

## UKRAINIAN DAIRY INDUSTRY

*Not so long ago, just about seven years before, Ukraine was considered as one of the world's biggest raw milk and dairy products producer and belonged to the top-10 countries - dairy exporters. Since that time, for many years in succession there has been observed a considerable and stable decline in milk and some dairy products production. Now the country produces only 1 m t of extra milk annually and they are exported mainly as cheeses and milk powder. At the same time during past years import of some dairy products became quite profitable.*

### **Scope of the Report:**

I RAW MILK

II DAIRY SUPPLY-DEMAND BALANCE AND MAIN TENDENCIES IN DAIRY PRODUCTION AND TRADE

III SHORT ANALYSIS OF BASIC DAIRY MARKETS

Fresh milk products

Cheese

SMP

WMP

Butter and milk fat

Spreads and mixes containing plant oil

Condensed milk

Whey powder

Casein

The research includes 109 figures covering detailed analysis of current situation and forecasts of further development.

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## Highlights

- 20 years ago, in 1990, Ukraine produced more than 24,5 m t of milk annually
- During 20 years milk production decreased 2.2 times to 11.08 m t in 2011
- 2012 became critical in Ukrainian dairy farming. First time for the past years statistics showed gross milk production by 2.7%, up to ... m t
- According to INFAGRO data, in 5 years milk production in Ukraine will reach ... m t
- In 2012 dairies procured ... m t of milk
- In five years a hundred of dairies will stay operating in Ukraine
- In Ukraine milk is one third cheaper in summer, than in winter
- More than a half of demand is covered by dairy products of households' produce
- 8% of dairy products of industrial produce are imported from abroad
- In 2012 the market of fresh milk products started to recover after crisis period
- Ukraine increased export of fresh milk products before establishment of Customs Union
- Ukraine produces about ... ths t of rennet cheese
- Import of cheese has grown by four times for four years
- Production of SMP was almost halved for last years
- Import of SMP is becoming interesting for Ukrainian consumers
- Export of WMP declined by times
- Butter consumption will not decline any more
- In 2012 the country imported ... ths t of butter
- Consumption of spreads declined by a third
- Five companies produce 88% of total volume on condensed milk market
- Home market already consumes more than 30 ths t of whey powder yearly
- Polish and German traders buy lion's share of Ukrainian casein

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