Beef prices on rise in 1981

DENVER, Colo., - Retail beef prices in 1981 are expected to average about 10 percent higher than in 1980, the National Cattlemen's Association predicted Monday

NCA said present indications are most of the expected price increase will occur in the spring, when meat production will be decreasing seasonally. Beef supplies and prices are expected to be fairly stable during the remainder of the year.

For 1981 in total, beef production will increase about 1 percent, NCA said, and poultry output also will rise. However, pork production will decrease, and total meat production in 1981 will be down slightly from 1980. The drop in pork supplies will contribute to the expected rise in average

beef as well as pork prices Merlyn Carlson, NCA president, pointed out that the nation's basic inflation problem, affecting the prices of all goods and services, is responsible for much of the recent and expected increase in average meat prices Supply changes are not the only cause

The average cattle price received by cattle feeders this year has been slightly less than the 1979 average Carlson said, but inflation and rising costs of processing and distribution have put upward pressure on retail beef prices increase for the year is only 5 percent, or considerably less than the over-all inflation rate

A major reason for beef's not showing much price increase this year his been the total supply of meat With an increase in pork

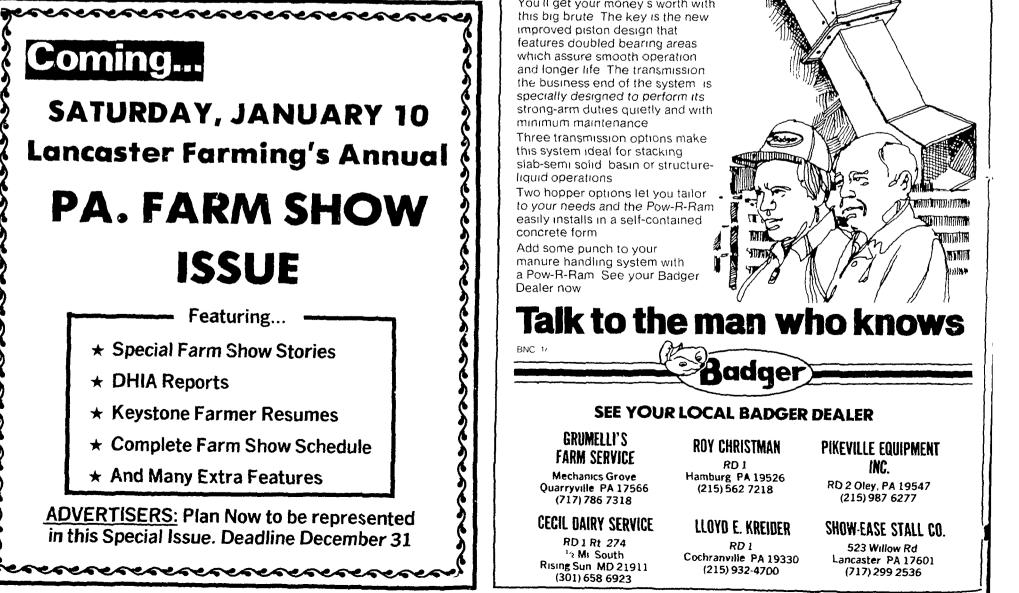
Maryland teens

(Continued from Page D5) aspirations are of a career in veterinary medicine

Moving to a small farm in 1976 intensified Annette's interest in animals Looking for help at the Charles county fair led to 4-H membership and a variety of projects, including photography, gardening, field (rops, broilers and veterinary science This latter project resulted in ownership and a chance to practice preventive medicine with beef cattle, sheep and goats. Her interest in photography and veterinary science helped her to master the art of microphotography Annette's parents are Mr and Mrs Paul V. Bailey. Her trip to the National 4-H Congress was sponsored by the Maryland State Veterinary Medical Association

Charles County - Lori L Burke, 15, of White Plains: rabbits. Miss Burke is a

sophomore in McDonough high school at Pomfret Lori was selected to participate last summer in a program



Dividuction ... porticular, total per capita meat supplies have been record large. While prices of most food and other items continued to rise rapidly, Carlson said, meat prices remained relatively favorable

Looking at the economic situation for the cattle industry, Carlson noted that total cattle numbers have been at a cyclical low point for the past two years Theoretically, at this point in the cattle cycle, catlemen should be making good profits

However, energy, interest, feed and other costs have been rising even more than the general inflation rate. At the same time, large total meat supplies, inflation and a weak economy have tended to hurt demand The result has been a financial squeeze on cattlemen for the past year or more This situation, Carlson said, may delay or limit future herd expansion.

A major problem at this time results from the 1980 drought, a smaller corn crop and a big increase in feed grain prices The higher feed Cow-calf

profits obviously reduces the incentive and ability to expand basic breeding herds, Carlson said.

If the industry's cost-price squeeze continues, he said, the current cyclincal buildup in cattle numbers may be slowed or halted This would mean less beef in future years than generally has been expected.

