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Ukraine



Myronivsky Hliboproduct has started exporting poultry meat to Russia

Myronivsky Hliboproduct (MHP), one of the largest poultry producers in Ukraine, has started exporting poultry to Russia, according to the Chief Executive Officer of the company, Yuriy Kosyuk.

The first delivery of poultry meat to Russia was made in August, 2010 and amounted to 50 MT. Until the end of 2010 MHP intends to export to Russia another 10,000-15,000 MT of poultry.

Y. Kosyuk also noted that the company plans to expand exports to Asia, Europe, the U.S. and North Africa. At present the production of MHP is exported to Georgia, Kyrgyzstan, Kazakhstan, Armenia, China, Colombia, Moldova and other countries.

Meanwhile, by 2015 MHP is planning to increase production of poultry meat by 62 percent up to 550,000 MT per year.

According to the company's press release, this will be achieved due to the launch of the first production line of poultry plant "Vinnitsa broiler".

The first production line of this poultry plant will be launched in the middle of 2013, the second one - in the middle of 2014. Each line is expected to produce over 100,000 MT of poultry meat per year. Capital investments in the first two production lines will amount to USD 750 million.

The poultry plant will have four production lines with total capacity of 100,000-110,000 MT each.

Currently, MHP produces 340,000 MT of poultry meat per year. Two more lines with the same production capacity will be launched during the years 2016-2018.

JSC Myronivsky Hliboproduct is vertically integrated holding company which is engaged in production of poultry, eggs and feed, as well as raising livestock.

Sources: Liga.net News Agency (www.liga.net); Apk-Inform News Agency (www.apk-inform.com)
Translated by: usapeec.kz

Ukraine and Kazakhstan say “No” to trade wars

According to the Minister of Economy of Ukraine, Vasily Tsushko, Ukraine and Kazakhstan have agreed not to initiate anti-dumping investigations against each other.

V. Tsushko said that the mutual decision to abandon the anti-dumping investigations was taken during an official visit of the President of Kazakhstan Nursultan Nazarbayev to Ukraine.

The Minister added that the sides would try to negotiate and find mutual decisions, so that not to begin trade wars, which in fact anti-dumping investigations are.

He noted that Kazakhstan would be performing this decision within Customs Union.

In addition, V. Tsushko said that Ukraine intends to assist Kazakhstan in the negotiations for accession to the World Trade Organization.

Source: MDOoffice News Service (www.mdoffice.com.ua)
Translated by: usapeec.kz

Import of meat into Ukraine has dropped by 36 percent



According to the State Statistics Committee in the first half of 2010 import of meat into Ukraine has dropped by 36 percent compared to the same period in 2009.

Thus, during the first 6 months of 2010, import of meat and edible by-products fell by 35.7 percent, or by USD 105.1 million.

At the same time, imports of milk, dairy products and eggs have decreased by 26.6 percent, or by USD 18.7 million

According to data of industry associations, in 2009 Ukraine imported 398,300 MT of meat, including 16,500 MT of beef, 216,600 MT of pork, 165,200 MT of poultry.

However, market participants note that about 40 percent of imported poultry, pork and 90 percent of beef are low-quality products.

Source: Liga.net News Agency (www.liga.net)
Translated by: usapeec.kz

By the end of 2010 meat and meat products will rise in price by 25 percent

According to the Association “Ukrmyaso”, in autumn 2010 the structure of retail price of meat has developed as follows: about 40-50 percent is markup of producers, resellers and retailers, 30-40 percent accounts for feed, 5 percent – energy resources, 15 percent - wages and other production costs.

Experts state that as of beginning of September 2010 prices for feed have increased by 50 percent. As a result, by the end of September - early November retail prices for meat and meat products will increase by 15-20 percent minimum. However, the experts believe that from the experience of the years 2006-2008 the price increase will be even more significant. Producers, resellers and retailers increase the markup in proportion to the cost. In other words, meat products will rise in price from 20-25 percent to 35 percent by the end of autumn.

The final cost will depend on the state regulation of grain market. If the Government introduces quotas (according to preliminary data in the amount of 2.5 million MT until the end of 2010), the cost of feed grain will remain at the level of 1,350-1,400 UAH/MT, and as a result, meat price will rise by 20-25 percent.

Otherwise, the cost of meat will go up by 30-35 percent following the increase in feed prices. In any case experts predict that by the end of 2010 prices for meat and meat products will be 25 percent higher compared to June-July 2010.

Source: ProAgro News Agency

(www.proagro.com.ua)

Translated by: usapec.kz

The State Committee on Technical Regulation and Consumer Policy has developed technical regulation on food labeling

The State Committee of Ukraine on Technical Regulation and Consumer Policy (Gospotrebstandart) promulgated a Draft Order "On Approval of Technical Regulation on food labeling".

According to the information posted on the official website of the Committee, the practical aim of the Draft Order is to approve the technical regulation that would introduce terminology and definitions common with those that are already applied in international practice. Unified rules for food labeling and rules for providing information should be established taking into account the production characteristics, packaging, storage, as well as consumption of certain types of goods.

Regulatory act is developed by Gospotrebstandart pursuant to a plan of actions for 2010 to implement a national program of adaptation of Ukrainian legislation to European Union (EU) laws. This plan was approved by Decree of the Cabinet of Ministers of Ukraine No. 1196-r as of 09.06.2010, the Instructions of the Cabinet of Ministers of Ukraine No. 47217/1/1-10 as of 09.08.2010 and Article 1 of the Law of Ukraine "On the safety and quality of food".

Adaptation of Ukrainian legislation in the sphere of technical regulation is implemented by introduction of technical regulations based on the relevant EU directives, the Committee explains.

Source: Apk-Inform News Agency

(www.apk-inform.com)

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Moldova



Moldova will not join Customs Union

According to the Vice Prime Minister, Minister of Economy of Moldova, Valery Lazar Moldova will not join the Customs Union of Russia, Belarus and Kazakhstan.

He said that the next stage of Customs Union development would be creation of supranational structures, and it would be political integration of these countries, which Moldova is not ready to join yet.

V. Lazar said that it is enough that the country is already economically integrated with CIS countries on the basis of a free trade agreement that does not contradict the process of European integration of Moldova.

Customs Union of Russia, Kazakhstan and Belarus is an interstate agreement on creation of Unified Customs Area, which has uniform customs tariffs. Unified Customs Area was formed on July 6, 2010, when the Customs Code of Customs Union came into force. It is expected that Common Economic Space for Russia, Kazakhstan and Belarus will be created by the end of 2012, which will speed up the integration of economies and businesses of three countries.

Source: MDOffice News Service

(www.mdoffice.com.ua)

Translated by: usapec.kz

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Ukraine poultry import/export statistics*
Period: January-July 2010**

| Partner Country | Import | | Export | |
|---|-----------------|-----------------|-----------------|-----------------|
| | Value | Quantity | Value | Quantity |
| World | 99,184.4 | 93,745.4 | 25,062.1 | 20,356.4 |
| <i>America:</i> | | | | |
| United States | 63,512.4 | 57,509.3 | --- | --- |
| Brazil | 29.6 | 26.0 | --- | --- |
| <i>Europe:</i> | | | | |
| Belgium | 7,755.1 | 7,628.9 | --- | --- |
| England | 3,599.9 | 3,561.0 | 0.6 | 0.1 |
| France | 698.7 | 615.2 | --- | --- |
| Germany | 7,645.9 | 7,371.1 | 3.0 | 0.6 |
| Hungary | 4,093.8 | 5,882.3 | --- | --- |
| Italy | 2,251.4 | 1,582.3 | --- | --- |
| Netherlands | 4,546.6 | 4,808.8 | 0.3 | 0.1 |
| Poland | 4,449.6 | 4,377.7 | --- | --- |
| Spain | 601.4 | 382.8 | --- | --- |
| <i>CIS:</i> | | | | |
| Armenia | --- | --- | 657.0 | 453.0 |
| Kazakhstan | --- | --- | 16,239.8 | 11,104.7 |
| Kyrgyzstan | --- | --- | 448.4 | 307.0 |
| Moldova | --- | --- | 1,976.1 | 1,029.6 |
| Russia | --- | --- | 4.0 | 1.1 |
| <i>Asia:</i> | | | | |
| China | | | 510.9 | 765.8 |
| HongKong | --- | --- | 1,287.8 | 1,879.6 |
| Iraq | --- | --- | 796.0 | 524.0 |
| Georgia | --- | --- | 1,016.8 | 629.0 |
| Jordan | --- | --- | 340.0 | 250.0 |
| Vietnam | --- | --- | 1,737.3 | 3,402.0 |
| <i>Other countries</i> | --- | --- | 44.1 | 9.8 |
| Value Unit: Thousands of USD; Volume Unit: MT | | | | |
| * Source: State Statistics Committee of Ukraine. | | | | |
| ** Share of U.S. in total volume of poultry imports into Ukraine during January-July 2010 made up 61 percent. | | | | |