

PLEASE NOTE:

- This report is based on SARS verified stats. The verified stats will be corrected up to 2 years in arrears on an *ad hoc* basis.
- Declared price = FOB price. The Tariff, VAT, 10% added in order to calculate VAT by law, CIF, clearing and cold store costs at Port of Entry and delivery costs need to be added per tariff line.
- In order to compare import values to local production, the wholesale price needs to be compared. Also note that most local producers quote a list price and will then discount, by varying percentages, from these quoted prices.

MONTHLY IMPORTS SUMMARY:

TOTAL POULTRY

- Having dropped 32.2 % in December because of AI-related trade bans, poultry imports increased by 8.2 % and 4.9 % on a monthly basis in January and February 2017. In March, poultry imports soared to 65 658 t, before moderating to tonnages above 40 000 t but below 52 000 t, April through October 2017. In November 2017, 45 875 t of poultry meat were imported; 473 t less than in the previous month (- 1.0 %). Poultry imports were valued at R563.4 million (FOB); up R10.6 m on October 2017 levels (+ 1.9 %). Compared to the same month in the previous year, imports decreased by 5 081 t (- 10.0 %), but in, value terms, increased by 2.0 % or R10.97 m.
- The SA Revenue Service reports that total poultry imports for 2016 amounted to 560 155 t, an increase of 81 708 t or 17.1 %, in comparison with 2015 (478 447 t). Without the reduction in tonnages in December 2016 caused by temporary AI-related trade bans, 2016 imports would have been 20 % higher than in 2015. Even with all the AI-outbreaks in Europe, poultry imports in the 1H 2017 (273 745 t) are only 5 % less than in the 1H 2016. It should be noted that imports are 24 % higher than the 5-year average for this six-month period (January to June, 2012 – 2016). At the end of November, *broiler* imports, YTD, are 3.7 % lower than in the same eleven month period in 2016.
- During November 2017, poultry imports consisted of 94.3 % chicken meat and product, 5.5 % turkey meat and product; and 0.15 % ducks, geese and guinea fowl.
- The FOB value of R563.4 m for poultry imports for November 2017 comprises chicken imports at R506.55 m (89.9 %), turkey imports at R 53.6 m (9.5 %) and imports of other types of poultry at R3.2 million (0.58 %).
- “Other poultry” refers to ducks, geese and guinea fowl collectively.

BROILER

- Broiler imports for November totalled 43 277 t, a decrease of 0.6 % (- 259 t) on a monthly basis and a decrease of 4 335 t or 9.1 % when compared to the same month in the previous year. According to the audited figures of SARS (verified), the annual broiler imports for 2015 totalled 457 374 tonnes. In 2016, accumulated broiler imports of 528 506 t were 15.6 % higher than in 2015. Accumulated broiler imports in 2017 YTD are 478 922 t.

- During November 2017, broiler imports to an FOB value of R506.55 m entered the country. This is a 2.1 % increase on October 2017 levels (+ R10.3 m) and a 0.8 % increase on levels recorded in the same month a year ago (+ R0.42 m). The value of imports of broiler products during 2015 was R4.3 billion; a 17.4 % increase over 2014 broiler imports (R3.66 billion). In 2016, the value of broiler imports (R5.021 billion) was 16.8 % higher than in 2015 (+ R723 m). The accumulated value of broiler imports in 2017 YTD is R5.39 billion.
- Imports of frozen, mechanically de-boned meat (MDM): In November 2017, a total of 14 398 t were imported at an FOB of R73.6 m; a decrease of 4 205 t, or 22.6 %, on a monthly basis but an increase of 1 481 t, or 11.5 %, on a yearly basis (compared to November 2016). In 2017 YTD, accumulated imports of MDM are 4.3 % higher than in the same period in 2016.
- Imports of frozen chicken bone-in portions (0207.149*; new codes totalled) increased by 5 859 tonnes, or 34.3 %, in November 2017 in comparison with the previous month, to total 22 941 t at an FOB of R341.3 m. November's imports decreased by 2 796 t (- 10.9 %) compared to November 2016.
- Of the 206 772 tonnes of bone-in portions imported in 2017 YTD, 72.1% were leg quarters; 12.4 % drumsticks; 8.4 % wings; 3.6 % thighs; and 3.4 % other bone-in cuts. Only 24 t of "whole chickens, cut in half" and 119 t of bone-in breasts have been imported in 2017 YTD.
- In 2016, accumulated imports (239 589 t) of frozen chicken bone-in portions were 24.5 % (+ 47 199 t) higher than in 2015. Accumulated imports of frozen bone-in portions in 2017 YTD (206 772 t) are currently 9.3 % lower than in the same eleven months in 2016.
- Imports of frozen chicken offal (0207.142*; new codes totalled) in November 2017 amounted to 3 276 t at an FOB value of R32.0 m. This is a decrease of 29.4 % (- 1 367 t) on a monthly basis and a decrease of 18.2 % (- 729 t) when compared to imports in November 2016. In 2016, accumulated imports of frozen chicken offal (49 747 t) were 18.2 % higher (+ 7 645 t) than in 2015. Accumulated imports of frozen chicken offal in 2017 YTD (39 063 t) are currently 17.5 % lower than in the same eleven months in 2016.
- Distribution of broiler imports in terms of the main products imported (% total *chicken* imports):

Tariff	Sep 2017 %	Oct 2017 %	Nov 2017 %
Mechanically deboned meat 0207.1210	48.3	42.7	33.3
Carcasses 0207.1220	3.3	2.6	1.5
Whole frozen chicken 0207.1290	0.5	0.9	0.3
Frozen (boneless portions) 0207.1410 – 1415	3.8	3.7	4.2
Frozen fowls offal 0207.1421/23/25/29	12.0	10.7	7.6
Poultry (bone-in portions) 0207.1491/93/95 – 99	32.0	39.2	53.0

ANNUAL IMPORTS SUMMARY:

Total imports per poultry type (kg) are given in the table below (source: SARS, verified):

Unit: kg	2013	2014	2015	2016	2017 YTD
Total chicken	354 877 182	368 804 925	457 373 523	528 505 515	478 922 346
Total turkey	35 234 166	24 299 423	20 724 145	31 473 540	29 165 336
Total other	275 301	197 878	349 143	175 723	189 080
Total poultry	390 386 647	393 302 228	478 446 811	560 154 778	508 276 762

Unit: kg	2013	2014	2015	2016	2017 YTD
Total chicken	354 877 180	368 804 925	457 373 523	528 505 515	478 922 346
Total frozen broiler	354 265 914	368 201 525	456 954 268	528 108 226	478 195 896
Total fresh chicken	50 767	5 491	48 840	0	28 314
Total processed	560 499	597 909	370 415	397 289	698 136

Unit: kg	2013	2014	2015	2016	2017 YTD
Total frozen broiler	354 265 914	368 201 525	456 954 268	528 108 226	478 195 896
Total frozen broiler excl. MDM	212 006 932	221 218 214	277 063 358	332 854 759	288 685 336
Total broiler MDM	142 258 982	146 983 311	179 890 910	195 253 467	189 510 560

- With an AI-related trade ban currently in place against imports from the Netherlands, Brazil was again the main country of origin for South African poultry imports in November 2017, with 64.1 % or 29 407 t of total imports; of which 48.9 % was mechanically deboned chicken meat. The US exported 8 408 t (18.3 %; of which 89.6 % was frozen bone-in chicken portions). Argentina exported 3 045 t to South Africa in November (6.6 % of total; of which 80.3 % was frozen bone-in chicken portions).
- Ireland accounted for 4.3 % (1 979 t) of the total imports in November and Denmark 3.8 % (1 726 t). Canada was responsible for 1.8 % (805 t). Other countries contributed 1.1 % collectively. Belgium is now excluded from the market, with an AI-related trade ban in effect.
- Dutch imports averaged 9 643 tonnes/month in the 12 months to November 2016. Since then, the Dutch have reported two H5N8 HPAI events to the OIE, totalling nearly 4 000 cases. A trade ban was in place but final reports on both the Dutch outbreaks were submitted to the OIE on 17 May 2017 and the Dutch have officially declared that their avian-influenza free-status has been regained. They exported 112 t of poultry product to South Africa in April but nothing in the seven months to November.
- Poland has submitted a final report to the OIE, closing its own HPAI event. The UK submitted a final report to the OIE in March but there were fresh outbreaks in Lancashire in May 2017 and in Norfolk in June and July. These were declared resolved on 13 September. The UK did not export poultry products to South Africa in November.
- In February 2017, highly pathogenic H5N8 was reported in Spain. This event increased to ten outbreaks, with the last case recorded on 18 February 2017. The Spanish submitted a final report to the OIE on 30 May 2017, reclaiming the country's HPAI-free status with effect from 2 June 2017. In November, no poultry meat imports were received from Spain.

- Only 633 *kilogrammes* of poultry imports were recorded from France in November because of the AI-related trade ban. Since 25 November, the French have reported 485 outbreaks, but all French HPAI events are now closed with the OIE. To 26 May 2017, Germany had notified the OIE of 286 outbreaks of H5N8 HPAI in wild birds and commercial poultry. The Germans have closed all their HPAI events with the OIE. They exported 11 tonnes of poultry meat to South Africa in June 2017 and 52.5 tonnes in November 2017. Hungary submitted a final report to the OIE on 16 June 2017. No imports were received from Hungary in November.
- Imports from the EU contributed 8.3 % (3 785 t) of total poultry imports into South Africa in November (*cf* 63.1 % in November 2016), of which 2 764 t were bone-in chicken portions (73.0 %). EU tonnages were down 10.4 % on a monthly basis and down 88.2 % on a year-on-year basis (because of AI-related trade bans).
- In 2016, chicken imports contributed 94.4 % to total poultry imports, turkey imports 5.6 % and ducks, geese or guinea fowl totalled 0.03 %.
- Total imports of bone-in portions from the EU into South Africa are shown below:

YEAR	Total imports of bone-in portions from the EU (tonnes)	Percentage change
2011	62 047	
2012	112 928	+ 81 %
2013	117 116	+ 4 %
2014	145 499	+ 24 %
2015	155 924	+ 7 %
2016	194 399	+ 25 %
2017	53 603	- 71.5 % (YTD)

- Poultry imports according to main countries of origin for 2014 to 2017 are tabulated below

Country	Imports (tonnes)			
	2014	2015	2016	2017 YTD
Brazil	168 666	241 180	233 787	308 497
Netherlands	73 987	61 995	110 344	112
United Kingdom	43 009	15 985	45 647	1 366
Spain	10 356	27 090	39 620	11 138
United States	5 022	331	26 573	77 667
Belgium	11 994	35 613	24 256	23 451
Argentina	21 586	27 718	18 713	28 805
Ireland	8 286	13 336	15 556	22 635
Hungary	7 758	10 547	13 174	0
Denmark	6 133	9 508	9 779	14 587
Canada	5 255	131	8 884	13 391
Germany	21 821	554	6 073	134
Poland	-	-	4 773	72
Thailand	347	7 616	2 078	3 728
Chile	928	408	360	1 3188
Australia	43	264	254	956
France	7 294	24 895	105	4

Poultry imports according to tariff are tabled below:

Species	Tariff description	Code	2012	2013	2014	2015	2016	2017 YTD
			Unit: tonnes					
CHICKEN	Chicken: Whole fresh or chilled broiler	02071100	47.2	0.012	5.491	0.0	0.0	0.0
CHICKEN	Chicken: Whole frozen broiler	02071200	0.0	0.0	0.0	0.0	0.0	0.0
CHICKEN	Chicken: Frozen mechanically deboned broiler meat	02071210	131 317	142 259	146 983	179 891	195 253	189 511
CHICKEN	Carcasses (excluding necks and offal) with all cuts (e.g. thighs, wings, legs and breasts) removed	0207.1220	13 305	13 906	18 055	22 440	21 416	13 507
CHICKEN	Chicken: Frozen whole birds	02071290	11 949	4 052	2 602	4 321	9 597	9 110
CHICKEN	Chicken: Cuts and offal, fresh or chilled broilers	02071300	2.4	50.8	0.0	48.8	0.0	28
CHICKEN	Chicken: Frozen broiler boneless portions	02071410	21 129	14 474	9 986	15 811	12 506	20 233
CHICKEN	Chicken: Frozen broiler offal	02071420	31 047	34 803	33 489	41 102	49 747	39 063
CHICKEN	Chicken: Frozen broiler bone-in portions	02071490	161 177	144 773	157 086	192 390	239 589	206 772
TURKEY	Whole fresh turkey	02072400	0.0	0.0	0.0	24.6	52.1	0.0
TURKEY	Whole frozen turkey	02072500	982.4	1 142.3	983.8	871.3	524.0	629.0
TURKEY	Cuts and offal, fresh or chilled turkey	0207.2600	49.0	0.0	0.0	270.0	26.5	18.6
TURKEY	Frozen turkey portions and MDM	02072700	31 783	34 069	23 316	19 558	30 820	28 316
OTHER	Whole fresh or chilled ducks, geese and guinea fowl	02073200	0.0	0	0	0	0	0
DUCKS, GESE, GUINEA FOWL	Frozen portions of ducks, geese and guinea fowl	02073300	0.0	0	0	0	0	0
OTHER	Fresh or chilled fatty livers of ducks, geese and guinea fowl	02073400	0.0	0	0	0	0	0
OTHER	Fresh or chilled - other ducks, geese and guinea fowl	02073500	0.0	0	0	0	0	0
OTHER	Whole frozen ducks, geese and guinea fowl	02073600	0.0	0	0	0	0	0
DUCKS	Ducks not cut in pieces; fresh or chilled	0207.4100		43.5	0.35	0	0	0.84
DUCKS	Ducks not cut in pieces; frozen	0207.4200	99.0	99.9	48.0	82.2	90.0	70.6
DUCKS	Ducks fatty livers, fresh or chilled	0207.4300	0.7	0.08	0.013	0.0	0.0	0.007
DUCKS	Ducks other, fresh or chilled	0207.4400	0.2	2.2	0.03	1.43	0.0	0
DUCKS	Ducks other, frozen	0207.4500	253.1	118.7	134.7	173.1	79.6	113.9
GEESE	Geese fatty livers, fresh or chilled	0207.5300	0.0	0.7	0.0	0.0	0.0	0.0
GEESE	Geese other, fresh or chilled	0207.5400	0.1	0.7	0.03	0.35	0.0	0.0
GEESE	Geese other, frozen	0207.5500	0.0	0.0	0.0	80.1	0.0	0.0
GEESE	Sausages: Pate de foie gras / goose liver paste	16010010	3.4	2.3	9.7	0.5	0.001	0.0
GEESE	Other: Pate de foie gras / goose liver paste	16022010	3.1	2.6	3.7	6.0	1.12	1.67
TURKEY	Of turkeys	16023100	246.6	22.8	0.06	0.08	50.9	201.6
CHICKEN	Chicken: Other prepared or preserved broiler meat, offal or blood pastes	16023210	0.3	0	0.03	0.17	0.02	0
CHICKEN	Frozen, flavoured, herbed or marinated broiler	16023290	1 028.4	560.5	597.9	370.4	397.3	698.1
OTHER	Pastes of ducks, geese and guinea fowl	16023910	0.02	0.03	0.31	0.17	0.03	0.03
OTHER	Other, not incl pastes of ducks, geese and guinea fowl	16023990	12.9	4.6	2.1	5.4	5.02	1.98
	TOTAL POULTRY IMPORTS		404 435	390 387	393 303	478 447	560 155	508 277