Record Meat Production and a Competitive Meat Case was Expected for 2020

**Poultry**
Production Expected to Climb 1% to 45.5 Billion Pounds

**Pork**
Production Expected to Climb 4% to 29 Billion Pounds (CWE)

**Beef**
Contraction the cattle herd likely to slow production to only 1% in 2020

Source: USDA FAS PSD Online, USDA OCE, USDA NASS, Farm Bureau Calculations
Where Are We on the COVID-19 Curve?

Daily Change In Infected COVID-19 Cases

Source: Johns Hopkins GitHub, Farm Bureau Compilations
Combined Food-Away-From-Home and Grocery Sales Total

$120B in July, Only $6B Below Prior-Year

Billion Dollars

$120B - Grocery Stores, Remains Above Pre-COVID Levels

$54B - Food Service and Drinking, 12% Below Pre-COVID Levels

Source: U.S. Census Bureau, Farm Bureau Compilations
Panic Buying and Increased Grocery Traffic Contributed to Higher Retail Prices For Many Products, CPI jumped 4%-5%

Percent Change in Retail Price, May 2019 to May 2020

- Eggs: -8%
- Ground Beef: -5%
- Pork Chops: -3%
- Potatoes: 2%
- Sugar: 2%
- White Bread: 2%
- Choice Steak: 2%
- Whole Milk: 2%
- Chicken Breast: 2%
- Bacon: 2%
- Cookies, chocolate chip, per lb. (453.6 gm): 2%
- Wheat Bread: 2%
- American Cheese: 4%
- Spaghetti and Macaroni: 5%
- Cheddar Cheese: 6%
- Bananas: 8%
- Ice Cream: 8%
- Tomatoes: 8%
- Flour: 10%
- Sugar: 8%
- Potatoes: 8%
- Pork Chops: 9%
- Ground Beef: 10%
- Eggs: 11%
- Ground Beef: 11%
- Pork Chops: 15%
- Bacon: 17%
- Cookies, chocolate chip, per lb. (453.6 gm): 20%

Source: BLS, Farm Bureau Calculations
Cattle and Hog Slaughter Largely Recovered

**Total Cattle Slaughter**

**Total Hog Slaughter**

Source: USDA AMS, LMIC, AFBF Analysis
Heavier Animals Coming to Market

Average Steer Dressed Weight

Average Barrow & Gilt Dressed Weight

May-Jun
Average ~ 45 lbs over 2019

Source: USDA AMS, LMIC, Farm Bureau Analysis
Beef and Pork Production Above a Year Ago

YOY % Change in Beef Production

Week #

-45% -35% -25% -15% -5% 5% 15% 25%

2020 2019

YOY % Change in Pork Production

Week #

-45% -35% -25% -15% -5% 5% 15% 25%

2020 2019

Source: USDA AMS, LMIC, Farm Bureau Analysis
Beef Live-to-Cutout Spread

Source: USDA AMS, LMIC, Farm Bureau Analysis
Note: Not actual margins, not including labor, overhead, increased COVID costs, etc.
Note: Data as of 9/18/20
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