

Export Outlook for Dairy, Livestock & Poultry

Revised FY 2007 Forecast:  \$500 Million to \$15.3 Billion

Initial FY 2008 Projection: \$15.6 Billion

Revised FY 2007 Forecast

Key Developments

- Dairy jumps to record \$2.3 bil – strong vol gains for cheese and by-products; higher global prices
- (-) pork export vol – sales to Mexico slow due to less disposable income; Brazil regains pre-FMD dominance in Russian market

Initial FY 2008 Projection

Upside Developments

- Beef up 110,000 mt & \$400 mil; broiler export vol up on lower prices due to US production increase

Wild Cards

- Progress in normalizing Asia beef trade disrupted by BSE bans
- Ractopamine ban on pork plants eligible to export to China

