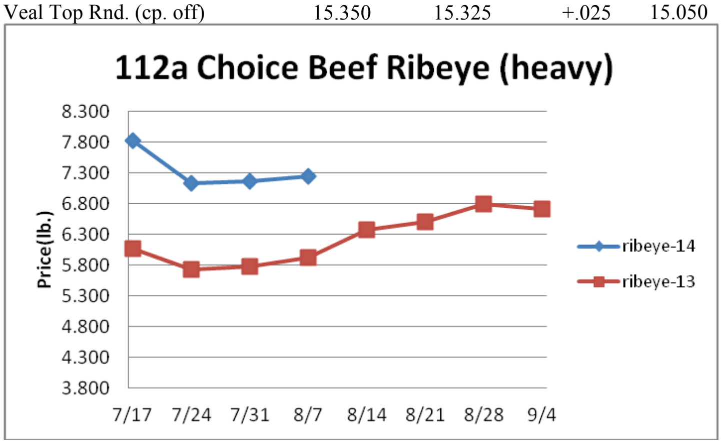
Weekly Market Updates

PERFORMANCE FOODSERVICE

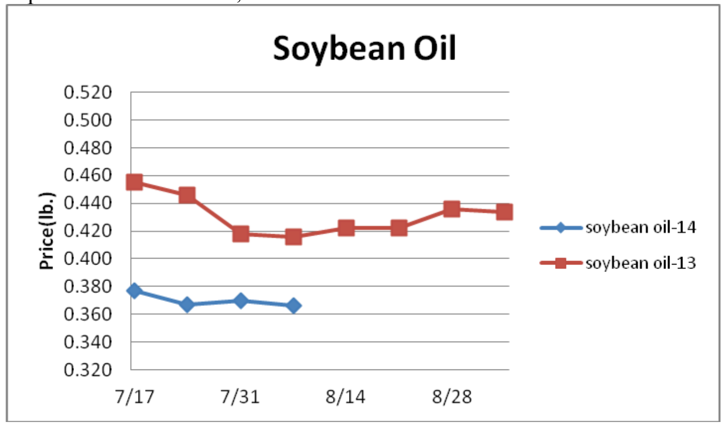
Volume No. 19 Issue No. 30 Date: August 6, 2014

Beef- Beef production last week rose .7% but was 7% less than a year ago. Tight cattle supplies are expected to continue to limit beef output in the coming months. The USDA is forecasting fall 2014 beef production to track 4.3% below the previous year. Beef demand has slowed some during the last week which is typical for the mid-summer. Forward beef sales last week were the smallest for any week in nearly a year. This suggests that beef retail feature activity next month will be minimal which could be accompanied with some price relief in the ground beef and trim markets. However, elevated cull cow prices may limit any forthcoming price declines in lean beef trim. Price USDA, FOB per pound.

	Price	Last Week	Difference	Price 13
Live Cattle	1.626	1.647	-.021	1.225
Feeder Cattle Index (CME)	2.252	2.242	+.010	1.498
Ground Beef 81/19	2.724	2.659	+.065	1.812
Ground Chuck	2.823	2.925	-.102	1.845
109e Export Rib (choice)	6.298	6.462	-.164	5.457
109e Export Rib (prime)	10.187	10.325	-.138	9.308
112a Ribeye (choice)	7.248	7.173	+.075	5.916
112a Ribeye (prime)	11.248	11.397	-.149	8.870
116 Chuck (select)	3.349	3.378	-.029	2.173
116 Chuck (choice)	3.421	3.433	-.012	2.233
116b Chuck Tdnr (choice)	3.316	3.254	+.062	2.139
120 Brisket (choice)	3.033	3.094	-.061	1.979
121c Outside Skirt (ch/sel)	5.868	5.744	+.124	4.163
121d Inside Skirt (ch/sel)	4.468	4.453	+.015	3.486
167a Knckle, Trm. (ch.)	3.892	3.566	+.326	2.187
168 Inside Round (ch.)	3.699	3.146	+.553	1.992
174 Short Loin (ch. 0x1)	5.901	5.727	+.174	4.841
174 Short Loin (prime)	9.941	9.709	+.232	7.966
180 1x1 Strp (choice)	6.203	6.005	+.198	4.236
180 1x1 Strp (prime)	10.437	10.499	-.062	9.380
180 0x1 Strp (choice)	6.624	6.597	+.027	4.839
184 Top Butt, bnls (ch.)	3.871	3.944	-.073	2.976
184 Top Butt, bnls (prime)	4.697	4.611	+.086	3.834
185a Sirloin Flap (choice)	4.893	4.909	-.016	3.332
185c Loin, Tri-Tip (choice)	4.164	4.021	+.143	2.424
189a Tender (select)	9.872	10.240	-.368	8.578
189a Tender (choice)	10.165	10.263	-.098	9.188
189a Tender (prime)	14.858	14.863	-.005	12.452
193 Flank Steak (choice)	5.686	5.675	+.011	4.736
50% Trimmings	1.530	1.505	+.025	1.104
65% Trimmings	1.902	1.859	+.043	1.382
75% Trimmings	2.052	2.031	+.021	1.610
85% Trimmings	2.742	2.688	+.054	1.863
90% Trimmings	2.941	2.921	+.020	2.006
90% Imported Beef (frz.)	2.725	2.625	+.100	1.903
95% Imported Beef (frz.)	2.875	2.795	+.080	2.020
Veal Rack (Hotel 7 rib)	9.300	9.250	+.050	8.350
Veal Top Rnd. (cp. off)	15.350	15.325	+.025	15.050



Oil, Grains, Misc.- Oil, Grains, Misc- The USDA ratings for the domestic corn crop last week were the best for the date in 10 years. Lower feed prices this fall should encourage protein and dairy output expansion. Prices USDA, FOB

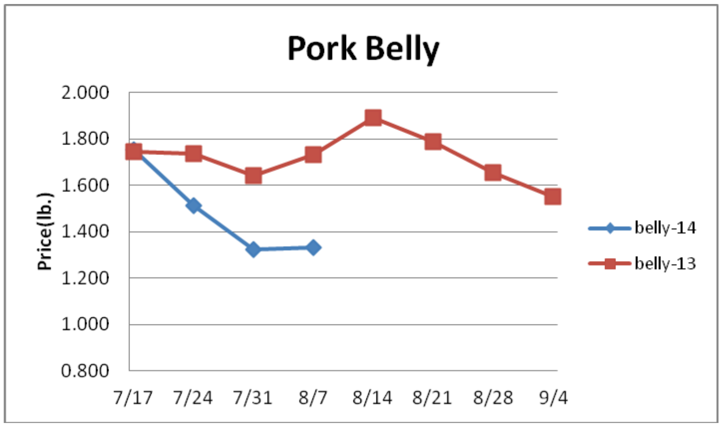


	Price	Last Week	Difference	Price 13
Soybeans, bushel	12.204	12.793	-.589	12.967
Crude Soybean Oil, lb.	.366	.370	-.004	.416
Soybean Meal, ton	429.200	443.900	-14.700	417.600
Corn, bushel	3.493	3.514	-.021	5.712
Crude Corn Oil, lb.	.380	.380	-	.395
High Fructose Corn Syrup	.126	.126	-	.171
Distillers Grain, Dry	124.48	123.000	+1.480	227.000
Crude Palm Oil, lb. BMD	.320	.323	-.003	.312
HRW Wheat, bushel	6.395	6.180	+.215	7.080
DNS Wheat 14%, bushel	6.890	6.800	+.090	7.790
Durum Wheat, bushel	8.396	8.400	-.004	7.100
Pinto Beans, lb.	.323	.316	+.007	.414
Black Beans, lb.	.390	.390	-	.395
Rice, Long Grain, lb.	.286	.378	-.092	.293
Coffee, lb. NYBOT	1.888	1.811	+.077	1.204
Sugar, lb. NYBOT	.248	.247	+.001	.198
Honey (Clover), lb.	2.096	2.096	-	2.127

Dairy- The butter market has weakened from last week but still remains historically inflated. Butter stocks remain historically limited and butter production is not anticipated to begin to seasonally expand until next month. This could limit butter market declines during the next few weeks. Still, the greater longer term price risk in butter remains to the downside. The CME cheese markets have rebounded this week due in a large part to cyclically falling milk production. Usually the CME cheese block and barrel markets firm during the next few weeks before turning lower. Prices per pound, except Class I Cream (hundred weight), from USDA.

	Price	Last Week	Difference	Price 13
Cheese Barrels (CME)	2.108	1.948	+.160	1.793
Cheese Blocks (CME)	2.090	1.975	+.115	1.793
American Cheese	2.068	2.125	-.057	1.963
Cheddar Cheese (40 lb.)	2.058	2.088	-.030	2.155
Mozzarella Cheese	2.198	2.228	-.030	1.998
Provolone Cheese	2.585	2.585	-	2.353
Parmesan Cheese	3.903	3.933	-.030	3.700
Butter (CME)	2.400	2.470	-.070	1.420
Nonfat Dry Milk	1.838	1.860	-.022	1.808
Whey, Dry	.674	.675	-.001	.575
Class 1 Base	23.870	23.870	-	18.880
Class II Cream, heavy	3.411	3.540	-.129	2.112
Class III Milk (CME)	21.550	21.390	+.160	18.000
Class IV Milk (CME)	21.920	23.420	-1.500	19.790

Pork- Pork output last week rose .2% but was 3.3% less than the same week a year ago. Heavy hog weights continue to partially offset the tighter hog supply which is likely to continue. Further, hog supplies should begin to seasonally improve shortly. The USDA is projecting fall pork output to be nearly 9% better than the summer, although well below the fall of 2013. This should cause some modest weakness in the pork markets in the coming months. Prices USDA, FOB per pound.



	Price	Last Week	Difference	Price 13
Live Hogs	.857	.912	-.055	.720
Belly (bacon)	1.330	1.323	+.007	1.893
Sparerib (4.25 lb. & down)	1.796	1.816	-.020	1.450
Ham (20-23 lb.)	1.554	1.475	+.079	.847
Ham (23-27 lb.)	1.425	1.447	-.022	.844
Loin (bone-in)	1.306	1.356	-.050	1.064
Bbybck Rib (1.75 lb. & up)	2.526	2.602	-.076	2.264
Tenderloin (1.25 lb.)	2.870	2.873	-.003	2.540
Boston Butt, untrmd. (4-8lb.)	1.451	1.496	-.045	.920
Picnic, untrmd.	1.052	1.099	-.047	.735
SS Picnic, smoker trm. bx.	1.297	1.099	+.198	.894
42% Trimmings	.867	.842	+.025	.893
72% Trimmings	1.351	1.477	-.126	1.000

Tomato Products,Canned- The California tomato for processing harvest is progressing at a rate 25% better than last year. Inflated raw product costs could limit any canned tomato seasonal price declines. Prices per case (6/10) FOB, unless noted from ARA.

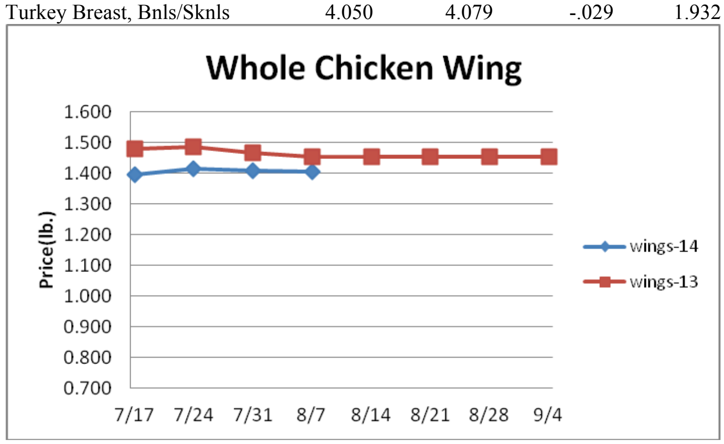
	Price	Last Week	Difference	Price 13
Whole Peeled, Standard	n/a	12.250	-	12.250
Diced, Fancy	n/a	12.750	-	12.750
Ketchup, 33%	n/a	13.438	-	13.438
Tomato Paste- Industrial (lb.)	n/a	.398	-	.398

Processed Vegetables-The green bean and corn for processing harvests will advance in the coming weeks. The processed vegetable markets are steady. Prices FOB per case from ARA.

	Price	Last Week	Difference	Price 13
Corn, Fcy whl kern- can 6/10	n/a	19.656	-	12.250
Green Beans Fcy- can 6/10	n/a	19.250	-	12.750
Green Peas, Fcy- can 6/10	n/a	20.750	-	13.438
Corn, Cob- froz 96 ct.	n/a	14.750	-	.398
Corn, Kernel- froz 12/2.5#	n/a	19.500	-	19.656
Green Beans Cut- froz 12/2#	n/a	15.300	-	19.250
Green Peas- froz 12/2.5#	n/a	26.250	-	19.500
Potatoes, FF Fncy- froz 6/5#	n/a	14.000	-	15.300

Poultry- Chicken production for the week ending July 26th rose 2% from the previous week and was 2.8% more than the same week a year ago. Recent broiler egg set data suggests that modest chicken output expansion versus 2013 should be anticipated in the coming months but abnormally high egg loss may temper any chicken production gains. The chicken wing markets have begun to seasonally firm, rising nearly 8% during the last month. Chicken wing demand is expected to escalate as the football season gets underway. Typically the chicken wing markets will rise roughly 6% during the next six weeks. The chicken breast markets have softened as of late but are expected to find temporary support shortly. But even lower chicken breast markets are anticipated during September. Prices USDA, FOB per pound except when noted.

Chicken	Price	Last Week	Difference	Price 13
Whole Birds (2.5-3 lb.-GA)	1.128	1.128	-	1.065
Wings (whole)	1.405	1.410	-.005	1.455
Wings (jumbo, cut)	1.391	1.389	+.002	1.493
Breast, Bone In	1.290	1.290	-	1.240
Breast, Bnless Skinless	2.190	2.200	-.010	2.095
Tenderloin (random)	1.830	1.880	-.050	1.730
Tenderloin (sized)	2.090	2.140	-.050	2.050
Legs (whole)	.627	.593	+.034	.684
Leg Quarters	.555	.555	-	.535
Thighs, bone in	.877	.814	+.063	.865
Thighs, boneless	1.373	1.416	-.043	1.543
Eggs and Others				
Large (dozen)	1.443	1.413	+.030	1.11
Medium (dozen)	.945	.945	-	.798
Whole Eggs- Liquid	.818	.772	+.046	.771
Egg Whites- Liquid	1.249	1.269	-.020	.789
Egg Yolks- Liquid	.644	.644	-	.767
Whole Turkeys (8-16 lb.)	1.095	1.090	+.005	1.015
Turkey Breast, Bnls/Sknls	4.050	4.079	-.029	1.932



Seafood- The Newfoundland snow crab fishing season has essentially closed with 96% of the quota landed as of July 31st. The total Newfoundland snow crab harvest this year at 49,823 metric tons was 2% less than last year and the smallest since at least 2010. Relatively firm snow crab leg prices are expected to persevere throughout most of the fall. Prices for fresh product, unless noted, per pound from Fisheries Market News.

	Price	Last Week	Difference	Price 13
Salmon (wh. Atl., 10-12 lb.)	n/a	n/a	-	n/a
Catfish Filets	n/a	n/a	-	n/a
Trout (drn. 8-14 oz.)	n/a	n/a	-	n/a
Shrimp (16/20), Frz	7.935	7.825	+.110	7.304
Shrimp (61/70), Frz.	4.284	4.300	-.016	4.216
Shrimp, Tiger (26/30), Frz.	6.717	6.734	-.017	6.100
Snow Crab, Legs 5-8 oz, Frz	5.375	5.375	-	5.200
Snow Crab, Legs 8 oz/ up, Fz	5.625	5.625	-	6.200
Cod Tails, 3-7 oz., Frz.	3.063	3.063	-	3.088
Cod Loins, 3-12 oz., Frz	3.025	3.025	-	3.000
Salmon Portions, 4-8 oz, Frz	6.225	6.225	-	5.458
Pollock, Alaska, Deep Skin	1.750	1.750	-	1.775

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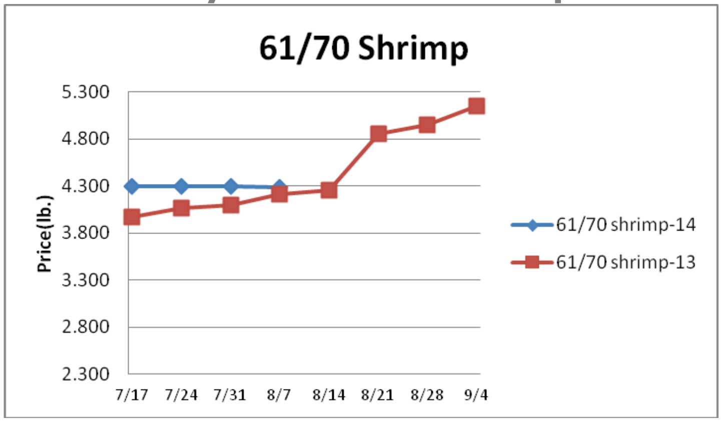


	Price	Last Week	Difference	Price 13
Limes (150 ct.)	8.000	8.000	-	7.500
Lemons (95 ct.)	37.850	37.850	-	25.275
Lemons (200 ct.)	30.650	28.900	+1.750	17.525
Honeydew (6 ct.)	7.000	8.750	-1.750	5.250
Cantaloupe (15 ct.)	4.000	4.625	-.625	4.000
Blueberries (12 count)	14.000	13.125	+.875	13.000
Strawberries (12 pnts.)	11.500	12.000	-.500	11.500
Avocados (Hass 48 ct.)	33.750	37.250	-3.500	37.500
Bananas (40 lb.)- Term.	15.209	15.316	-.107	15.879
Pineapple (7 ct.)- Term.	9.851	10.063	-.212	15.447
Idaho Potato (60 ct., 50 lb.)	6.250	6.000	+.250	18.500
Idaho Potato (70 ct., 50 lb.)	6.250	6.000	+.250	18.500
Idaho Potato (70 ct.)-Term.	14.959	15.025	-.066	24.974
Idaho Potato (90 ct., 50 lb.)	6.250	5.500	+.750	18.500
Idaho Pot. # 2 (6 oz., 100 lb.)	7.750	7.500	+.250	14.000
Processing Potato (cwt.)	7.000	7.000	-	7.000
Yellow Onions (50 lb.)	7.834	9.000	-1.166	7.250
Yell Onions (50 lb.)-Term.	17.865	18.542	-.677	11.479
Red Onions (25 lb.)- Term.	14.959	10.714	+4.245	9.427
White Onions (50 lb.)- Term.	19.407	19.250	+.157	13.297
Tomatoes (large- case)	10.950	10.950	-	17.950
Tomatoes (5x6-25 lb.)-Term	13.711	12.234	+1.477	18.374
Tomatoes (4x5 vine ripe)	9.950	9.950	-	14.950
Roma Tomatoes (large- case)	9.754	9.950	-.196	13.068
Roma Tomatoes (xlarge-cs)	10.460	10.950	-.490	13.108
Green Peppers (large- case)	9.925	12.325	-2.400	17.712
Red Peppers (large 15lb. cs.)	18.950	19.950	-1.000	23.950
Iceberg Lettuce (24 count)	13.125	11.350	+1.775	23.487
Iceberg Lettuce (24)-Term.	20.834	20.750	+.084	31.500
Leaf Lettuce (24 count)	8.038	7.148	+.890	11.752
Romaine Lettuce (24 cnt.)	13.600	13.465	+.135	11.637
Mesculin Mix (3 lb.)-Term.	6.750	8.844	-2.094	6.625
Broccoli (14 ct.)	8.688	6.888	-1.800	14.850
Squash (1/2 bushel)	11.800	12.825	-1.025	17.425
Zucchini (1/2 bushel)	9.384	8.050	+1.334	14.462
Green Beans (bushel)	12.175	16.250	-4.075	19.000
Spinach, Flat 24's	10.700	9.900	+.800	16.240
Mushrms (10 lb, lg.)-Term.	15.146	15.146	-	15.611
Cucumbers (bushel)	12.406	9.325	+3.081	15.975
Pickles (200-300 ct.)- Term.	23.667	25.636	-1.969	32.083
Asparagus (small)	8.625	18.750	-10.125	15.500
Freight (Truck; CA-Cty Av.)	6025.000	5993.750	+31.250	6307.143

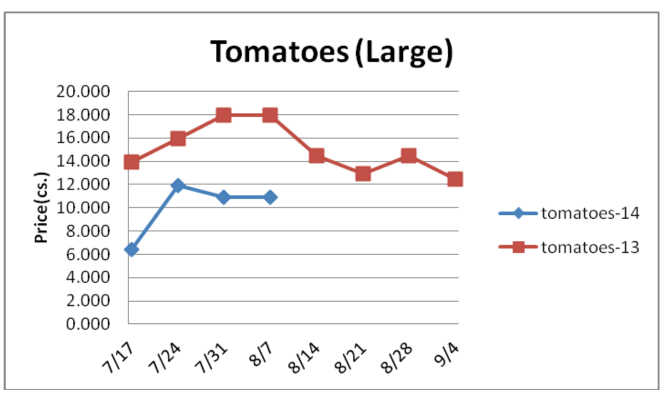
Energy & Currency-Currency US dollar is worth.

	Price	Last Week	Difference	Price 13
Crude Oil, barrel- nymex	97.550	100.950	-3.400	105.300
Natural Gas, mbtu- nymex	3.899	3.808	+.091	3.318
Heating Oil, gal- nymex	2.856	2.906	-.050	3.001
Electricity, mwht- nymex	43.300	45.100	-1.800	41.980
Gasoline, gal- nymex	2.735	2.841	-.106	2.915
Diesel Fuel, gal- eia	3.853	3.858	-.005	3.909
Ethanol, gal- usda	2.096	2.091	+.005	2.260
Canadian $	1.098	1.085	+.013	1.037
Japanese Yen	102.344	102.132	+.212	97.276
Mexican Peso	13.332	13.066	+.266	12.618
Euro	.750	.746	+.004	.751
Brazilian Real	2.283	2.228	+.055	2.340
Chinese Yuan	6.165	6.181	-.016	6.124

Paper/Plastic-Provided by; resin- www.plasticsnews.com, pulp- www.paperage.com.

Wood Pulp/ Plastic Resin	Price	Last Week	Difference	Price 13
WP; NBSK (napkin, towel)	n/a	n/a	-	947.710
WP; 42 lb. Linerboard (corr.)	n/a	n/a	-	793.522
Res; PS-CHH (cup, cont.)	1.300-1.340	1.300-1.340	-	1.180-1.220
Res; PP-HIGP (hvy utensil)	1.080-1.100	1.080-1.100	-	1.120-1.140
Res; PE-LLD (cn liner, film)	1.010-1.040	1.010-1.040	-	.920-.950

Produce- The tomato markets continue to trade at engaging levels. Tomato supplies are expected to remain adequate during the next few weeks which could cause fairly attractive tomato prices to persist. The 2014 fall Idaho potato harvest is slowly getting underway with the initial pricing at some of the lowest levels in a decade. Storage potato supplies are declining sharply which, along with a gradually building harvest, could help influence the Idaho potato markets upward in the near term. But any potato price increases this month will likely be given back during September. Prices USDA FOB shipping point unless noted (terminal).



Retail Prices-CPI, Percent compared to prior month from BLS.

	Jun-14	May-14	Apr-14	Mar-14
Beef and Veal	+.104	+.072	+2.970	+1.924
Dairy	-.430	+.589	+.497	+.997
Pork	+.536	+3.186	+3.097	+1.901
Chicken	+.507	+1.125	-.813	+.887
Fresh Fish and Seafood	+.367	+2.151	+1.028	-.744
Fresh Fruits and Veg.	-1.498	+1.368	+1.119	+.156