

May 28, 2021

VIA EMAIL

To: BC Asian Breeder Producers, Hatcheries and Associated Stakeholders

ASIAN BREEDER (REGULARIZED PRODUCTION) PRICING PER SALEABLE CHICK AND CHICKS UNDER 2 DAYS OLD

Schedule 2 of the January 1, 2021 Consolidated Order of the BC Broiler Hatching Egg Commission includes the following:

Broiler Hatching Eggs (Regularized Producers)

3. (1) For Period A167, and effective January 10, 2021, the base price to be paid by Hatcheries to Regularized Producers for Broiler Hatching Eggs is \$0.9417 per Saleable Chick.
- (2) For Period A167, and effective December 20, 2020, the listed price for Broiler Hatching Eggs described in subsection (1) is \$9.0400 per dozen.
- (3) The base price for Broiler Hatching Eggs described in subsection (1) is F.A.S. the Producer's Farm.

Chicks Under 2 Days Old (Regularized Producers)

4. (1) For Period A-167, and effective January 10, 2021, the base price to be paid by Growers to Hatcheries for day-old Saleable Chicks hatched from Broiler Hatching Eggs produced by Regularized Producers (exclusive of any charges that may be imposed by the Hatchery for vaccination or sexing services requested by the Grower) is \$1.1500 per day-old Saleable Chick.
- (2) Notwithstanding subsection (1), Hatcheries may, at their discretion, provide to Growers Chicks under 2 days old at no cost in addition to the number of Chicks under 2 days old invoiced per flock placement.
- (3) The base price for Chicks described in subsection (1) is F.A.S. the Grower's Farm.

At a May 25, 2021 meeting of Commission representatives with Asian Breeder Producers and Hatcheries it was established that the pricing of Chicks Under 2 Days Old and charges for vaccinations and other services varied between the hatcheries. No hatchery was in full compliance with Section 4. (1) of Schedule 2 to the Consolidated Order.

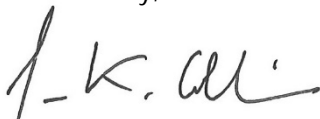
The steps and timing necessary for the hatcheries to transition into full compliance with Schedule 2 to the Consolidated Order were discussed at the May 25 meeting.

Subsequently, the Commission has directed the following:

1. The Hatcheries are to demonstrate to the Commission that they are in full compliance with Sections 3 and 4 of Schedule 2 of the Consolidated Order no later than the commencement of Period A170 on June 6, 2021.
2. That Regularized Producers and Hatcheries shall report their pricing and charges under Sections 3 and 4 to the Commission not later than the end of Week 7 of each Period. If changes to the pricing as outlined in Section 2 and 3 is required, Regularized Producers and Hatcheries must formalize such requests for consideration by the Pricing and Production Advisory Committee and decision by the Commission.

All pricing in the BC broiler hatching egg sector is required to be in compliance with the Consolidated Order of the Commission. The Commission therefore expects that once it is fully satisfied that the Hatcheries are in compliance with these pricing provisions, no further enforcement action will be necessary.

Yours truly,


Jim Collins
Chair

cc: Commission Pricing and Production Advisory Committee
BC Chicken Marketing Board