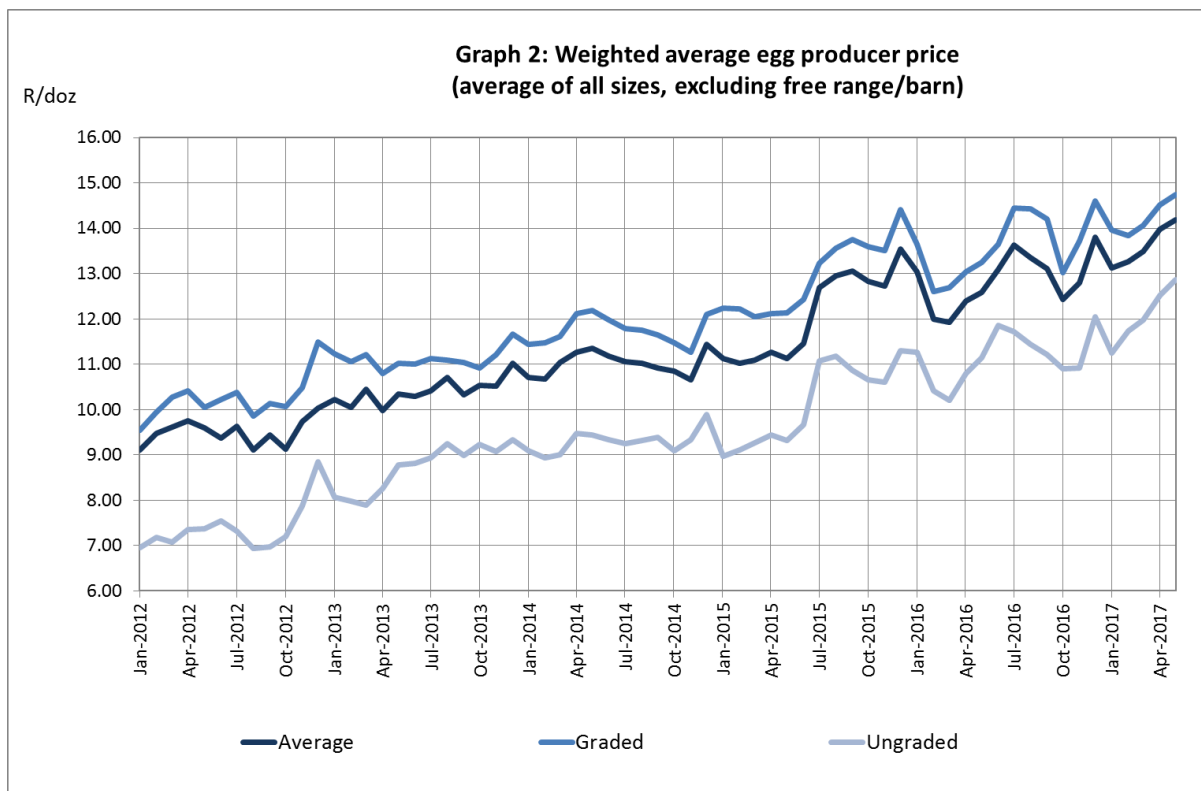
During May 2017, the average egg price for graded eggs was R14.74 per dozen.

- This is an increase of 1.6% in comparison with April 2017;
- This is an increase of 11.3% in comparison with May 2016.

In the same month, the average egg price for ungraded eggs was R12.86 per dozen.

- This is an increase of 2.7% in comparison with April 2017;
- This is an increase of 15.44% in comparison with May 2016.

In the sample surveyed, of the total dozens sold for April 2017, 70% were graded and 30% were ungraded.



4. FEED PRICE

The weighted average feed price includes distribution but excludes medication, additives and VAT. The monthly average feed price for May 2017 was R3718.00/tonne. It increased by 2.2% on a monthly basis and decreased by 9.8% on a yearly basis (Graph 3).

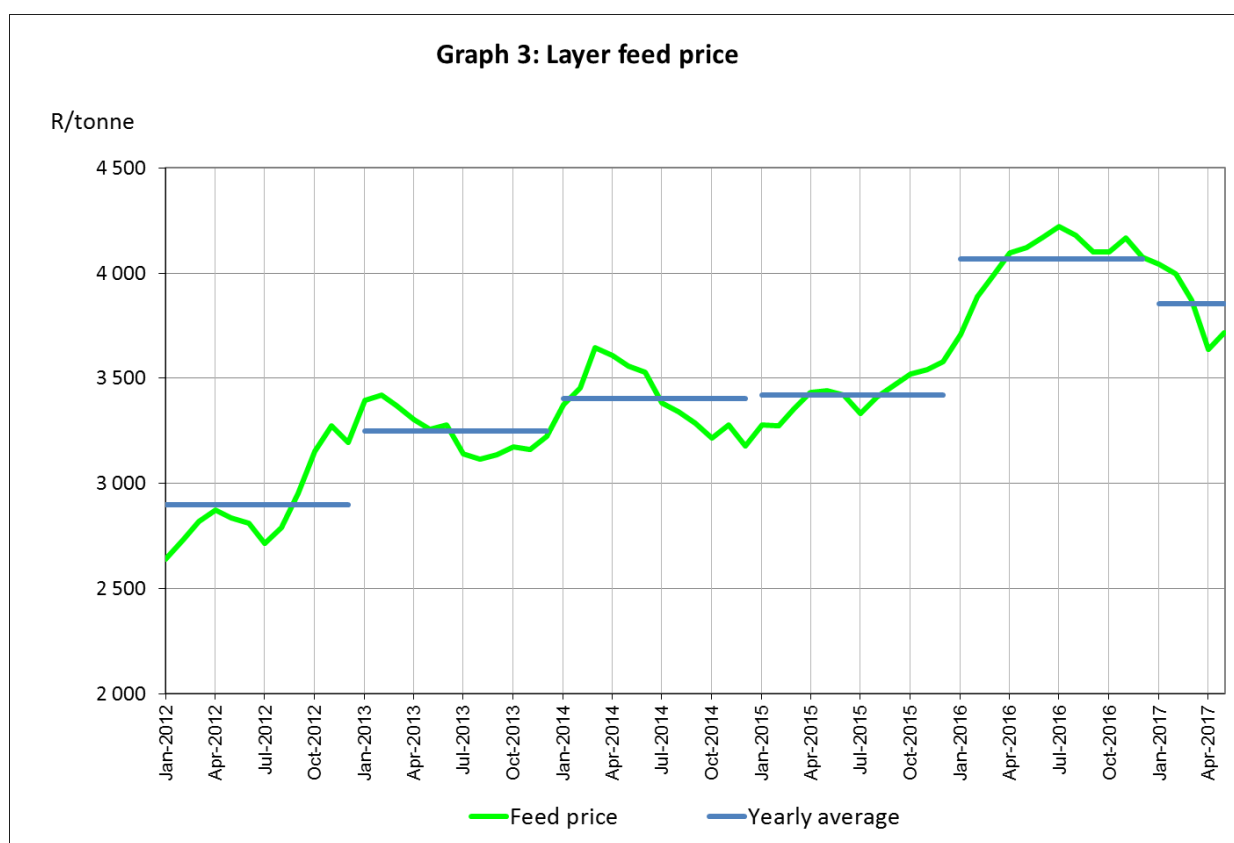


Table 4 shows the average feed prices since 2012 and the year-on-year percentage change.

Table 4: Feed prices

Year	2012	2013	2014	2015	2016	2017 ytd
R/tonne	2 900	3 248	3 405	3 422	4 069	3854
% change	+23.7	+12.0	+4.8	+0.49	+18.9	-5.3

5. CULL PRICE AND AGE

The average price per cull hen for the month of May 2017 was R29.96, an increase of 1.5% on a monthly basis and an increase of 1.5% on a yearly basis (Graph 4). The average cull age at depletion during May 2017 was 73.0 weeks.

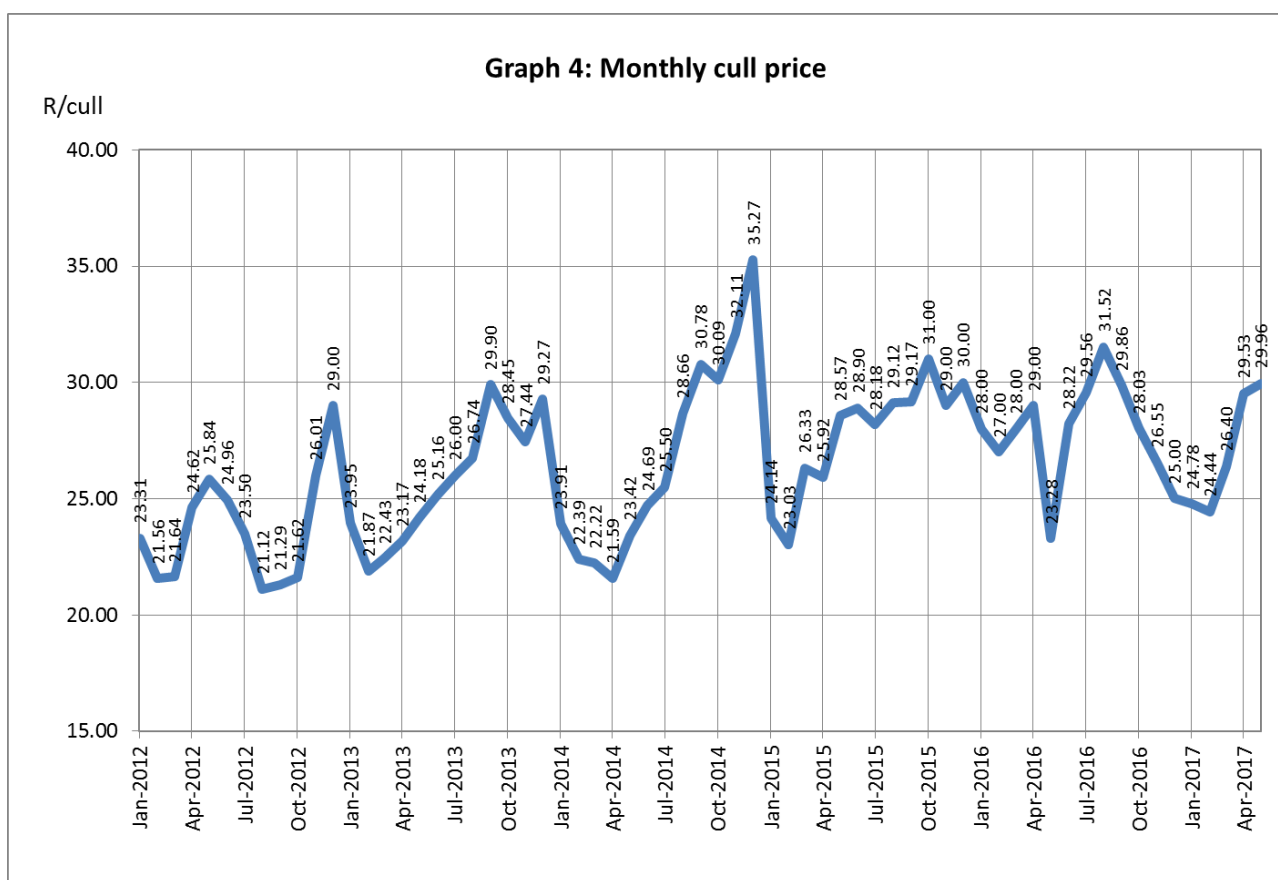


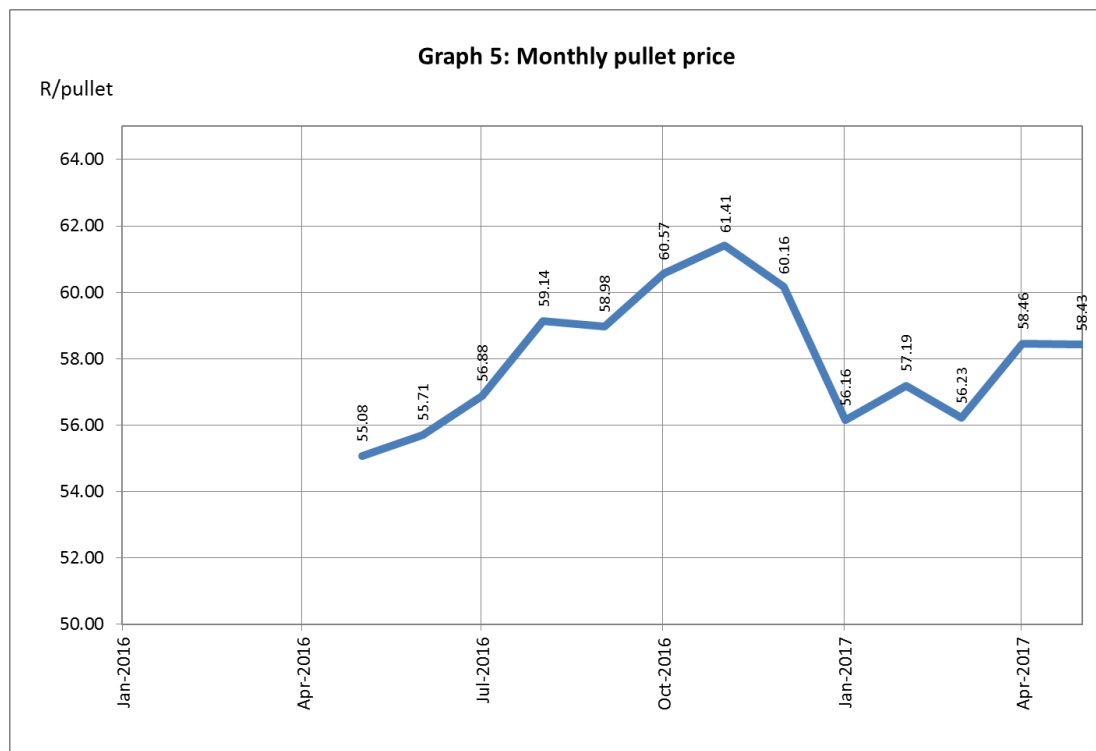
Table 5 shows the average cull prices since 2012 and the year-on-year percentage change, as well as the average cull age.

Table 5: Cull hen prices

Year	2012	2013	2014	2015	2016	2017 ytd
R/hen	23.71	25.71	26.72	27.78	27.84	27.02
% change	+5.8	+8.5	+3.9	+3.97	+0.20	-2.9
Age (weeks)	72.5	73.4	75.2	74.8	71.8	71.6

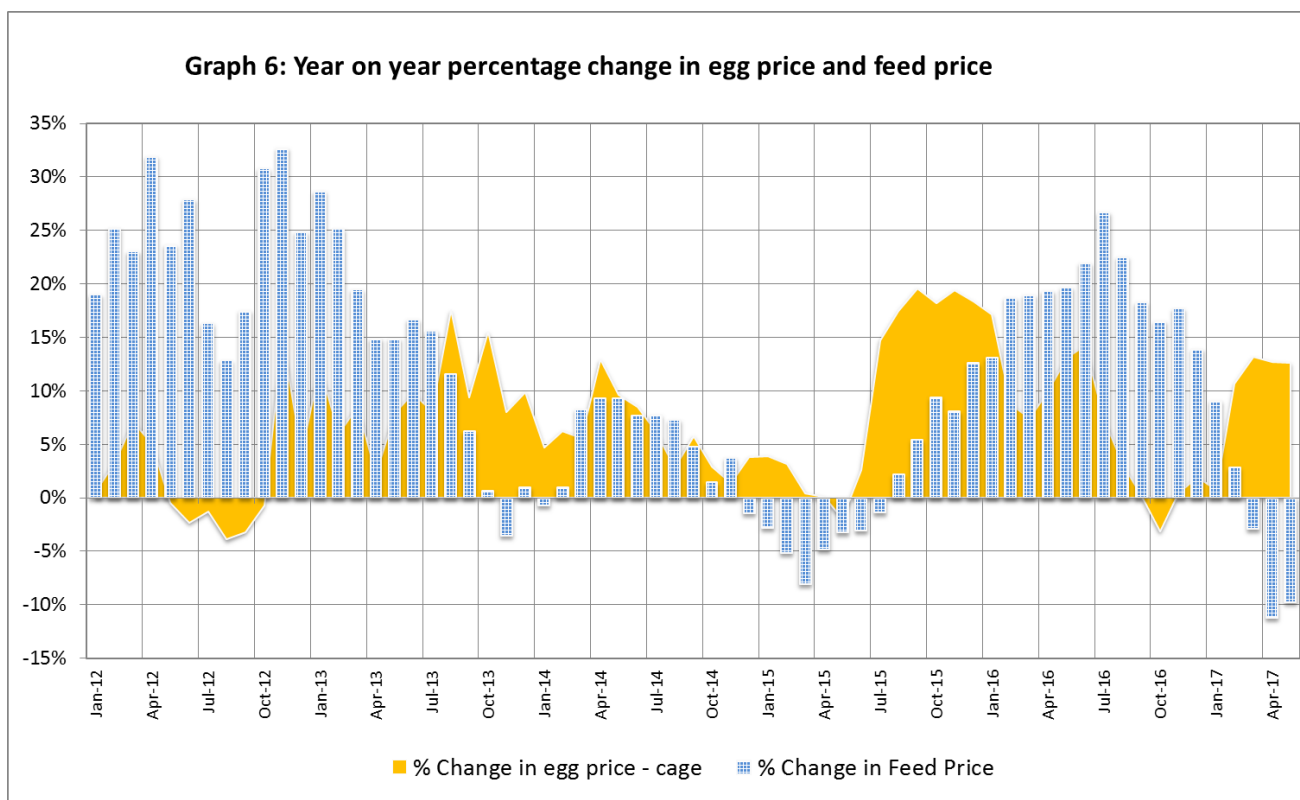
6. POINT-OF-LAY PULLET PRICES

The average price per point-of-lay pullet for the month of May 2017 was R58.43, a decrease of 0.1% on a monthly basis and an increase of 6.1% on an annual basis.



7. CHANGE IN EGG AND FEED PRICES

Year-on-year % changes in egg price and feed price are shown in Graph 6. The year 2016 was a difficult one for egg producers when feed prices escalated at a higher rate than egg prices, putting margins under severe pressure. The situation looks more positive in the first five months of 2017.



Definition of egg price:

Egg producer price, excluding rejects and pulp, after rebates, ad spend, “price offs” and settlement discounts; including packaging.

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