Canadian Turkey Marketing Agency c.o.b. Turkey Farmers of Canada (TFC)

Submission to: **Farm Products Council of Canada**
Regarding: **Amendment to the Schedule to the Canadian Turkey Marketing Quota Regulation (1990) for 2015/2016**
Date: **October 7, 2015**

The following is a proposed amendment to the 2015/2016 schedule to the Canadian Turkey Marketing Quota Regulation. Prior to this submission, an amendment was submitted by the Turkey Farmers of Canada (TFC) on July 24, 2015.

This proposed amendment reflects a production adjustment to respond to domestic market needs and unusual market conditions caused by the Avian Influenza (AI) outbreak among U.S. turkey producers in the spring of 2015. Details of the report from the Turkey Market Advisory Committee (TMAC) and the considerations and decisions of the TFC Directors in arriving at this amendment appear later in this document.

During the TFC 243rd Meeting of September 24, 2015, the TFC Directors made the following revision to the 2015/2016 allocation:

To increase the further processed allocation by 2 million kg, for the current 2015/16 control period, to be distributed to each province based on their pro rata share of the FP reference point allocation as set out in the National Commercial Allocation Policy.

Further, that this special once off FP allocation not impact the allowable volume of Export Carry Over that each province would be eligible to carry forward into the 2016/17 control period.

From the relevant motions made at the TFC 243rd Meeting, the proposed revised 2015/2016 federal quota for turkey, excluding the unregulated area, is as follows:

	Current Allocation	**Proposed Amendment**		
Allocation Category	**(Kg)**	**Change Kg**	**Total Kg**	**Total Lb.**
a. Whole Bird	72,000,000	0	72,000,000	158,732,850
b. Further Processing (FP)				
i. Reference	*66,544,807*	*0*	*66,544,807*	*146,706,206*
ii. Requests	*16,055,323*	*0*	*16,055,323*	*35,395,933*
iii. One-Time FP Allocation	*0*	*2,000,000*	*2,000,000*	*4,409,246*
FP Total (I + ii + iii)	82,600,130	2,000,000	84,600,130	186,511,385
c. Total Commercial Quota (a + b)	154,600,130	2,000,000	156,600,130	345,244,235
d. Multiplier Breeder Quota	3,513,646	-29,594	3,484,052	7,681,022
e. Primary Breeder Quota	2,098,080	0	2,098,080	4,625,475
f. Export Allocations	24,367,690	0	24,367,690	53,721,568
g. Total Global Quota (c + d + e + f)	**184,579,546**	**1,970,406**	**186,549,952**	**411,272,300**
h. Base Allocations	97,041,538	0	97,041,538	213,940,000
i. Over Base Allocations	87,538,008	1,970,406	89,508,414	197,332,300
j. Total Federal Quota	**184,579,546**	**1,970,406**	**186,549,952**	**411,272,300**

Proposed Amendment: Increased Further Processing Allocation

In response to the reduced supply of breast meat from the United States, largely as a result of the Avian Influenza (AI) outbreak earlier in 2015, an amendment to the Further Processing (FP) Allocation of the 2015/2016 Quota Regulation in necessary.

a) Justification

A one-time FP allocation of 2.0 million kg is a necessary response to curtailed boneless skinless breast meat imports in recent months, which are likely to continue for the remainder of the 2015/2016 control period. This situation, caused by the AI outbreak among U.S. turkey producers, was unforeseeable when the 2015/2016 allocation was originally set. This reduction in imports, as identified by TMAC in its report (copy attached), is impacting domestic supply and domestic wholesale prices and, as reported by processor Directors at the TFC 243rd Meeting, the FP market supply is "tight".

Normally, FP allocations are adjusted through the Agency's National Allocation Policy, which contains a processor-driven allocation process that responds to changes (up or down) in processor requirements. However, the current need for additional breast meat and, therefore additional FP production, is fairly widespread and immediate. As a result, it was agreed to allocate the increase based on provincial FP reference point market shares as follows:

- British Columbia 211,724 kg
- Alberta 197,853 kg
- Saskatchewan 52,714 kg
- Manitoba 23,804 kg
- Ontario 1,026,150 kg
- Quebec 397,496 kg
- New Brunswick 49,863 kg
- Nova Scotia 40,396 kg
- Total 2,000,000 kg

As there are only seven months left in the control period and, given that it may be difficult to find poults, the additional allocations to the provinces, as set out above, will allow producers to more efficiently utilize their current FP allocations without encountering an overmarketing situation. As proposed by TMAC, this allows producers, where it is practical, to keep birds in the barn for an extended period in order to add weight.

b) Consideration

In the Turkey Market Review (TMR) presented to TMAC and the TFC 243rd Meeting, it's noted that 2015 is the second consecutive year of turkey imports that are sharply below normal. The extent of the import decrease could not have been anticipated ahead of the two control periods in which this occurred. To the week ended September 19, 2015, 3,450,991 kg of Tariff Rate Quota (TRQ) had been used for the import of turkey. The amount of TRQ used was 16% below pro rata (average weekly use if the annual allocation is completely used). Year-to-date TRQ usage was similar to 2014, the first year that a significant amount was unused at year-end. In 2014, TRQ was unused due to the price of breast meat in the U.S., which reached a record high of $4.05/lb. from July to October, making imports uneconomic. The breast meat price record set in 2014 was broken in June 2015 due to the shortage caused by AI. Since June 2015, new breast meat price records have been set numerous times. By September 14, 2015, U.S. breast meat was selling for the equivalent of $16.68 CDN/kg, more than three times the cost of two years earlier.

In the breast meat supply and disappearance table in the TMR, imports of 1.8 million kg were forecast for 2015/2016, 0.3 million kg more than the amount imported in 2014/2015, but the second lowest volume in records going back to 2004/2005. The import forecast for 2015/2016 was predicated on volumes from September 2015 to April 2016 being the same as year earlier. However, during discussions at the TMAC and TFC 243rd meetings, it became apparent that imports for this period are likely to be lower than year earlier.

Production in the U.S. will be curtailed for some time. As a result, it is likely that U.S. breast meat imports will be curtailed for the rest of this control period. A considerable amount of TRQ will likely be unused in 2015, and imports in the first months of 2016 are also likely to be below normal.

In addition to the points raised above, the TMAC report to the TFC 243rd Meeting noted the following with regards to the breast meat market:

- In the Year-To-Date (YTD) ended August, Canadian wholesale breast meat prices were on average 12% higher than year earlier.
- To the end of August, breast meat sales by primary processors to other firms were up 5% from year earlier.
- Much of the increase in the annual average price of breast meat was due to price increases since June.
- Taken together, the three previous points indicate strong demand for breast meat.
- Breast meat stocks reported on September 1st may be higher than actual, as a survey of the Canadian Poultry and Egg Processors Council membership indicated lower stocks. This concern was also noted during the TFC 243rd Meeting.

TMAC was of the opinion that an additional FP volume of 1 to 2 million kg is needed, which will generate approximately 260,000 to 520,000 additional kg of boneless skinless breast meat.

Clause Regarding Export Policy Carry-Forward

Despite the best efforts of producers and processors, it may not be possible for the entire allocation increase of 2 million kg to be produced during 2015/2016. For provinces that export turkey under Section 1 of the Export Policy, an increase to the amount of unused commercial allocation would make possible an increase to the amount of Export Policy Utilizations carried into 2016/2017. As this allocation is intended for 2015/2016 when there is a shortage of breast meat, an increase to 2016/2017 production as a consequence is undesirable. To prevent this, the following was included in the motion:

Further, that this special once off FP allocation, not impact the allowable volume of Export Carry Over that each province would be eligible to carry forward into the 2016/17 control period.

This means that Export Policy carry-forward will not increase as a result of not being able to meet this new allocation for further processing, which is being made relatively late in the control period and under conditions such that the increment may not be met.

Proposed Amendment: Decrease to Multiplier Breeder Allocation

a) Justification

Under the terms of the Multiplier Breeder Policy, provinces set aside constant reference percentages of their commercial allocation to cover multiplier breeder turkey marketings. Marketings in excess of the reference levels are covered by Multiplier Breeder Policy Allocations. Adjustments to the commercial allocation resulted in kg changes to reference levels, making it necessary to adjust down the Multiplier Breeder allocations in Manitoba, Ontario, and Quebec.

b) Consideration – Change Due to the Further Processed Allocation Increase

An increase to the Commercial Allocation increases reference levels and decreases Multiplier Breeder Allocation and utilizations. The decision to increase the Further Processing allocation by 2,000,000 kg increased reference levels by 781 kg in Manitoba, 21,857 kg in Ontario, and 6,956 kg in Quebec. This in turn, results in decreases to the Multiplier Breeder Allocation of equal size. As a result, it is necessary that the allocation be decreased by 781 kg in Manitoba, 21,857 kg in Ontario and 6,956 kg in Quebec, for a total of 29,594 kg. The Multiplier Breeder allocation of 10,000 kg in British Columbia remains unchanged.

Objects of an Agency

This amendment reflects the needs of the further processing market and is a response to unusual market conditions. With this amendment, the TFC is meeting its obligation to adjust allocations in response to variations in the size of the market for turkeys.

Revised 2015/2016 Federal Quota

The following table shows the proposed revised federal quota for the 2015/2016 control period. The provincial allotments have been arrived at under the terms of the TFC's National Commercial Allocation, Multiplier Breeder, Primary Breeder and Export Policies.

Province	Base Allocation (kg)	2015/2016 Allocation (submitted July 24, 2015)	Proposed Change	Proposed Revised 2015/2016 Allocation
BC	9,298,642	21,659,278	211,724	21,871,002
AB	8,278,060	16,110,300	197,853	16,308,153
SK	3,628,738	5,838,529	52,714	5,891,243
MB	7,824,467	14,815,929	23,023	14,838,952
ON	41,730,492	79,044,221	1,004,293	80,048,514
QC	24,493,985	38,510,033	390,540	38,900,573
NB	653,173	3,868,689	49,863	3,918,552
NS	1,133,981	4,732,567	40,396	4,772,963
Total	**97,041,538**	**184,579,546**	**1,970,406**	**186,549,952**

List of Appendices:

Appendix I: Relevant Motions of the TFC 243rd Meeting
Appendix II: Turkey Market Review Presented to the TFC 243rd Meeting
Appendix III: TMAC Report to the TFC 243rd Meeting
Appendix IV: 2015/2016 Allocation Table for Consideration from the TFC 243rd Meeting
Appendix V: Revised 2015/2016 Provincial Turkey Allocations

APPENDIX I

Relevant Motions from the CTMA c.o.b. TFC 243rd Meeting of September 24, 2015

1. To increase the further processed allocation by 2.0 Mkg, for the current 2015/16 control period, to be distributed to each province based on their pro rata share of the FP reference point allocation as set out in the National Commercial Allocation Policy.

   Further, that this special once off FP allocation not impact the allowable volume of Export Carry Over that each province would be eligible to carry forward into the 2016/17 control period.

2. That the total 2015/16 federal quota for interprovincial and export trade be amended and established at 186,549,952 kg eviscerated, and be comprised of the following components:

   - Commercial whole bird quota: 72,000,000 kg
   - Commercial further processing quota: 84,600,130 kg
   - Multiplier breeder quota: 3,484,052 kg
   - Primary breeder quota: 2,098,080 kg
   - Conditional export quota: 24,367,690 kg

3. That the 2015/16 federal quota for interprovincial and export trade be allocated to the provinces as detailed at the TFC 243rd Meeting as follows:

   - Column 2B Commercial Whole Bird Quota
   - Column 3D Commercial Further Processing Quota
   - Column 5F Multiplier Breeder Allocations
   - Column 6 Primary Breeder Allocations
   - Column 7F Conditional Export Allocations

4. To direct staff to prepare the 2015/16 Quota Regulation for blue stamping by the Justice Department and prior approval by FPCC.

Updated: September 2015

Turkey Market Review

Agenda #2a

TURKEY FARMERS OF CANADA
LES ÉLEVEURS DE DINDON DU CANADA

Supply & Disappearance – July & August

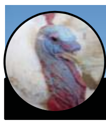
2011 to 2015 – Mkg

	2011	2012	2013	2014	2015
Opening Stocks	30.2	31.0	36.6	34.2	36.3
Production	28.1	28.4	28.8	29.5	30.4
Imports	0.9	1.1	1.0	0.4	0.3
Total Supply	59.3	60.5	66.4	64.1	67.0
Total Disappearance	23.1	22.3	25.5	22.0	21.7
Exports	3.4	2.9	4.9	4.3	3.6
Domestic Disappearance	19.7	19.5	20.6	17.7	18.1
Closing Stocks	36.1	38.2	41.0	42.1	45.3
Stock Increase	5.9	7.2	4.3	7.8	9.1

Supply & Disappearance – 12 Mo. Rolling

September to August – 2010/11 to 2014/15 – Mkg

	2010/11	2011/12	2012/13	2013/14	2014/15
Opening Stocks	46.9	36.1	38.2	41.0	42.1
Production	159.4	158.9	167.6	168.0	168.8
Imports	4.6	4.7	5.7	2.4	2.7
Total Supply	210.9	199.7	211.4	211.4	213.6
Total Disappearance	174.7	161.5	170.5	169.4	168.2
Exports	22.0	19.9	25.7	21.9	19.1
Domestic Disappearance	152.7	141.6	144.8	147.5	149.1
Closing Stocks	36.1	38.2	41.0	42.1	45.3
Stock Increase	-10.8	2.1	2.8	1.1	3.3



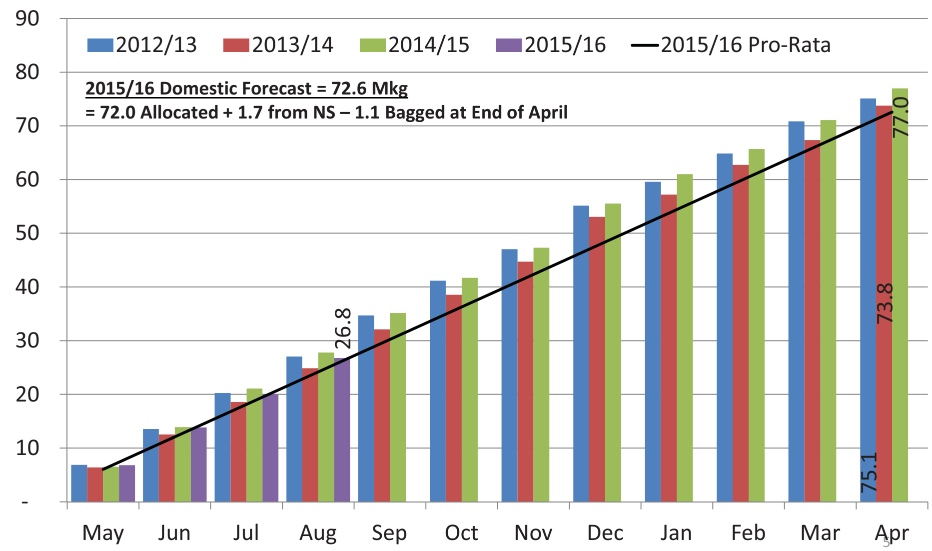
Supply & Disappearance – CPTD

May to August – 2011 to 2015 – Mkg

	2011	2012	2013	2014	2015
Opening Stocks	18.4	21.1	25.5	25.3	27.2
Production	56.9	57.3	56.9	57.2	57.1
Imports	1.7	1.9	1.9	0.7	1.0
Total Supply	77.0	80.3	84.3	83.2	85.3
Total Disappearance	40.9	42.1	43.3	41.2	39.9
Exports	6.9	5.9	9.0	9.1	6.5
Domestic Disappearance	34.0	36.2	34.4	32.0	33.5
Closing Stocks	36.1	38.2	41.0	42.1	45.3
Stock Increase	17.7	17.1	15.5	16.7	18.1

Cumulative Bagging By Control Period

2012/13 to 2015/16 to-date – Mkg



Bagged Bird S&D – Annual and Model

January to December and TMAC Model (May-April)

	Annual		TMAC Model		
	2013	2014	'13/14 Actual	'14/15 Actual	*'15/16 Fcst*
Opening Stocks	7.0	6.8	18.3	17.3	18.2
Production	73.2	76.4	73.9	77.2	72.7
Imports	0.5	0.3	0.4	0.3	0.2
Supply	80.8	83.5	92.7	94.7	91.1
Total Disappearance	74.0	75.6	75.4	76.5	74.4
Exports	0.2	0.2	0.2	0.2	0.2
Domestic Disappearance *	73.9	75.4	75.2	76.3	74.2
Closing Stocks	6.8	7.9	17.3	18.2	16.8
PCC	2.10	2.12	2.13	2.14	2.06
Dom. Dis. – Imports	73.3	75.1			
Whole Allocation + NS + April Adjust			72+1.6	73+1.6+1.1	*72+1.7-1.1*

15/16 disappearance = 12 month average of last 36 months

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Bagged Bird S&D – CP Comparison

	2014/2015			2015/2016		
	May-Aug	Sep-Apr	Total	May-Aug	*Sep-Apr*	*Total*
Opening Stocks	17.3	35.8	17.3	18.2	36.6	18.2
Production	27.8	49.3	77.2	26.8	46.0	72.7
Imports	0.2	0.1	0.3	0.1	0.1	0.2
Supply	45.3	85.2	94.7	45.1	82.7	91.1
Total Disappearance	9.5	67.0	76.5	8.4	65.9	74.4
Exports	-	0.1	0.2	-	0.1	0.2
Domestic Disappearance *	9.4	66.9	76.3	8.4	65.8	74.2
Closing Stocks	35.8	18.2	18.2	36.6	16.8	16.8
PCC			2.14			2.06

15/16 disappearance = 12 month average of last 36 months

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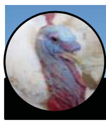

Further Processing

- Imports
- TRQ
- Exports
- Forecast
- Production Sources

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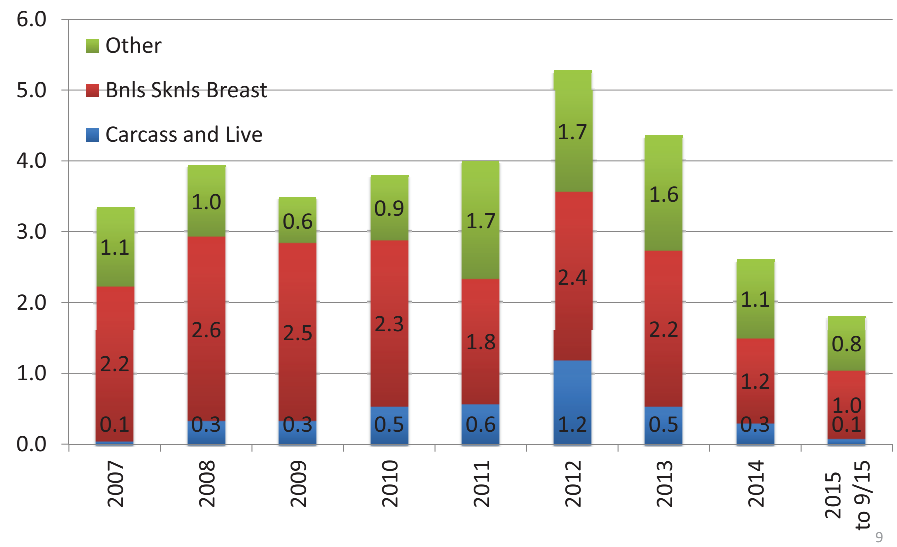
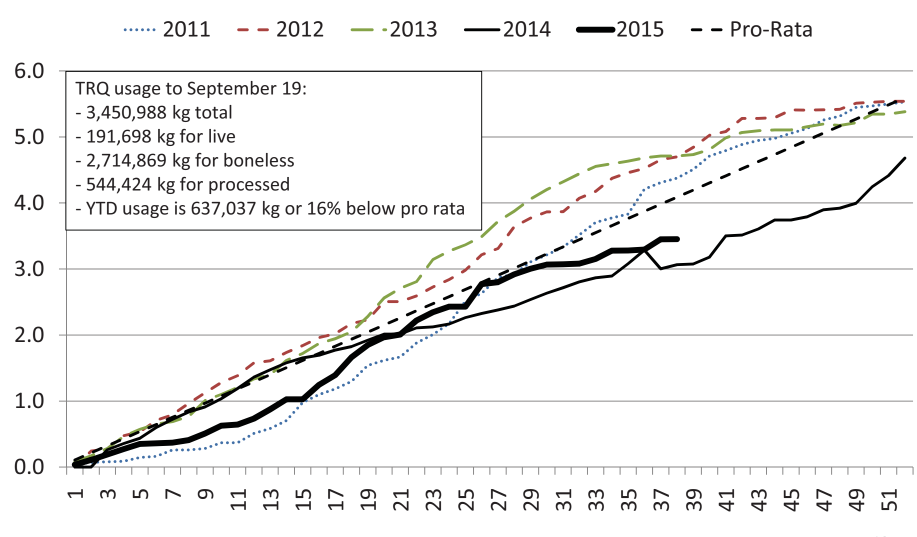
Imports

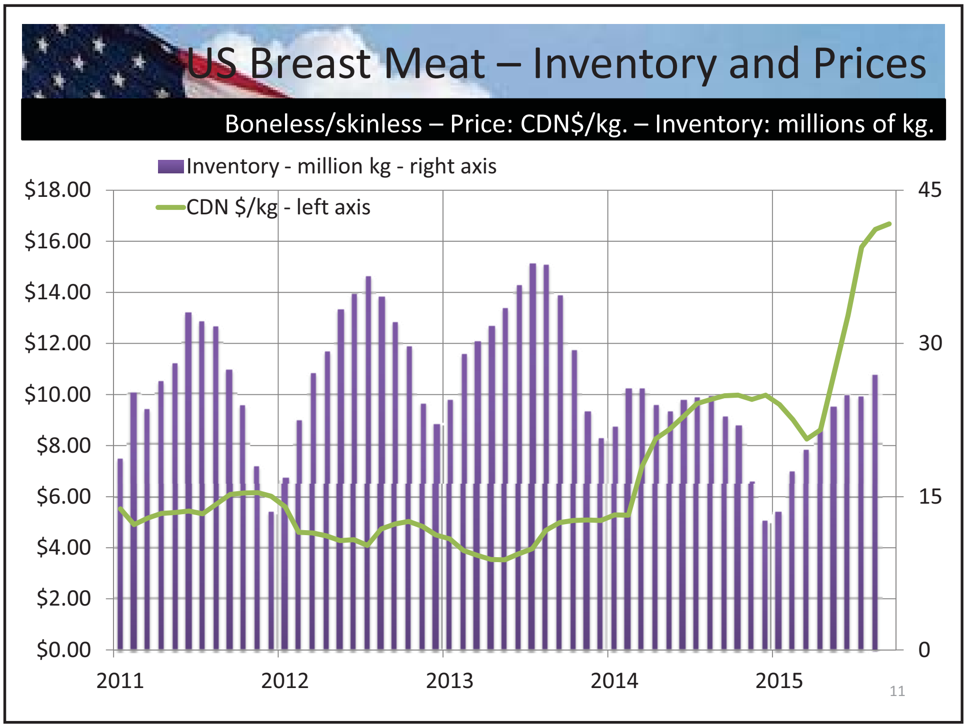
2007 to 2015 - Mkg

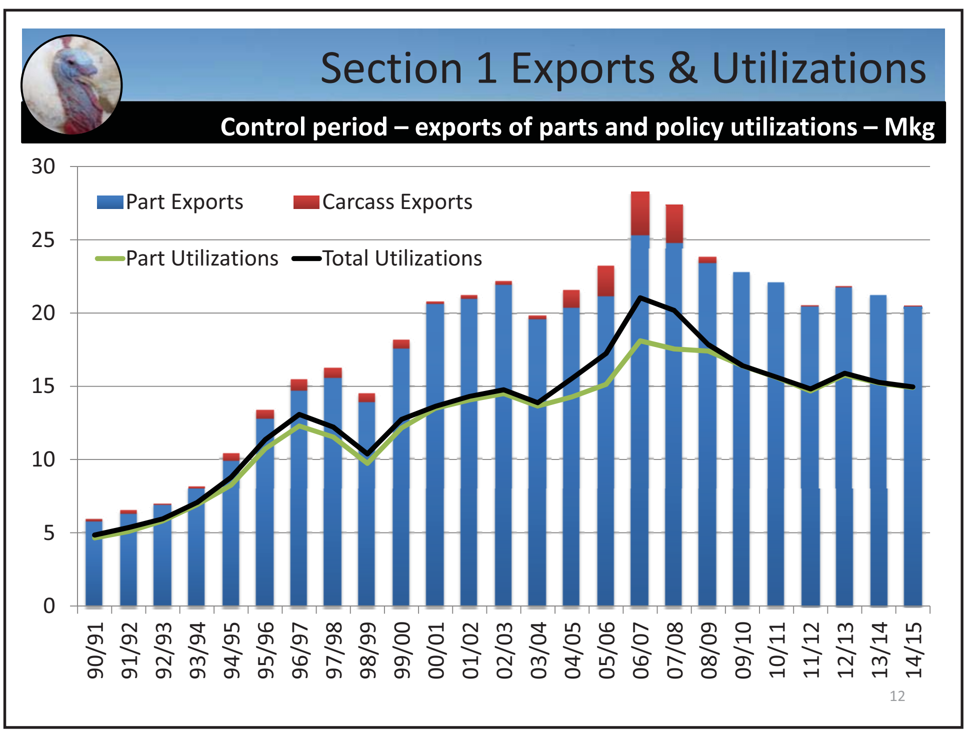


Imports – Cumulative TRQ Utilization

2011 to 2015 - Mkg




US Breast Meat – Inventory and Prices
Boneless/skinless – Price: CDN$/kg. – Inventory: millions of kg.
Inventory - million kg - right axis
CDN $/kg - left axis
$18.00
$16.00
$14.00
$12.00
$10.00
$8.00
$6.00
$4.00
$2.00
$0.00
45
30
15
0
2011
2012
2013
2014
2015
11


Section 1 Exports & Utilizations
Control period – exports of parts and policy utilizations – Mkg
Part Exports
Carcass Exports
Part Utilizations
Total Utilizations
30
25
20
15
10
5
0
90/91
91/92
92/93
93/94
94/95
95/96
96/97
97/98
98/99
99/00
00/01
01/02
02/03
03/04
04/05
05/06
06/07
07/08
08/09
09/10
10/11
11/12
12/13
13/14
14/15
12

Breast Meat S&D – CP Comparison

	2014/2015			2015/2016		
	May-Aug	Sep-Apr	Total	May-Aug	*Sep-Apr*	*Total*
Opening Stocks	1.9	1.1	1.9	1.3	*1.1*	*1.3*
Production	7.7	16.4	24.1	8.0	*17.7*	*25.7*
Imports	0.4	1.1	1.5	0.6	*1.1*	*1.8*
Supply	10.0	18.7	27.5	9.9	*20.0*	*28.8*
Total Disappearance	8.8	17.3	26.2	8.9	*18.9*	*27.8*
Exports	0.3	0.3	0.6	0.2	*0.3*	*0.5*
Domestic Disappearance	8.5	17.0	25.5	8.7	*18.6*	*27.3*
Closing Stocks	1.1	1.3	1.3	1.1	*1.1*	*1.1*
PCC			0.72			*0.76*
FP Birds Prod./0.2625	29.4	62.4	91.7	30.4	*67.6*	*98.0*

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Control Period Breast Meat S&D

08/09 to 14/15 and 15/16 forecast- Mkg

	Actual							*Forecast*
	08/09	09/10	10/11	11/12	12/13	13/14	14/15	*15/16*
Opening Stocks	1.0	2.1	1.7	1.2	0.5	1.3	1.9	*1.3*
Production	27.4	23.2	22.0	21.7	24.3	24.6	24.1	*25.7*
Imports	3.3	2.3	3.3	2.8	3.6	2.6	1.5	*1.8*
Supply	31.7	27.6	27.0	25.7	28.5	28.6	27.5	*28.8*
Total Dis.	29.6	25.9	25.8	25.2	27.2	26.7	26.2	*27.8*
Exports	0.2	0.2	0.7	0.3	0.2	0.2	0.6	*0.5*
Domestic Dis.	29.4	25.7	25.0	24.9	27.0	26.4	25.5	*27.3*
Closing Stocks	2.1	1.7	1.2	0.5	1.3	1.9	1.3	*1.1*
PCC	0.88	0.76	0.73	0.72	0.77	0.75	0.72	*0.76*
FP Birds Prod./0.2625	104.2	88.4	84.0	82.7	92.6	93.8	91.7	*98.0*

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FP Production Sources

14/15 & 15/16

	14/15 Actual	*15/16 Forecast*
Multiplier	1.3	0.9
Primary	1.9	1.9
Export Policy	16.0	16.0
Carry-Forward	0.7	2.2
FP Reference	66.5	66.5
FP Requests	11.7	16.1
Nova Scotia	-1.6	-1.7
Adjustment - April 26-30 Production	1.0	-1.0
Total of Util. and Alloc.	97.6	100.9
Production	91.7	98.0
Production as a % of Utilizations and Allocations	*94%*	*97%*

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Other Considerations

- Retail
- Feed Costs
- Livestock

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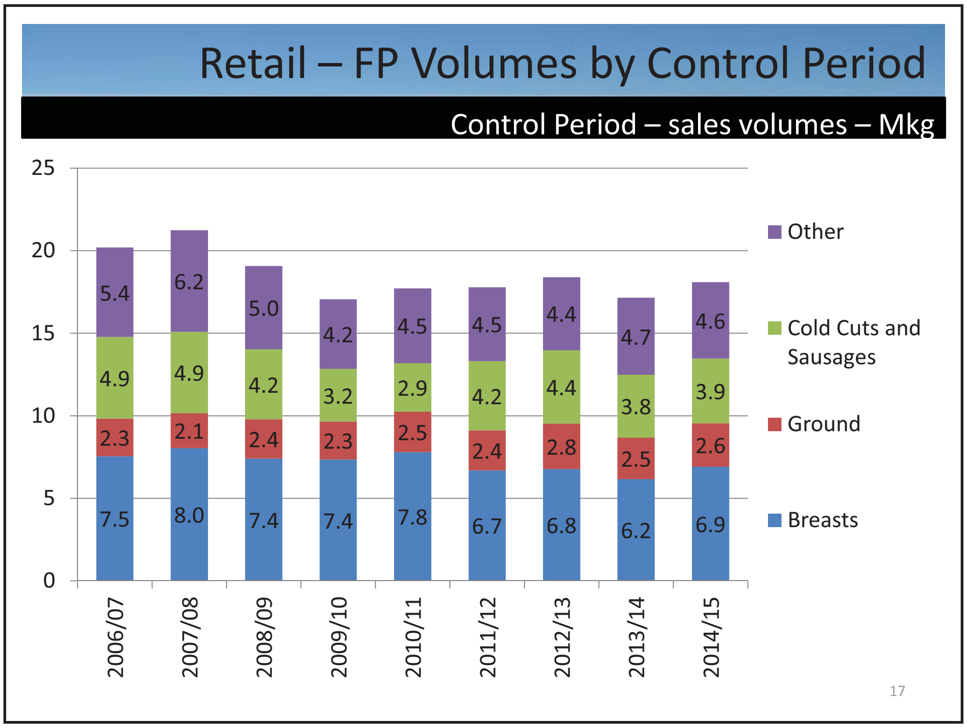
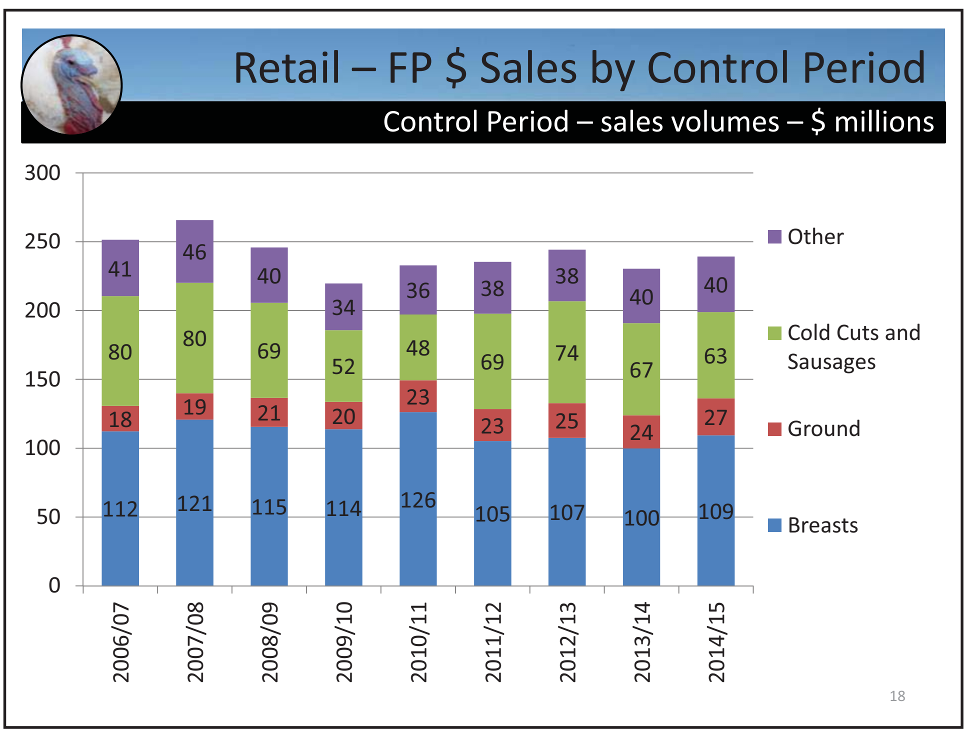


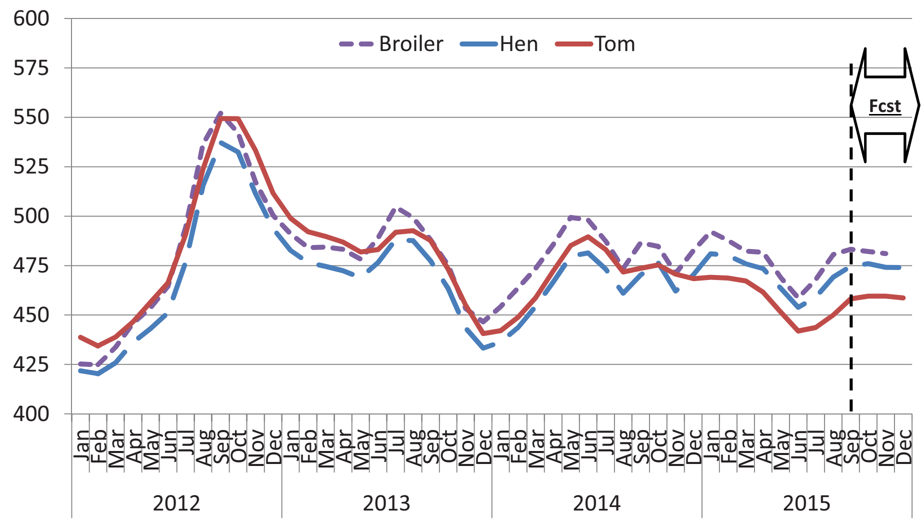
Retail – FP Volumes by Control Period
Control Period – sales volumes – Mkg
25
20
15
10
5
0
2006/07
2007/08
2008/09
2009/10
2010/11
2011/12
2012/13
2013/14
2014/15
Other
Cold Cuts and Sausages
Ground
Breasts
5.4 6.2 5.0 4.2 4.5 4.5 4.4 4.7 4.6
4.9 4.9 4.2 3.2 2.9 4.2 4.4 3.8 3.9
2.3 2.1 2.4 2.3 2.5 2.4 2.8 2.5 2.6
7.5 8.0 7.4 7.4 7.8 6.7 6.8 6.2 6.9
17



Retail – FP $ Sales by Control Period
Control Period – sales volumes – $ millions
300
250
200
150
100
50
0
2006/07
2007/08
2008/09
2009/10
2010/11
2011/12
2012/13
2013/14
2014/15
Other
Cold Cuts and Sausages
Ground
Breasts
41 46 40 34 36 38 38 40 40
80 80 69 52 48 69 74 67 63
18 19 21 20 23 23 25 24 27
112 121 115 114 126 105 107 100 109
18

Feed Costs per Tonne

$ / tonne – Based on Price Data Currently in the Feed and Poult



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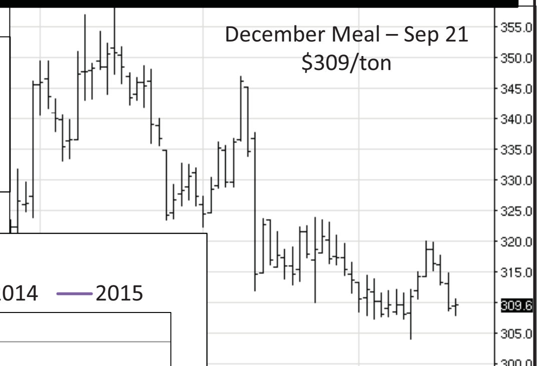
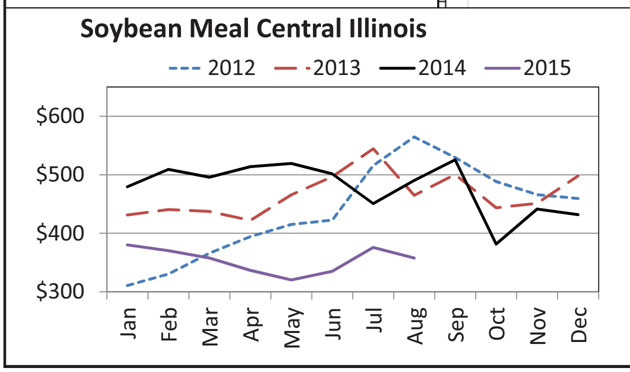
Corn

- US yield forecast at 167.5 bu/acre.
- US production forecast at 13.6 billion bushels, 0.6 billion below 2014
- 2015/16 Avg. Price forecast at $3.45 – $4.05/bu., up from $3.68 in 2014/15

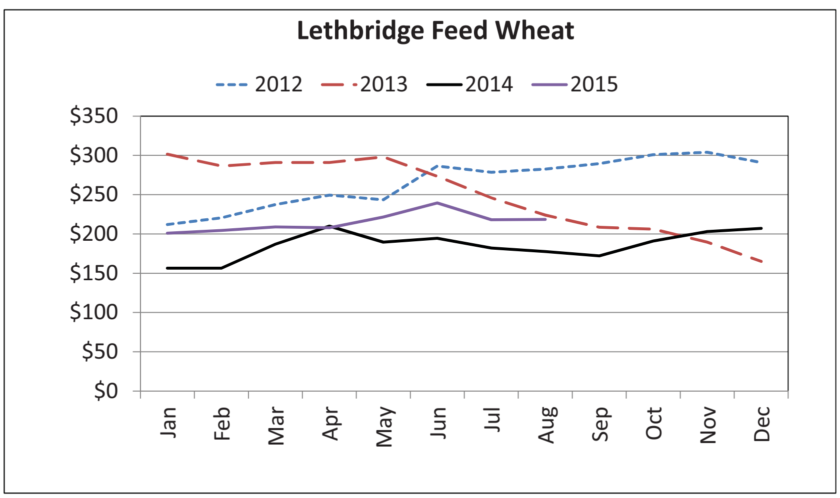
Soybeans

- US yield forecast at 47.1 bu/acre.
- US production forecast at 3.9 billion down slightly from last year.
- 2015/16 Avg. Price forecast at $310 – $350/ton, down from $370 in 2014/15





Wheat



Livestock – US Production Indicators

2011 to 2016 Production – billion pounds

	2011	2012	2013	2014	2015 (fcst)	2016 (fcst)
Beef	26.2	25.9	25.7	24.3	23.5	24.9
Pork	22.8	23.3	23.2	22.8	24.5	24.7
Broilers	37.2	37.0	37.8	38.6	40.0	41.1
Turkeys	5.8	6.0	5.8	5.8	5.6	6.0

Turkey Farmers of Canada **AGENDA # 2e.i**
243rd Meeting
September 24, 2015

[TURKEY MARKET ADVISORY COMMITTEE (TMAC) REPORT]

Assessment of current state of the further processing (FP) segment of the market

Quota System: Market, Supply, Policy

Background

TMAC met by conference call on Monday, September 21, 2015 to review and assess the current state of the further processing (FP) segment of the market, looking to the end of the 2015/16 control period.

Current Status/Situation

Using the information contained in the Turkey Market Review (TMR) and the information provided by CPEPC on wholesale prices and external company sales of boneless skinless breast meat, the following is TMAC's observations of the FP market:

- January to August wholesale prices for breast meat (fresh and frozen) are 12% higher than one year previous. Frozen is higher still at + 16%.
- Total external sales of breast meat (fresh and frozen) are up 5%, with frozen volumes down by 5%.
    - This appears to indicate that breast meat demand has and is increasing.
    - In the case of frozen breast meat, prices have increased substantially since June. TMAC believes that, as a result, price is rationing the available supply.
- Supply constraint and upward pressure on wholesale prices is not being helped by the import situation.
    - TMAC does not expect the TRQ to be fully utilized again this calendar year.
    - Import quota returns in the order of 1.0 Mkg should be expected.
    - The reduced TRQ utilization is a result of supply constraints in the U.S. which has pushed up the U.S. breast meat wholesale price to more than $16.00 per kilogram in Canadian dollars.
    - TMAC also expects imports to be constrained in the first half of 2016 due to supply limitations in the U.S. brought about by the avian influenza outbreak.

- Although breast meat stocks on September 1, 2015 are reported at 1.073 Mkg, TMAC is concerned that it may be overstated. CPEPC's survey of its membership indicates lower breast meat stocks, relative to the AAFC numbers.
    - If the AAFC numbers are overstated, this would drag down the domestic disappearance number reported in the TMR.

Recommendation/Options

1. TMAC agrees that additional breast meat supply (i.e., above the current supply forecast of 28.8 Mkg) between now and the end of the 2015/16 control period is required to ensure that there is adequate supply to meet market requirements at reasonable wholesale prices.

2. The Committee does not have a firm volume amount to put out into the market but did discuss a number between 1.0 and 2.0 Mkg whole bird eviscerated equivalent, which would generate approximately 260,000 to 520,000 kg of breast meat.

3. Given that there are only seven (7) months left in the control period, it may be difficult to find/place poults and grow-out this volume of production. Options discussed by TMAC to get additional breast meat in the market are:

    a. Allocating additional FP quota to those provincial industries requesting additional breast meat production to:
        i. Place additional poults and raise them to desired weights (e.g., heavy hen up to heavy tom) for deboning; or,
        ii. Keeping heavy hens, light toms and heavy toms in the barns a little longer to add live weight to those units.

    b. Requesting the provinces to manage their production relative to FP allocations more efficiently, in order to increase quota utilizations. Currently, the Agency is estimating FP production equal to 97% of FP allocations.

TMAC is aware that additional production in the 2015/16 control period may be forthcoming through increased export carry-forward from the 2014/15 control period. However, TMAC agrees that allowing the industry to augment that additional supply through the options presented above is also required.

The Committee recommends that the Agency send a positive signal to the marketplace that supply will be available to meet market requirements through to the end of the control period.

APPENDIX IV

2015/2016 Allocation Table for Consideration - 243rd

September 24, 2015

	(1) Reference Point Quotas			(2) Change in Whole Bird Quota		(3) 2015/16 FP Commercial Quota Requests and One-Time Allocation				(4) Total 2015/16 Commercial Allocations
	Whole Bird	Further Processed (FP)	Total	Whole Bird Quota Decrease	Total Whole Bird Quota	Regional FP Requests	Provincial FP Requests	One-Time FP Allocation	Total Further Processing Quota	
	a	b	c=a+b	a	b=1a+a	a	b	c	d=1b+b+c	4=2b+3d
Total	**75,111,683**	**66,544,807**	**141,656,490**	- **3,111,683**	**72,000,000**	**16,055,323**	**16,055,323**	**2,000,000**	**84,600,130**	**156,600,130**
BC	11,955,435	7,044,565	**19,000,000**	- 495,283	**11,460,152**	4,437,224	**1,852,150**	**211,724**	**9,108,439**	**20,568,591**
AB	6,559,649	6,583,038	**13,142,687**	- 271,749	**6,287,900**		**1,681,985**	**197,853**	**8,462,876**	**14,750,776**
SK	3,388,090	1,753,917	**5,142,007**	- 140,360	**3,247,730**		**233,630**	**52,714**	**2,040,261**	**5,287,991**
MB	8,871,676	791,988	**9,663,664**	- 367,531	**8,504,145**		**669,459**	**23,804**	**1,485,251**	**9,989,396**
ON	22,009,349	34,142,488	**56,151,837**	- 911,790	**21,097,559**	11,618,099	**6,076,413**	**1,026,150**	**41,245,051**	**62,342,610**
QC	18,160,427	13,225,661	**31,386,088**	- 752,340	**17,408,087**		**4,779,204**	**397,496**	**18,402,361**	**35,810,448**
NB	1,500,931	1,659,069	**3,160,000**	- 62,180	**1,438,751**		**400,143**	**49,863**	**2,109,075**	**3,547,826**
NS	2,666,126	1,344,081	**4,010,207**	- 110,451	**2,555,676**		**362,339**	**40,396**	**1,746,816**	**4,302,492**

	(5) Multiplier Breeder Allocations						(6) Primary Breeder Allocations
	Forecast Multiplier Breeder Marketings	Reference %	Reference Level	Egg and Poult Cap	Total Reference Level	Multiplier Breeder Allocations	
	a	b	c=4xb	d	e=c+d	f=a-e, or 0	6
Total	**7,344,928**	**-**	**2,552,924**	**1,488,166**	**4,041,090**	**3,484,052**	**2,098,080**
BC	10,000	0.00%	-	-	-	10,000	**-**
AB	90,477	1.62%	238,963	-	238,963	-	**-**
SK	-	0.60%	31,728	-	31,728	-	**-**
MB	963,459	3.28%	327,652	-	327,652	635,807	**-**
ON	5,529,712	2.13%	1,327,898	1,488,166	2,816,064	2,713,648	**2,098,080**
QC	751,280	1.75%	626,683	-	626,683	124,597	**-**
NB	**-**	**-**	-	-	-	-	**-**
NS	**-**	**-**	-	-	-	-	**-**

	(7) Conditional Export Allocations						(8) 2014/2015 Overmarketing	(9) Total 2015/16 Quota	(10) Base Allocations (CTMA Proclamation)	(11) Provincial Over Base Allocations
	Section 1 (Upper Limits)	Section 1 (Whole Carcass)	Section 2 (Placement for Export)	Section 3 (Live Exports)	Carry-Forward from 2014/2015	Total Conditional Export Allocations				
	a	b	c	d	e	f=a+b+c+d+e	8	9=4+5f+6+7f-8	10	11=10-9
Total	**18,973,065**	**25,000**	**2,289,602**	**3,080,023**	**-**	**24,367,690**	**-**	**186,549,952**	**97,041,538**	**89,508,414**
BC	1,292,411	-	-	-	-	**1,292,411**	**-**	**21,871,002**	9,298,642	**12,572,360**
AB	1,557,377	-	-	-	-	**1,557,377**	**-**	**16,308,153**	8,278,060	**8,030,093**
SK	603,252	-	-	-	-	**603,252**	**-**	**5,891,243**	3,628,738	**2,262,505**
MB	1,133,726	-	-	3,080,023	-	**4,213,749**	**-**	**14,838,952**	7,824,467	**7,014,485**
ON	11,254,574	-	1,639,602	-	-	**12,894,176**	**-**	**80,048,514**	41,730,492	**38,318,022**
QC	2,290,528	25,000	650,000	-	-	**2,965,528**	**-**	**38,900,573**	24,493,985	**14,406,588**
NB	370,726	-	-	-	-	**370,726**	**-**	**3,918,552**	653,173	**3,265,379**
NS	470,471	-	-	-	-	**470,471**	**-**	**4,772,963**	1,133,981	**3,638,982**

Summary of Allocations by Type

	Total Whole Bird Quota	Total Further Processing Quota	Total 2014/15 Commercial Allocations	Multiplier Breeder Allocations	Primary Breeder Allocations	Total Conditional Export Allocations	2014/2015 Overmarketing	Total 2015/16 Quota	Base Allocations (CTMA Proclamation)	Provincial Over Base Allocations
	2b	3d	4=2b+3d	5f	6	7f	8	9=4+5f+6+7f-8	10	11=10-9
Total	72,000,000	84,600,130	156,600,130	3,484,052	2,098,080	24,367,690	-	186,549,952	97,041,538	89,508,414
BC	11,460,152	9,108,439	20,568,591	10,000	-	1,292,411	-	21,871,002	9,298,642	12,572,360
AB	6,287,900	8,462,876	14,750,776	-	-	1,557,377	-	16,308,153	8,278,060	8,030,093
SK	3,247,730	2,040,261	5,287,991	-	-	603,252	-	5,891,243	3,628,738	2,262,505
MB	8,504,145	1,485,251	9,989,396	635,807	-	4,213,749	-	14,838,952	7,824,467	7,014,485
ON	21,097,559	41,245,051	62,342,610	2,713,648	2,098,080	12,894,176	-	80,048,514	41,730,492	38,318,022
QC	17,408,087	18,402,361	35,810,448	124,597	-	2,965,528	-	38,900,573	24,493,985	14,406,588
NB	1,438,751	2,109,075	3,547,826	-	-	370,726	-	3,918,552	653,173	3,265,379
NS	2,555,676	1,746,816	4,302,492	-	-	470,471	-	4,772,963	1,133,981	3,638,982

APPENDIX V

2015/2016 PROVINCIAL TURKEY ALLOCATIONS

As per Directors' decision of September 24, 2015

	TOTAL	BC	AB	SK	MB	ON	QC	NB	NS
A) Commercial Allocation									
1) Whole Bird Reference Quota	**75,111,683**	11,955,435	6,559,649	3,388,090	8,871,676	22,009,349	18,160,427	1,500,931	2,666,126
2) Change from Reference	**-3,111,683**	-495,283	-271,749	-140,360	-367,531	-911,790	-752,340	-62,180	-110,450
3) Whole Bird Quota (A1+A2)	**72,000,000**	**11,460,152**	**6,287,900**	**3,247,730**	**8,504,145**	**21,097,559**	**17,408,087**	**1,438,751**	**2,555,676**
4) Further Processing Reference Quota	**66,544,807**	7,044,565	6,583,038	1,753,917	791,988	34,142,488	13,225,661	1,659,069	1,344,081
5) Further Processing Requests	**16,055,323**	1,852,150	1,681,985	233,630	669,459	6,076,413	4,779,204	400,143	362,339
6) One-Time FP Allocation	**2,000,000**	211,724	197,853	52,714	23,804	1,026,150	397,496	49,863	40,396
7) Further Processing Quota (A4+A5+A6)	**84,600,130**	**9,108,439**	**8,462,876**	**2,040,261**	**1,485,251**	**41,245,051**	**18,402,361**	**2,109,075**	**1,746,816**
8) Total Commercial Allocations (A3+A7)	**156,600,130**	**20,568,591**	**14,750,776**	**5,287,991**	**9,989,396**	**62,342,610**	**35,810,448**	**3,547,826**	**4,302,492**
B) Multiplier Breeder									
1) Reference %			1.62%	0.60%	3.28%	2.13%	1.75%		
2) Reference Level (A8xB1)			238,963	31,728	327,652	1,327,898	626,683		
3) Egg & Poult Cap						1,488,166			
4) Reference Level Total (B2+B3)			238,963	31,728	327,652	2,816,064	626,683		
5) Forecast Marketings	**7,344,928**	10,000	90,477		963,459	5,529,712	751,280		
6) Conditional Allotment (B5-B4, or "0")	**3,484,052**	**10,000**			**635,807**	**2,713,648**	**124,597**		
C) Primary Breeder	**2,098,080**					**2,098,080**			
D) Conditional Export Policy Allocations									
1) Section 1 - Upper Limit on Parts Exports	**18,973,065**	1,292,411	1,557,377	603,252	1,133,726	11,254,574	2,290,528	370,726	470,471
2) Section 1 - Whole Bird Exports	**25,000**						25,000		
3) Section 1 - Carry-Forward from 2014/2015									
4) Section 2 - Placements for Export	**2,289,602**					1,639,602	650,000		
5) Forecast Live Export Volume (evis.)	**3,080,023**				3,080,023				
6) Total Conditional Export Policy Allocations	**24,367,690**	**1,292,411**	**1,557,377**	**603,252**	**4,213,749**	**12,894,176**	**2,965,528**	**370,726**	**470,471**
E) 2014/2015 Overmarketing									
F) Total 2015/2016 Allocations (A+B+C+D-E)	**186,549,952**	**21,871,002**	**16,308,153**	**5,891,243**	**14,838,952**	**80,048,514**	**38,900,573**	**3,918,552**	**4,772,963**

Base Allocations (as per the proclamation)	**97,041,538**	**9,298,642**	**8,278,060**	**3,628,738**	**7,824,467**	**41,730,492**	**24,493,985**	**653,173**	**1,133,981**
Over Base Allocations	**89,508,414**	**12,572,360**	**8,030,093**	**2,262,505**	**7,014,485**	**38,318,022**	**14,406,588**	**3,265,379**	**3,638,982**