Large Hog Companies Gain from China’s Ongoing African Swine Fever

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China Daily updated April 2020. "Measures to Address ASF Risk to China's Pigs."


China will increase the insurance coverage of live pigs; temporarily relax environmental regulations; and promote large-scale hog breeding. The Ministry of Agriculture and Rural Affairs has approved the first live pig futures contract in China, set to become the world's second market to trade live pig futures (CD 2020)—the United States is the only other country to do so.

Domestic hog futures, China's first financial derivative based on a live animal, on the Dalian Commodity Exchange (DCE) has been launched. The futures contract is based on the corn and soybean meal prices, and is expected to provide more risk management tools for hog farmers. The futures contract will further accelerate the consolidation and upgrading of the meat production supply chain. The capital gains through the positive stock returns from the ASF outbreaks also have further stimulated the hog industry. The Chinese government is pushing out multiple policies to spur domestic hog production, which likely will further accelerate the consolidation and upgrading of the meat production supply chain.

China has expanded the temporary financing and loan discount program for hog facility construction as long as it is not permanent basic farmland, and the 15-mu (2 US acres) cropland can be used for hog facility construction as long as it is not permanent basic farmland. Cropland can be used for hog facility construction as long as it is not permanent basic farmland. The majority of hog farmers are small scale operations that can only afford small hog facilities. The Chinese government has allowed cropland to be used for hog facility construction as long as it is not permanent basic farmland. This has allowed many small scale hog farmers to expand their hog facilities and increase their hog production.

For China's hog industry, the dramatic reductions in inventory may in fact serve as a long-awaited point of consolidation and upgrading of the meat production supply chain. The capital gains through the positive stock returns from the ASF outbreaks also have further stimulated the hog industry.

China's hog industry is under increased scrutiny as the African Swine Fever (ASF) outbreak has led to dramatic reductions in hog inventory and increased the price of pork. The ASF outbreak has also led to increased demand for pork from other countries as China has been forced to import more pork from other countries. This has led to increased demand for pork from other countries as China has been forced to import more pork from other countries. This has led to increased demand for pork from other countries as China has been forced to import more pork from other countries. This has led to increased demand for pork from other countries as China has been forced to import more pork from other countries. This has led to increased demand for pork from other countries as China has been forced to import more pork from other countries. This has led to increased demand for pork from other countries as China has been forced to import more pork from other countries. This has led to increased demand for pork from other countries as China has been forced to import more pork from other countries. This has led to increased demand for pork from other countries as China has been forced to import more pork from other countries. This has led to increased demand for pork from other countries as China has been forced to import more pork from other countries. This has led to increased demand for pork from other countries as China has been forced to import more pork from other countries.