

INTERNATIONAL EGG AND POULTRY REVIEW



U.S. Department of Agriculture

Agricultural Marketing Service

Poultry Programs

Market News and Analysis

Ukraine

The Ukraine experienced economic hardships in the 1990s. When an economic recovery began in 1999 it resulted in an increase in disposable incomes and the creation of a middle class with a pent up demand for dining out. Even though more than 95% of all food products consumed in the Ukraine are produced domestically, current domestic production and consumption of agricultural and food products is only half the level recorded during the last years of the Soviet Union.

While Ukraine's total estimated domestic broiler meat consumption for 2012 has increased 435% since 2002 Ukraine's broiler meat production for 2012 is estimated to be up 763% over 2002. Meanwhile, the United States (U.S.) poultry producers were the largest foreign supplier to the Ukraine from the early 2000's to 2010 and since then they have lost market share. Currently, over 30% of processed and raw materials are imported from the European Union and 19% from the CIS.

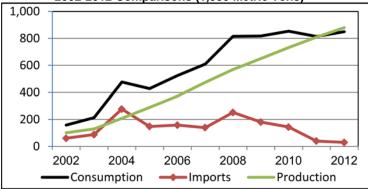
The Ukraine's 2012 total estimated broiler meat imports are being estimated to have declined 51% since 2002 and 88% since the 2008 peak. Meanwhile, U.S. January-December cumulative total broiler meat exports to the Ukraine for 2011 are 695% higher since 2002, but 93% below 2008's high levels.

Even though January 2012 U.S. broiler meat exports to the Ukraine are up 1,168% over January 2011 and are 164% higher than January 2002, they are 83% below January 2005's 10 year peak of January comparisons. U.S. turkey meat exports to the Ukraine have been uneven and when comparing January-December cumulative totals. January-December 2011's cumulative U.S. turkey meat export total was 81% lower than 2006's 10 year higher.

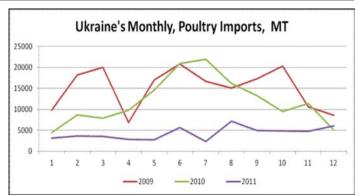
Even though the Ukraine Cabinet of Ministers has extended the licensing of imports of fresh, chilled, or frozen poultry for 2012, Ukraine's Minister of Agricultural Policy met with Russia's Deputy Head of Rosselkhoznadzor to open Russia's market for Ukraine's meat products resulting in a reported agreement by the media. The Ukraine's estimated total broiler meat exports are estimated to increase in 2012 to 60,000 metric tons from 2002's 4,000 metric tons.

Sources: USDA, Foreign Agricultural Service (FAS) Official USDA, Estimates; USDA, F A S Gain Report numbers UP1150, UP1208, UP1211; ThePoultrySite; Department of Commerce, U.S. Census Bureau, Foreign Trade Statistics/USDA, F A S

Ukraine Broiler Meat Consumption, Imports & Production 2002-2012 Comparisons (1,000 Metric Tons)

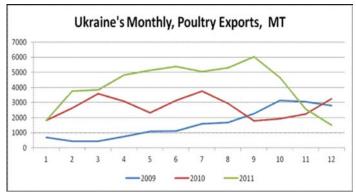


Source: USDA, Foreign Agricultural Service Official USDA Estimates



*Poultry is defined as HS 020711, 020712, 020713, 020714 and 160232

Source: Global Trade Atlas and USDA, Foreign Agricultural Service Gain Report number UP1208



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Source: Global Trade Atlas and USDA, Foreign Agricultural Service Gain Report number UP1208

U.S. Broiler & Turkey Meat Exports To Ukraine 2008-2012 January Comparisons (Metric Tons)

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	2008	2009	2010	2011	2012	
Broiler Meat	128	4,268	2,573	210	2,668	
Turkey Meat	0	0	24	24	23	
Total	128	4,268	2,597	234	2,691	

Source: Department of Commerce, U.S. Census Bureau, Foreign Trade Statistics/USDA, Foreign Agricultural Service

U.S. Broiler & Turkey Meat Exports To Ukraine 2008-2011 January-December Cumulative Total Comparisons (Metric Tons)

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	2008	2009	2010	2011
Broiler Meat	177,231	86,669	101,235	13,110
Turkey Meat	1,445	775	344	318
Grand Total	178.676	87.444	101.579	13.428

Source: Department of Commerce, U.S. Census Bureau, Foreign Trade Statistics/USDA, Foreign Agricultural Service

INSPECTED EGG PRODUCTS-U.S. & CANADA IMPORT/EXPORT TRADE				U.S./CANADIAN LIVE PO		RED UNDER	INSPECTION		
U.S. Exports to Canada, in Pounds (000) (Preliminary)					Week Ending Mar 31, 2	012 (Preliminary)			
Week Ending Mar 31, 2012 Year-To-Date*				U.S. F	owl Slaughtered Do	omestically			
Type	2012	2011 /1	2012 /2	2011	Ligh	nt Hens Heavy	Hens To	otal Hens	
Liquid	48	0	294	338		Thousands			
Frozen	0	0	0	0	Head	1,676	1,372	3,048	
Dried	0	0	0	0	Last Week	1.809	1,383	3,192	
Total	48	0	294	338	Same week yr ago	1,060	1,301	2,361	
U.S. Imports	From Cana	da, in Pounds ((000) (Prelimin	ary)	, ,	•	•	•	
Week Ending	Mar 31, 201	2	Year-To-	Date*	To-date/2012*	20,462	19,304	39,766	
Type	2012	2011 /1	2012 /2	2011	To-date/2011*	18,650	19,371	38,021	
Liquid	351	286	5,158	4,545	U.S. Fowl Slaughtered in Canada				
Frozen	5	45	352	224	Ligh	nt Hens Heavy	Hens To	otal Hens	
Dried	0	0	0	0		Thousands			
Total	356	331	5,510	4,769	Head	346	0	346	
INSPECTED SHELL EGGS				Last Week	311	0	311		
U.S Exports to Canada, In 30-Dozen Cases (Preliminary)			Same week yr ago	409	25	434			
Week Ending	g Mar 31, 201	2	Year-To-	Date*	To-date/2012*	3.857	36	3.893	
	2012	2011 /1	2012 /2	2011	To-date/2012 To-date/2011*	5.088	121	5,209	
Jumbo	0	0	0	0		-,		-,	
Extra Large	4,920	2,110	19,620	12,949	Data Source: Agriculture	•		•	
Large	6,035	5,980	40,721	24,280		vl Slaughtered in th			
Medium	1,031	0	9,352	4,015				otal Hens	
Ungraded	11,010	1,548	26,388	20,188		Thousands			
Misc	0	0	0	0	Head	2,022	1,372	3,394	
Total	22,996	9,638	96,081	61,432	Last Week	2,120	1,383	3,503	
/1 Comparable Week, to-date figures may not total due to rounding.			Same week yr ago	1,469	1,326	2,795			
/2 Includes revisions to previous week(s)				To-date/2012*	24,319	19,340	43,659		
Note: Year to-date totals reflect comparable time periods.				To-date/2011	23,738	19,492	43,230		

NATIONAL MECHANICALLY SEPARATED CHICKEN

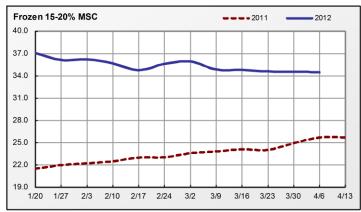
(FOB Shipper Dock or equiv., negotiated prices in trucklot and less-than-trucklot volumes reported in thousand lb. quantities, cents/lb.; delivery within 2 weeks.)

MSC prices trended steady to weak on fresh 15-20% and steady for the balance of fat contents. Supplies are moderate to heavy. Schedules are normal to reduced. Domestic and export demand is light to moderate at best going into the Easter holiday. As expected, the spot marketplace is slow for Holy week, however industry anticipates interest and buying to pick up after Easter as buyers ramp up production of finished goods to prepare for the summer season. In the meantime, producers utilize all options available this week to stay ahead on spot sales of MSC and maintain a cautious and conservative outlook of the future of the spot marketplace. Market activity is light. Raw material supplies are moderate to heavy. Spot frame trading is between 10-15 cents FOB.

Weekly MSC Weighted Average Prices (cents/pound) and Volumes (1,000 pounds)

Data Source: Agriculture and Agri-Food Canada, AISD, AID, Poultry Section

	Frozen			Fresh			
Fat Content	6-Apr-12	Last Week	Last Year	6-Apr-12	Last Week	Last Year	
15% or Less							
Price Range			28.00	27.00	26.00 - 27.00	23.00	
Wtd Avg Price			28.00	27.00	26.75	23.00	
Volume Traded	-	-	80	82	163	143	
Volume Exported	-	-	-	-	-	-	
15-20%							
Price Range	31.00 - 38.00	31.00 - 38.00	24.00-27.00	20.00 - 29.00	20.00 - 30.00	20.00-25.00	
Wtd Avg Price	34.46	34.56	25.70	24.84	25.45	22.12	
Volume Traded	1,650	1,685	1,752	3,702	3,703	4,119	
Volume Exported	1,450	1,325	1,472	530	592	-	
20% or More							
Price Range	-	-	-	22.50	22.50	18.00-20.00	
Wtd Avg Price			-	22.50	22.50	19.00	
Volume Traded	-	-	-	82	82	163	
Volume Exported	-	-	-	-	-	-	



*Note: Year to-date totals reflect comparable time periods.

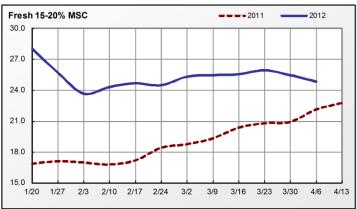
Monthly MSC Weighted Average Prices (cents/pound) and Volumes (1,000 pounds)

	Frozen			Fresh			
Fat Content	Mar 2012	Feb 2012	Mar 2011	Mar 2012	Feb 2012	Mar 2011	
15% or Less							
Wtd Avg Price	-	-	-	26.92	27.56	20.83	
Volume Traded	-	-	-	775	653	245	
Volume Exported	-	-	-	-	-	-	
15-20%							
Wtd Avg Price	34.92	35.46	23.86	25.56	24.33	19.80	
Volume Traded	9,964	7,800	6,170	19,562	15,773	13,826	
Volume Exported	8,629	6,839	5,930	4,264	2,693	1,183	
20% or More							
Wtd Avg Price	-	-	-	22.30	22.38	18.91	
Volume Traded	-	-	-	408	163	449	
Volume Exported	-	-	-	-	-	-	

Note: Volume exported refers to that portion of the total volume that is destined for export markets.

email: PYMNDSM@ams.usda.gov

Source: USDA AMS Poultry Market News & Analysis (www.ams.usda.gov/pymarketnews.htm)



NATIONAL YOUNG TURKEY PARTS

INCLUDING BULK MEAT and FROZEN (UNLESS SPECIFIED), CENTS PER LB., DELIVERED FIRST RECEIVERS, PART AND FULL TRUCKLOTS AS OF 06 APR 2012.

The market on bulk parts was steady. Demand and offerings was light to moderate. The market on white meat is steady to weak. Demand was light. Offerings moderate. The market on thigh meat was steady to barely steady. Demand and offerings was light to moderate. Trading was slow to moderate. For domestic: frozen tails 52 cents, fresh tails 49 cents, fresh tom necks 47 cents, frozen grade A breast non basted 8-10 lbs. 167 cents, 12-16 lbs. 177 cents and fries 240-290 cents delivered. For export: machine defatted gizzards 65 cents, fresh tom drums 67 cents and frozen scapula 97 cents.

EXPORT TRADING

FRIDAY, APRIL 06, 2012 DRUMSTICKS, TOMS WINGS FULL-CUT - TOMS WINGS, V-TYPE, TOM TAILS MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN	PRICE RANGE 74.00-82.50 56.00-60.00 102.50 52.00	L.S.T. CODE 1/	WTD AVG PRICE 78.25 57.32 102.50 52.00	VOLUME (000) 324 328 162 40	WEEKLY WTD AVG PRICE 77.56 56.97 102.50 55.00	WEEKLY VOLUME (000) 364 608 162 120
THURSDAY, APRIL 05, 2012 DRUMSTICKS, TOMS WINGS FULL-CUT - TOMS WINGS, V-TYPE, TOM TAILS MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN	PRICE RANGE 72.00 60.00	L.S.T. CODE 1/ F T	WTD AVG PRICE 72.00 60.00 100.00 56.50 137.00	VOLUME (000) 40 40 108 80		
WEDNESDAY, APRIL 04, 2012 DRUMSTICKS, TOMS WINGS FULL-CUT - TOMS WINGS, V-TYPE, TOM TAILS MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN	PRICE RANGE	L.S.T. CODE 1/ F M F T W F	WTD AVG PRICE 72.00 56.00 100.00 56.50 34.00 137.00	VOLUME (000) 80 240 108 80 216 40		
TUESDAY, APRIL 03, 2012 DRUMSTICKS, TOMS WINGS FULL-CUT - TOMS WINGS, V-TYPE, TOM TAILS MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN	PRICE RANGE 55.00-58.00	L.S.T. CODE 1/ F M F W F	WTD AVG PRICE 72.00 56.00 100.00 56.50 34.00 137.00	VOLUME (000) 80 240 108 80 216 40		
MONDAY, APRIL 02, 2012 DRUMSTICKS, TOMS WINGS FULL-CUT - TOMS WINGS, V-TYPE, TOM TAILS MECHANICALLY SEPARATED 2/	PRICE RANGE 56.00	L.S.T. CODE 1/ F F F W	WTD AVG PRICE 72.00 56.00 100.00 53.00 34.00	VOLUME (000) 80 240 108 54 216		

^{1/} CODES FOR LAST SIGNIFICANT TRADE (L.S.T.): M=MONDAY T=TUESDAY W=WEDNESDAY R-THURSDAY F=FRIDAY 2/ 15-20% fat with skin added.

THIGH MEAT - FROZEN

F

137.00

40