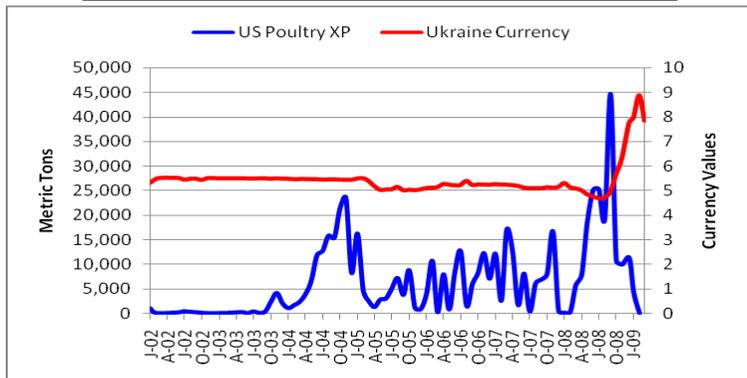




Comparison of US Poultry Exports (MT) to the Ukraine with the Ukrainian Hryvnia (UAH) Value against the US Dollar



Note: All data is January-December with the exception of 2009, which is January through February 2009. The average March 2009 currency exchange of 1 USD = 7.854625806 UAH. Source: Department of Commerce, US Census Bureau, Foreign Trade Statistics/USDA FAS/Oanda FX Trade.

Ukraine

March 24, 2009 the Ukrainian Customs Service, citing the Cabinet of Ministers Resolution as legal grounds for this action, canceled the temporary 13% increase in customs duties on beef, pork, offal, poultry products, processed beef and pork, raw sugar, grape wine, and fermented beverages by adopting the official Letter #11/1-10.21/2619EP. The additional duty was introduced by Parliament (Law #923-VI) in hopes of fixing the balance of payments problem (effective February 24, 2009). However the additional 13% duty violated Ukraine's obligation to the WTO and did not include imports from countries Ukraine had Free Trade Agreements with.

The cancellation came after a month of increased smuggling and unfavorable reactions from the international marketplace, Ukrainian consumers, and the mass media coupled with the import drop and UAH 35-44 million loss in elastic demand as a result, completely offsetting the UAH 28 million in revenue on the commodities subjected to the additional 13% import duty. Despite existing legal issues regarding the authority and validity of the cancellation, the import duty has been decreased and as of May 25, 2009 the duty was to be changed to the WTO-agreed level. However since this decision President Yushchenko has recently called for the reintroduction of the additional 13% import duty on agricultural products citing Ukraine's need to support its own domestic commodity production.

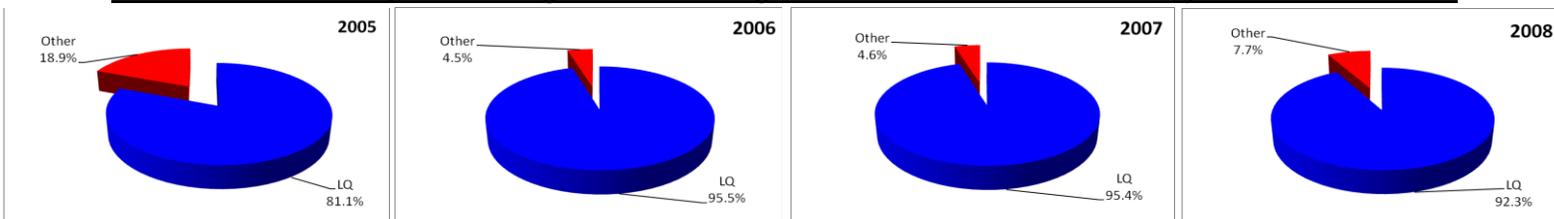
A review was done of all proteins to reflect the new economic devel-

Ukraine's Broiler Meat Production, Supply, and Demand

	2002	2003	2004	2005	2006	2007	2008	2009*
Production	102	130	208	289	372	475	550	620
Total Imports	61	88	277	148	158	140	252	155
Total Supply	163	218	485	437	530	615	802	775
Total Exports	4	5	8	9	6	6	8	8
Total Dom. Cons.	159	213	477	428	524	609	794	767

Note: Total Dom. Cons. = Total Domestic Consumption. 2009* = New Post Data Estimate. Source: USDA FAS Production, Supply, and Distribution Online

Total US Broiler Meat Export Percentage Break Out of Leg Quarters and Other Chicken Items by Volume to the Ukraine



Note: LQ = Leg Quarters. Other = Other Chicken Meat Exports excluding Leg Quarters.

Source: USDA FAS

opments (i.e. world economic crisis; employment collapse; UAH currency devaluation; decreased purchasing power, consumption, and red meat and poultry imports; etc.) and estimates changed. Expected import volumes and consumption of meat were decreased, though poultry will suffer the least. Sizable imports of poultry over the summer months are not expected to repeat in 2009 and trade throughout the rest of 2009 is only expected to rebound to 2005-06 levels; however trade will continue to concentrate in low-cost segments. Domestic poultry production was reduced as well. Source: USDA FAS/various news wires

US Broiler Exports to Ukraine (MT)

	Jan-Dec					Jan-Feb		%
	2004	2005	2006	2007	2008	2008	2009	
LQ	112,198	45,903	74,461	87,671	163,535	134	4,268	2.5%
Whole	-	-	-	566	7,003	-	-	-
Legs	1,712	1,449	383	370	1,438	-	-	-
Wings	-	-	-	440	290	-	-	-
Paws	2,146	623	50	25	-	-	-	-
Other	7,799	8,634	3,036	2,798	4,965	226	-	-4.5%
Total	123,855	56,608	77,930	91,870	177,231	359	4,268	2.2%

Note: % = Percentage Change for the first two months of 2008 to 2009. LQ = Leg Quarters HS 0207140010. Whole = Fresh, Chilled, and Frozen Whole Chicken HS Codes 0207110020 and HS 0207120020. Legs = Frozen Legs Excluding Leg Quarters HS 0207140025. Wings = Frozen Wings, Wing Tips, or Parts Thereof HS 0207140030. Paws = Frozen Feet or Paws HS 0207140045.

US Turkey Exports to Ukraine (MT)

	Jan-Dec					Jan-Feb		%
	2004	2005	2006	2007	2008	2008	2009	
Leg Meat	122.7	73.5	-	49	626	47	-	-
Legs	121.6	23.6	-	-	74	-	-	-
Wings	-	-	-	-	17	-	-	-
Whole	-	-	-	-	15	-	-	-
Other	220	338	1,698	486	714	24	-	-
Total	465	435	1,698	535	1,445	71	-	-

Note: % = Percentage Change for the first two months of 2008 to 2009. Leg Meat = Frozen Leg Meat without Bone HS 0207270025. Legs = Frozen Legs with Bone HS 0207270010. Wings = Frozen Wings or Parts Thereof HS 0207270030. Whole = Frozen Whole Turkey HS 0207250000. Source: Department of Commerce, US Census Bureau, Foreign Trade Statistics/USDA FAS

Avian Influenza Update

China's Ministry of Agriculture confirmed a new outbreak of highly pathogenic avian influenza (HPAI) H5N1 April 19, 2009 at a live chicken market in Cheng'guan County in the province of Tibet. There were 1,500 cases, 1,500 deaths, and 1,679 birds were destroyed. Control measures are being taken. April 6, 2009 the OIE and USDA APHIS received confirmation of an outbreak of low pathogenic avian influenza (LPAI) H7N9 in Grayson County, Kentucky at a commercial broiler breeder operation with 20,000 birds at 49 weeks old. All 20,000 birds were destroyed and control measures are being taken. Upon confirmation, poultry from the state of Kentucky was banned by about 8 countries. Germany confirmed an outbreak of LPAI subtype H7 in the district of Kleve April 3, 2009. About 17,000 turkeys were to be culled and further precautionary measures taken. Laboratory results with the full identity of the pathogen and confirmation of its alleged low pathogenicity are expected soon. H7 of either high or low pathogenicity is an OIE-notifiable virus. Source: OIE/Promed/International Society for Infectious Diseases

INSPECTED EGG PRODUCTS-

U.S. & CANADA IMPORT/EXPORT TRADE

U.S. Exports to Canada, in Pounds (000) (Preliminary)

Type	Year-To-Date*			
	2009	2008 /1	2009 /2	2008
Liquid	44	0	1,391	96
Frozen	0	0	0	8
Dried	0	40	182	178
Total	44	40	1,573	282

U.S. Imports From Canada, in Pounds (000) (Preliminary)

Type	Year-To-Date*			
	2009	2008 /1	2009 /2	2008
Liquid	121	315	4,603	5,347
Frozen	0	9	124	226
Dried	0	40	0	40
Total	121	364	4,727	5,613

Inspected Shell Eggs

U.S Exports to Canada, in 30-Dozen Cases (Preliminary)

	Year-To-Date*			
	2009	2008 /1	2009 /2	2008
Jumbo	0	0	0	0
Extra Large	600	600	10,073	4,010
Large	4,113	900	37,601	15,520
Medium	2,460	2,280	10,800	11,880
Ungraded	1,584	13,500	59,090	67,150
Misc	682	1,560	2,119	1,560
Total	9,439	18,840	119,683	100,120

/1 Comparable Week, to-date figures may not total due to rounding.

/2 Includes revisions to previous week(s)

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

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

U.S./CANADIAN LIVE POULTRY-

SLAUGHTERED UNDER INSPECTION

Week Ending 11-Apr-09 (Preliminary)

U.S. fowl slaughtered domestically

	Thousands		
	Light Hens	Heavy Hens	Total Hens
Head	1,112	1,444	2,556
Last Week	1,193	1,560	2,753
Same week yr ago	1,549	1,494	3,043
To-date/2009*	17,124	21,057	38,181
To-date/2008*	19,870	21,164	41,034

U.S. fowl slaughtered in Canada

	Thousands		
	Light Hens	Heavy Hens	Total Hens
Head	139	0	139
Last Week	294	0	294
Same week yr ago	333	0	333
To-date/2009*	3,789	11	3,800
To-date/2008*	4,468	12	4,480

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

Total U.S. fowl slaughtered in the U.S. and Canada

	Thousands		
	Light Hens	Heavy Hens	Total Hens
Head	1,251	1,444	2,695
Last Week	1,487	1,560	3,047
Same week yr ago	1,882	1,494	3,376
To-date/2009*	20,913	21,068	41,981
To-date/2008*	24,338	21,176	45,514

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

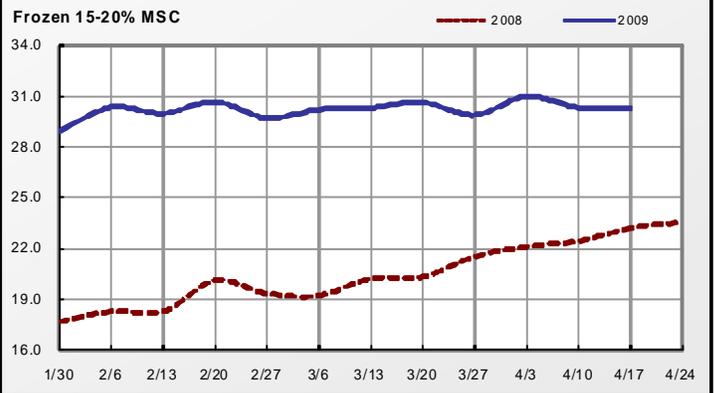
NATIONAL MECHANICALLY SEPARATED CHICKEN

(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.)

The market tone for all fat contents was mixed, but mostly steady. Supplies of fresh 15-20% were adequate for current needs. The remainder of fat contents were noted as adequate to close. Some in the industry continue to cut back on production with many anticipating some future supply changes with the upcoming plant closings in the coming weeks. Supplies of raw materials were balanced to close. Demand was mixed, ranging fair to instances good. Most export activity was noted into Mexico, the Caribbean, and Central American countries. Schedules were generally normal.

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

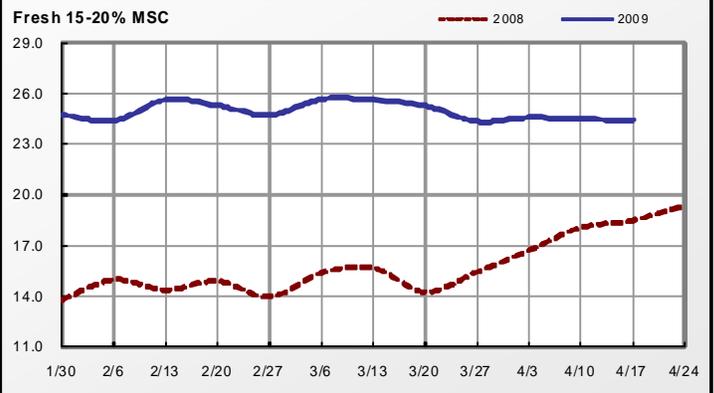
Fat Content	Frozen			Fresh		
	17-Apr-09	Last Week	Last Year	17-Apr-09	Last Week	Last Year
15% or Less						
Price Range	33.00		17.00	28.00 - 30.00	28.00 - 30.00	19.00-24.00
Wtd Avg Price	33.00		17.00	28.63	29.04	22.50
Volume Traded	40	-	53	214	337	247
Volume Exported	-	-	53	54	55	-
15-20%						
Price Range	27.00 - 35.00	27.00 - 35.00	18.00-28.00	21.50 - 28.00	20.00 - 28.00	15.00-26.00
Wtd Avg Price	30.26	30.33	23.21	24.42	24.48	18.48
Volume Traded	2,382	2,359	1,603	3,509	2,850	2,701
Volume Exported	2,062	2,039	1,523	898	163	713
20% or More						
Price Range	-	-	-	22.00	22.00	-
Wtd Avg Price	-	-	-	22.00	22.00	-
Volume Traded	-	-	-	82	122	-
Volume Exported	-	-	-	-	-	-



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

Fat Content	Frozen			Fresh		
	Mar 2009	Feb 2009	Mar 2008	Mar 2009	Feb 2009	Mar 2008
15% or Less						
Wtd Avg Price	-	-	18.77	28.56	28.22	19.04
Volume Traded	-	-	215	1,208	1,101	1,010
Volume Exported	-	-	215	217	214	-
15-20%						
Wtd Avg Price	30.27	30.12	20.43	25.26	25.03	15.08
Volume Traded	6,474	6,505	7,601	11,295	14,414	7,548
Volume Exported	5,620	5,044	6,640	2,815	4,447	899
20% or More						
Wtd Avg Price	-	-	-	22.00	23.00	17.00
Volume Traded	-	-	-	326	325	408
Volume Exported	-	-	-	-	-	-

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



NATIONAL YOUNG TURKEY PARTS, INCLUDING BULK MEAT and FROZEN (UNLESS SPECIFIED), CENTS PER LB., DELIVERED FIRST RECEIVERS, PART AND FULL TRUCKLOTS AS OF 17 APRIL 2009.

The market tone on white meat items was steady to barely steady, at times weak. Demand was light to moderate with best reported interest on fresh tom boneless breast meat. Offerings were adequate to fully adequate. The trade sentiment on tom bulk parts and mechanically separated turkey ranged steady to instances firm. Demand was light to moderate with offerings short to adequate. The market tone on thigh meat was steady to at times barely steady. Demand and trading was limited. Offerings were adequate. Domestic: fresh scapula meat 102 cents delivered. Export: machine defatted gizzards 85 cents FOB.

EXPORT TRADING	PRICE	L.S.T.	WTD AVG	VOLUME	WEEKLY	WEEKLY
FRIDAY, APRIL 17, 2009	RANGE	CODE 1/	PRICE	(000)	WTD AVG	VOLUME
					PRICE	(000)
DRUMSTICKS, TOMS	65.00		65.00	40	65.33	180
WINGS FULL-CUT - TOMS		R	52.00	80	50.88	242
WINGS, V-TYPE, TOM	70.00		70.00	162	70.00	162
TAILS	29.00-31.00		29.30	268	29.30	268
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN		W	95.00	35	95.00	35
EXPORT TRADING	PRICE	L.S.T.	WTD AVG	VOLUME		
THURSDAY, APRIL 16, 2009	RANGE	CODE 1/	PRICE	(000)		
DRUMSTICKS, TOMS	63.00		63.00	40		
WINGS FULL-CUT - TOMS	52.00		52.00	80		
WINGS, V-TYPE, TOM						
TAILS		F	33.50	108		
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN		W	95.00	35		
EXPORT TRADING	PRICE	L.S.T.	WTD AVG	VOLUME		
WEDNESDAY, APRIL 15, 2009	RANGE	CODE 1/	PRICE	(000)		
DRUMSTICKS, TOMS	64.00-67.00		66.40	100		
WINGS FULL-CUT - TOMS	50.00-51.00		50.33	162		
WINGS, V-TYPE, TOM						
TAILS		F	33.50	108		
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN	95.00		95.00	35		
EXPORT TRADING	PRICE	L.S.T.	WTD AVG	VOLUME		
TUESDAY, APRIL 14, 2009	RANGE	CODE 1/	PRICE	(000)		
DRUMSTICKS, TOMS		F	64.38	256		
WINGS FULL-CUT - TOMS		F	49.00	120		
WINGS, V-TYPE, TOM						
TAILS		F	33.50	108		
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN		F	90.00	108		
EXPORT TRADING	PRICE	L.S.T.	WTD AVG	VOLUME		
MONDAY, APRIL 13, 2009	RANGE	CODE 1/	PRICE	(000)		
DRUMSTICKS, TOMS		F	64.38	256		
WINGS FULL-CUT - TOMS		F	49.00	120		
WINGS, V-TYPE, TOM		M	66.00	120		
TAILS		F	33.50	108		
MECHANICALLY SEPARATED 2/ THIGH MEAT - FROZEN		F	90.00	108		

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