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## Ukraine

### Oilseeds and Products

### My 2005/2006: Setting New Records

### 2006

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**Report Highlights:**

Record production in 2005 and continued expansion of oilseed crush capacity will allow Ukraine to increase human and feed consumption of major oilseed products and to export record quantities of sunflower seed meal and oil to international markets in MY 2005/2006.

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Includes PSD Changes: Yes  
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**Table of Contents**

<b>Executive Summary</b> .....	<b>3</b>
<b>2005 Oilseed Production Finals</b> .....	<b>3</b>
<b>Oilseeds</b> .....	<b>4</b>
Sunflower Seed .....	4
Sunflower Seed Trade.....	4
Background and Outlook for Oilseed Export Duty in MY 2005/2006 .....	5
Soybean Production .....	5
Soybeans Trade.....	6
Soybean Stocks .....	6
Rapeseed .....	6
Rapeseed Trade.....	6
<b>Meals</b> .....	<b>7</b>
Sunflower Seed Meal.....	7
Soybean Meal .....	8
Rapeseed Meal.....	9
<b>Oils</b> .....	<b>10</b>
Sunflower Seed Oil .....	10
Soybean Oil.....	11
Rapeseed Oil .....	12

## Executive Summary

Production of Ukraine's three major oilseed crops -- sunflower seed, soybeans and rapeseed—reached 5.6 million tons in 2005. This is almost 1.1 million tons over the previous record production in 2003. As a result of both increased crush capacity and a 17% sunflower seed export duty, the Ukrainian oilseed crush industry will increase oilseed processing to an unprecedented level of 4.7 million tons in MY 2005/2006. Higher than anticipated processing will allow Ukraine to increase human consumption of vegetable oils. MY 2005/2006 exports of sunflower seed oil and meal are expected to reach 1.2 million and 1.3 million tons, respectively, another record if these levels are reached.

FAS-Kiev updated MY 2004/2005 and calendar year; Oilseeds, Meals and Oils trade numbers to match the most recently available official trade statistics.

## 2005 Oilseed Production Finals

The State Statistics Committee of Ukraine (SSCU) has recently published preliminary finals on oilseeds production in 2005. The table below contains information on three major oilseed crops as reported by the Committee.

Oilseed Crop	2004	2005	Change, %
<b>Area Planted, 1,000 hectares*</b>			
Sunflower Seed	3459	3624	5%
Soybeans	272	435	60%
Winter rapeseed (planted in Fall of the previous year)**	91	148	63%
Spring Rapeseed	64	87	36%
Rapeseed, total	155	235	52%
<b>Area Harvested, 1,000 hectares</b>			
Sunflower Seed	3427	3689***	8%
Soybeans	256	427	67%
Winter rapeseed	52	118	128%
Spring Rapeseed	55	79	42%
Rapeseed, total	107	197	83%
<b>Yield, MT/ha</b>			
Sunflower Seed	0.89	1.28	43%
Soybeans	1.42	1.43	1%
Winter rapeseed	1.81	1.68	-7%
Spring Rapeseed	0.99	1.10	11%
Rapeseed, total	1.39	1.45	4%
<b>Production, 1,000 MT</b>			
Sunflower Seed	3050	4705	54%
Soybeans	363	611	68%
Winter rapeseed	94	198	111%
Spring Rapeseed	55	86	57%
Rapeseed, total	149	284	91%

Data source: State Statistics Committee of Ukraine

\* as reported by the Committee in July of each year for sunflower seed, soybeans and spring rapeseed. For winter rapeseed as reported in the Committee in December of each year.

\*\* Winter rapeseed planted in Fall of the previous year and harvested in reporting year (i.e. planted in Fall 2003 and harvested in 2004)

\*\*\* area harvested exceeded area planted estimate (published in July) due to late reporting by some farms in Summer 2005.

## Oilseeds

## Sunflower Seed

The sunflower seed production estimate in Ukraine was increased based on revised information on areas planted and harvested in 2005. The SSCU revised its July area planted number to account for late reporting in 2005. FAS-Kiev suggests increasing Ukraine's 2005 sunflower seed production estimate as indicated in the PSD table below to reflect the revised estimates of area planted, harvested and yields.

Ukraine							
Oilseed, Sunflowerseed							
	2003	Revised	2004	Estimate	2005	Forecast	UOM
	USDA Official [Old]	Post Estimate [New]	USDA Official [Old]	Post Estimate [New]	USDA Official [Old]	Post Estimate [New]	
Market Year Begin		09/2003		09/2004		09/2005	MM/YYYY
Area Planted	4000	4000	3500	3500	3700	3720	(1000 HA)
Area Harvested	3807	3807	3400	3400	3600	3690	(1000 HA)
Beginning Stocks	25	25	28	29	19	23	(1000 MT)
Production	4252	4252	3050	3050	4600	4700	(1000 MT)
MY Imports	2	2	2	6	2	2	(1000 MT)
MY Imp. from U.S.	0	0	0	0	0	0	(1000 MT)
MY Imp. from the EC	1	1	1	3	1	0	(1000 MT)
TOTAL SUPPLY	4279	4279	3080	3085	4621	4725	(1000 MT)
MY Exports	950	950	50	12	400	200	(1000 MT)
MY Exp. to the EC	500	500	50	1	50	70	(1000 MT)
Crush Dom. Consumption	3150	3150	2870	2910	3810	4200	(1000 MT)
Food Use Dom. Consump.	30	30	30	30	50	30	(1000 MT)
Feed,Seed,Waste Dm.Cn.	121	120	111	110	290	230	(1000 MT)
TOTAL Dom. Consumption	3301	3300	3011	3050	4150	4460	(1000 MT)
Ending Stocks	28	29	19	23	71	65	(1000 MT)
TOTAL DISTRIBUTION	4279	4279	3080	3085	4621	4725	(1000 MT)
Calendar Year Imports	0	1	0	5	0	3	(1000 MT)
Calendar Yr Imp. U.S.	0	0	0	0	0	0	(1000 MT)
Calendar Year Exports	924	867	50	354	400	30	(1000 MT)
Calndr Yr Exp. to U.S.	0	0	0	0	0	0	(1000 MT)

## Sunflower Seed Trade

Despite higher production, FAS-Kiev suggests reducing the MY 2005/2006 sunflower seed export estimate due to the increase in domestic crush capacity and the 17% export duty (see section on next page)

According to official statistics for September-November 2005, Ukraine exported only 2,872 tons of sunflower seed, predominantly to EU-25 and Former Soviet Union (FSU) countries. Port data for December 2005 indicate that 22,000 tons of sunflower seed were exported to Spain. So, sunflower seed exports during the first four months of MY 2005/2006 (beginning September 1, 2005) approximated only 23,000 tons.

### Background and Outlook for Oilseed Export Duty in MY 2005/2006

Ukraine began using export duties to restrict exports of sunflower, flax and camalina (*Camelina Crantz*) seeds in 1999. Since there are virtually no exports of flax and camalina seeds, the duty is often referred to as the "sunflower seed export duty" which is the product the duty actually targets. The duty does not affect exports of soybeans (#2 oilseed crop) and rapeseed (#3 oilseed crop) from Ukraine. In September 1999, the duty was initially set at 23% of the product's export value. Oilseed traders successfully avoided paying the duty by using numerous loopholes in the Ukrainian legislation (free-trade agreements with FSU countries, tolling contracts for processing abroad, etc.). The export duty rate was subsequently lowered to 17% with a simultaneous closure of all loopholes in June 2001. Since then, the 17% export duty has effectively restricted all sunflower seed exports from Ukraine.

The Government of Ukraine (GOU) is required by Law to revise the minimum indicative (reference) price for sunflower seeds at least every quarter. The indicative price is used to calculate the amount of export duty due to the Government in instances when an exporter declares low prices. The price is an additional tool that is used to restrict trade in addition to the export duty. For instance, the indicative price was set at \$230/MT (FOB basis) for January 2006 while the current price of sunflower seed delivered to the port (CPT basis) is valued at \$196/MT.

On July 7, 2005, the Parliament of Ukraine decided that effective January 1, 2006, the duty will be lowered by 1% a year until it reaches 10% (i.e. 16% in 2006, 15% in 2007 and so on). However, the implementing date was postponed until Ukraine joins the World Trade Organization (WTO). Even if accession negotiations are completed by August 2006, ratification of all WTO agreements by the Parliament will take some time. Therefore, it is unlikely that the export duty will be lowered to 16% before MY 2006/2007.

### Soybean Production

Ukraine							
Oilseed, Soybean							
	2003	Revised	2004	Estimate	2005	Forecast	UOM
	USDA Official [Old]	Post Estimate [New]	USDA Official [Old]	Post Estimate [New]	USDA Official [Old]	Post Estimate [New]	
<b>Market Year Begin</b>		09/2003		09/2004		09/2005	MM/YYYY
<b>Area Planted</b>	209	209	272	272	400	435	(1000 HA)
<b>Area Harvested</b>	188	188	256	256	400	427	(1000 HA)
<b>Beginning Stocks</b>	2	2	3	3	37	15	(1000 MT)
<b>Production</b>	232	232	363	363	600	610	(1000 MT)
<b>MY Imports</b>	1	1	1	0	1	0	(1000 MT)
<b>MY Imp. from U.S.</b>	0	0	0	0	0	0	(1000 MT)
<b>MY Imp. from the EC</b>	0	0	0	0	0	0	(1000 MT)
<b>TOTAL SUPPLY</b>	235	235	367	366	638	625	(1000 MT)
<b>MY Exports</b>	61	61	45	36	105	200	(1000 MT)
<b>MY Exp. to the EC</b>	34	34	40	11	40	100	(1000 MT)
<b>Crush Dom. Consumption</b>	151	151	250	280	440	360	(1000 MT)
<b>Food Use Dom. Consump.</b>	0	0	0	0	0	0	(1000 MT)
<b>Feed, Seed, Waste Dm. Cn.</b>	20	20	35	35	50	37	(1000 MT)
<b>TOTAL Dom. Consumption</b>	171	171	285	315	490	397	(1000 MT)
<b>Ending Stocks</b>	3	3	37	15	43	28	(1000 MT)
<b>TOTAL DISTRIBUTION</b>	235	235	367	366	638	625	(1000 MT)
<b>Calendar Year Imports</b>	1	1	1	0	0	0	(1000 MT)
<b>Calendar Yr Imp. U.S.</b>	0	0	0	0	0	0	(1000 MT)
<b>Calendar Year Exports</b>	42	42	50	38	0	120	(1000 MT)
<b>Calindr Yr Exp. to U.S.</b>	0	0	0	0	0	0	(1000 MT)

The soybean production estimate was increased due to higher area harvested. In July 2005, the SSCU reported the final area sown with soybeans at 435,000 hectares, the highest sown area in Ukraine's history. An unusually dry fall in 2005 allowed farmers to continue harvesting late in the season; therefore, the difference between the area planted and harvested this year was unusually small.

### Soybeans Trade

After a slow start in the 2005/2006 export season (September –October 2005 soybean exports were only 7,500 tons), exporters shipped an estimated 88,000 tons in November–December 2005, predominantly to Turkey, Spain, Italy and Greece. Therefore, the MY 2005/2006 estimate of soybean exports was increased. Higher than expected soybean exports will result in lower domestic crush.

### Soybean Stocks

There is no reliable information on farm or industry held oilseed stocks in Ukraine. However, based on the limited number of soybeans available for sale at the end of every marketing year, FAS-Kiev believes that stocks estimates for MY 2004/2005 were lower than the current official estimate.

### Rapeseed

Ukraine							
Oilseed, Rapeseed							
	2003	Revised	2004	Estimate	2005	Forecast	UOM
	USDA Official [Old]	Post Estimate[New]	USDA Official [Old]	Post Estimate[New]	USDA Official [Old]	Post Estimate[New]	
Market Year Begin		07/2003		07/2004		07/2005	MM/YYYY
Area Planted	265	265	155	155	200	235	(1000 HA)
Area Harvested	54	54	107	107	200	197	(1000 HA)
Beginning Stocks	1	1	1	1	2	2	(1000 MT)
Production	51	51	149	149	250	284	(1000 MT)
MY Imports	0	0	0	0	0	0	(1000 MT)
MY Imp. from U.S.	0	0	0	0	0	0	(1000 MT)
MY Imp. from the EC	0	0	0	0	0	0	(1000 MT)
TOTAL SUPPLY	52	52	150	150	252	286	(1000 MT)
MY Exports	33	33	80	81	135	180	(1000 MT)
MY Exp. to the EC	25	25	60	65	60	100	(1000 MT)
Crush Dom. Consumption	16	16	65	64	111	100	(1000 MT)
Food Use Dom. Consump.	0	0	0	0	0	0	(1000 MT)
Feed,Seed,Waste Dm.Cn.	2	2	3	3	4	3	(1000 MT)
TOTAL Dom. Consumption	18	18	68	67	115	103	(1000 MT)
Ending Stocks	1	1	2	2	2	3	(1000 MT)
TOTAL DISTRIBUTION	52	52	150	150	252	286	(1000 MT)
Calendar Year Imports	0	0	0	0	0	0	(1000 MT)
Calendar Yr Imp. U.S.	0	0	0	0	0	0	(1000 MT)
Calendar Year Exports	26	26	70	81	70	90	(1000 MT)
CalIndr Yr Exp. to U.S.	0	0	0	0	0	0	(1000 MT)

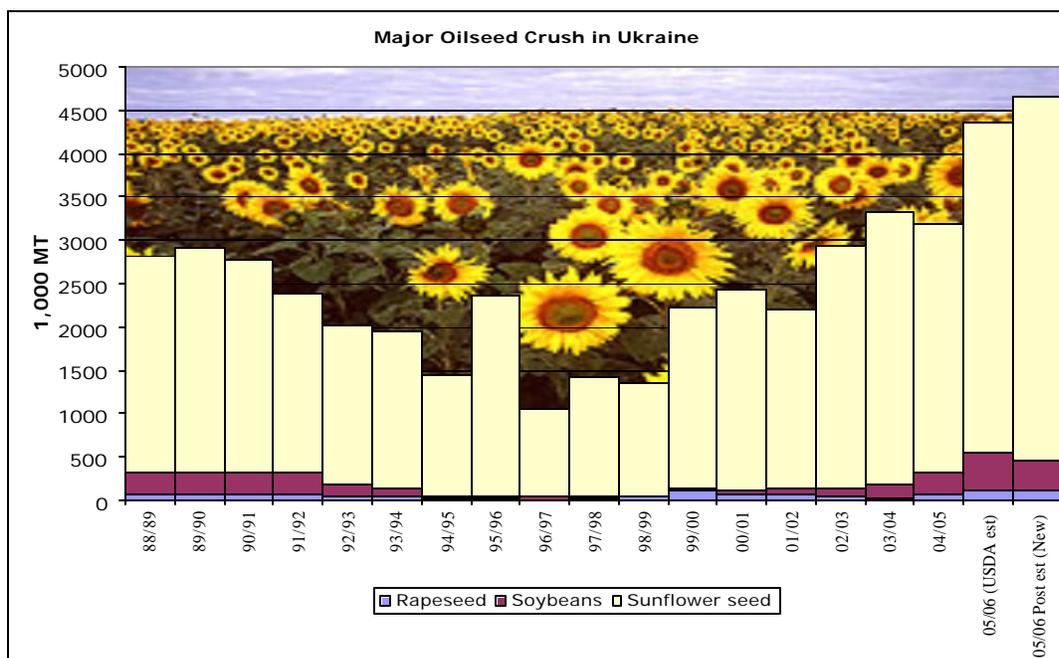
### Rapeseed Trade

High demand that is driven by the EU-25 biodiesel industry resulted in impressive rapeseed exports in MY 2005/2006. According to official statistics, Ukraine exported 130,000 tons of rapeseed in July–October 2005, including approximately 80,000 tons to EU-25. Exports dropped to 21,000 in November–December 2005 (based on port data) due to lower available

domestic supplies. FAS-Kiev increased the MY 2005/2006 export estimate as indicated in the PSD table above to reflect export shipments to-date and expectations for the remainder of the marketing year. As with soybeans, higher exports will result in lower domestic processing.

**Meals**

Record production in 2005 will result in a record oilseed crush for MY 2005/2006. See sunflower seed oil section for more information on oilseed crush capacity.



**Sunflower Seed Meal**

The sunflower seed meal production estimate was increased to reflect both the revised crush level and higher meal output rate.

According to official statistics, Ukraine exported 138,000 MT of sunflower seed meal in September-October 2005, mostly to EU-25, Belarus and Israel. FAS-Kiev increased the export estimate based on the higher production estimate and due to strong export demand from neighboring countries. The estimate for domestic feed consumption remains unchanged.

Ukraine							
Meal, Sunflowerseed							
	2003	Revised	2004	Estimate	2005	Forecast	UOM
	USDA Official [Old]	Post Estimate[New]	USDA Official [Old]	Post Estimate[New]	USDA Official [Old]	Post Estimate[New]	
Market Year Begin		09/2003		09/2004		09/2005	MM/YYYY
Crush	3150	3150	2870	2910	3810	4200	(1000 MT)
Extr. Rate, 999.9999	0.4063	0.4063	0.4077	0.4055	0.3753	0.4048	(PERCENT)
Beginning Stocks	4	4	4	4	4	4	(1000 MT)
Production	1280	1280	1170	1180	1430	1700	(1000 MT)
MY Imports	0	0	0	0	0	0	(1000 MT)
MY Imp. from U.S.	0	0	0	0	0	0	(1000 MT)
MY Imp. from the EC	0	0	0	0	0	0	(1000 MT)
TOTAL SUPPLY	1284	1284	1174	1184	1434	1704	(1000 MT)
MY Exports	1000	1089	856	860	980	1250	(1000 MT)
MY Exp. to the EC	640	659	420	360	420	500	(1000 MT)
Industrial Dom. Consum	0	0	0	0	0	0	(1000 MT)
Food Use Dom. Consump.	0	0	0	0	0	0	(1000 MT)
Feed Waste Dom. Consum	280	191	314	320	450	450	(1000 MT)
TOTAL Dom. Consumption	280	191	314	320	450	450	(1000 MT)
Ending Stocks	4	4	4	4	4	4	(1000 MT)
TOTAL DISTRIBUTION	1284	1284	1174	1184	1434	1704	(1000 MT)
Calendar Year Imports	0	0	0	0	0	0	(1000 MT)
Calendar Yr Imp. U.S.	0	0	0	0	0	0	(1000 MT)
Calendar Year Exports	919	919	950	1040	950	850	(1000 MT)
Calndr Yr Exp. to U.S.	0	0	0	0	0	0	(1000 MT)

## Soybean Meal

Ukraine							
Meal, Soybean							
	2003	Revised	2004	Estimate	2005	Forecast	UOM
	USDA Official [Old]	Post Estimate[New]	USDA Official [Old]	Post Estimate[New]	USDA Official [Old]	Post Estimate[New]	
Market Year Begin		09/2003		09/2004		09/2005	MM/YYYY
Crush	151	151	250	280	440	360	(1000 MT)
Extr. Rate, 999.9999	0.7815	0.7815	0.7920	0.8214	0.7955	0.7917	(PERCENT)
Beginning Stocks	1	1	1	2	0	2	(1000 MT)
Production	118	118	198	230	350	285	(1000 MT)
MY Imports	80	81	70	65	10	60	(1000 MT)
MY Imp. from U.S.	1	1	3	3	3	3	(1000 MT)
MY Imp. from the EC	20	20	20	20	20	10	(1000 MT)
TOTAL SUPPLY	199	200	269	297	360	347	(1000 MT)
MY Exports	1	1	1	4	11	10	(1000 MT)
MY Exp. to the EC	0	0	0	0	0	0	(1000 MT)
Industrial Dom. Consum	0	0	0	0	0	0	(1000 MT)
Food Use Dom. Consump.	0	0	0	0	0	0	(1000 MT)
Feed Waste Dom. Consum	197	197	268	291	349	335	(1000 MT)
TOTAL Dom. Consumption	197	197	268	291	349	335	(1000 MT)
Ending Stocks	1	2	0	2	0	2	(1000 MT)
TOTAL DISTRIBUTION	199	200	269	297	360	347	(1000 MT)
Calendar Year Imports	85	78	110	85	110	80	(1000 MT)
Calendar Yr Imp. U.S.	1	1	5	4	0	3	(1000 MT)
Calendar Year Exports	1	0	1	2	0	4	(1000 MT)
Calndr Yr Exp. to U.S.	0	0	0	0	0	0	(1000 MT)

MY 2005/2006 soybean meal production will likely be lower than earlier expected due to lower crush. Soybean crush and soybean meal output this marketing year, however, are still expected to be the highest on record.

Lower than expected domestic supply will have to be compensated by higher imports. Ukrainian broiler meat producers have been the major consumers of imported soybean meal. Broiler producers in Ukraine are vertically integrated and produce their own feed. They prefer soybean meal to sunflower seed or rapeseed meals. They also prefer high-protein soybean meal imported from Brazil, Argentina and European processors to domestic soybean meal which is generally low in protein. FAS-Kiev recommends increasing the MY 2005/2006 soybean meal import estimate, assuming that the outbreak of highly pathogenic Avian Influenza (AI) that has been registered in Crimea Peninsula will not spread to the mainland territory of Ukraine.

MY 2004/2005 trade estimates were adjusted to reflect Ukraine's final official export and import statistics for September 2004-August 2005.

Soybean meal utilization for feeding purposes in MY 2005/2006 is expected higher than in MY 2004/2005. Broiler producers will likely continue to increase production in 2006 (see [Ukraine Poultry Annual Report for details](#)). However, the rate of broiler meat production increase is expected to be lower than the previous year due to reduced consumer demand as a result of the AI outbreak.

### Rapeseed Meal

Rapeseed meal production estimate for MY 2005/2006 was slightly decreased due to lower crush.

Ukraine							
Meal, Rapeseed							
	2003	Revised	2004	Estimate	2005	Forecast	UOM
	USDA Official [Old]	Post Estimate[New]	USDA Official [Old]	Post Estimate[New]	USDA Official [Old]	Post Estimate[New]	
Market Year Begin		07/2003		07/2004		07/2005	MM/YYYY
Crush	16	16	65	64	111	100	(1000 MT)
Extr. Rate, 999.9999	0.5625	0.5625	0.6000	0.5938	0.6126	0.6000	(PERCENT)
Beginning Stocks	0	0	0	0	0	0	(1000 MT)
Production	9	9	39	38	68	60	(1000 MT)
MY Imports	0	0	0	0	0	0	(1000 MT)
MY Imp. from U.S.	0	0	0	0	0	0	(1000 MT)
MY Imp. from the EC	0	0	0	0	0	0	(1000 MT)
TOTAL SUPPLY	9	9	39	38	68	60	(1000 MT)
MY Exports	3	3	16	25	29	40	(1000 MT)
MY Exp. to the EC	1	1	10	15	10	15	(1000 MT)
Industrial Dom. Consum	0	0	0	0	0	0	(1000 MT)
Food Use Dom. Consump.	0	0	0	0	0	0	(1000 MT)
Feed Waste Dom. Consum	6	6	23	13	39	20	(1000 MT)
TOTAL Dom. Consumption	6	6	23	13	39	20	(1000 MT)
Ending Stocks	0	0	0	0	0	0	(1000 MT)
TOTAL DISTRIBUTION	9	9	39	38	68	60	(1000 MT)
Calendar Year Imports	0	0	0	0	0	0	(1000 MT)
Calendar Yr Imp. U.S.	0	0	0	0	0	0	(1000 MT)
Calendar Year Exports	4	4	15	20	15	35	(1000 MT)
Calindr Yr Exp. To U.S.	0	0	0	0	0	0	(1000 MT)

Rapeseed meal is not widely used in domestic compound feed production. Ukraine exports almost 70% of rapeseed meal every year to neighboring countries due to the lack of

technologies for its effective treatment and processing. Poultry producers in Ukraine are cautious about using rapeseed meal in feeding rations because of potential toxicity. They prefer soybean and sunflower seed meals. Demand from the diminishing cattle herd, that can utilize rapeseed meal with no detrimental effects, is weak. Therefore, FAS-Kiev suggests reducing domestic feed consumption estimates in MY 2005/2006 and MY 2004/2004.

Trade estimates for MY 2004/2005 were changed to correspond with official trade statistics. MY 2005/2006 export estimates were increased to reflect low domestic demand and higher exports. Ukraine exported 19,400 tons of rapeseed meal in July-October 2005, compared to 11,200 tons shipped during the same period in MY 2004/2005.

## Oils

### Sunflower Seed Oil

Sunflower seed production is now assessed higher due to the increased crush estimate. The nominal processing capacity of the Ukrainian industry (excluding on farm crush facilities) has reached 5 million tons of sunflower seed per year (refer to Page 4, [Ukraine Oilseeds Annual Report](#)). Although FAS-Kiev believes that the current industry crush capacity (nominal capacity adjusted for idle, inefficient and outdated facilities) is 4.7-4.8 million tons, the domestic oilseed industry is in a position to process forecasted volumes in MY 2005/2006.

Ukraine							
Oil, Sunflowerseed							
	2003	Revised	2004	Estimate	2005	Forecast	UOM
	USDA Official [Old]	Post Estimate[New]	USDA Official [Old]	Post Estimate[New]	USDA Official [Old]	Post Estimate[New]	
Market Year Begin		09/2003		09/2004		09/2005	MM/YYYY
Crush	3150	3150	2870	2910	3810	4200	(1000 MT)
Extr. Rate, 999.9999	0.4095	0.4095	0.4070	0.4021	0.4173	0.4167	(PERCENT)
Beginning Stocks	19	19	20	18	25	25	(1000 MT)
Production	1290	1290	1168	1170	1590	1750	(1000 MT)
MY Imports	4	0	0	2	0	0	(1000 MT)
MY Imp. from U.S.	0	0	0	0	0	0	(1000 MT)
MY Imp. from the EC	0	0	0	0	0	0	(1000 MT)
TOTAL SUPPLY	1313	1309	1188	1190	1615	1775	(1000 MT)
MY Exports	885	978	688	642	925	1150	(1000 MT)
MY Exp. to the EC	300	254	300	265	300	500	(1000 MT)
Industrial Dom. Consum	10	10	15	15	30	20	(1000 MT)
Food Use Dom. Consump.	398	303	460	508	615	560	(1000 MT)
Feed Waste Dom. Consum	0	0	0	0	0	0	(1000 MT)
TOTAL Dom. Consumption	408	313	475	523	645	580	(1000 MT)
Ending Stocks	20	18	25	25	45	45	(1000 MT)
TOTAL DISTRIBUTION	1313	1309	1188	1190	1615	1775	(1000 MT)
Calendar Year Imports	0	1	0	1	0	0	(1000 MT)
Calendar Yr Imp. U.S.	0	0	0	0	0	0	(1000 MT)
Calendar Year Exports	924	924	960	869	960	1100	(1000 MT)
Calndr Yr Exp. to U.S.	0	0	0	0	0	0	(1000 MT)

Sunflower seed oil is the most preferred vegetable oil in Ukraine. Oil consumption has been steadily increasing over the past few years. The State Statistics Committee of Ukraine reported that per capita vegetable oil consumption (predominantly sunflower seed oil) reached 13 kilograms in calendar year 2004 and exceeded the previous consumption record level that was recorded before the break-up of the Soviet Union (11.6 kilogram in 1990).

For MY 2005/2006, the food consumption estimate was lowered to reflect higher anticipated exports. The final estimates of sunflower oil exports in MY 2004/2005 appeared slightly lower than had been anticipated. Correspondingly, the estimate for food consumption in MY 2004/2005 was increased.

While official trade statistics in Ukraine correctly reflect trade volumes, certain problems remain in country-specific trade reporting (see Oils Trade Section in [Ukraine Oilseeds Annual Report](#)). According to port statistics, Ukrainian sunflower seed oil has predominantly been delivered to EU-25, Middle East and North Africa. Unlike official reports claim, there have been no sizable shipments to Switzerland.

Ukrainian suppliers are expected to increase exports in MY 2005/2006 due to strong demand from traditional markets. September-October 2005 exports totaled 150,000 tons. According to port statistics, 180,000 tons were exported in November-December 2005. Therefore, MY 2005/2006 export estimate was increased.

### Soybean Oil

Ukraine							
Oil, Soybean							
	2003	Revised	2004	Estimate	2005	Forecast	UOM
	USDA Official [Old]	Post Estimate[New]	USDA Official [Old]	Post Estimate[New]	USDA Official [Old]	Post Estimate[New]	
Market Year Begin		09/2003		09/2004		09/2005	MM/YYYY
Crush	151	151	250	280	440	360	(1000 MT)
Extr. Rate, 999.9999	0.1722	0.1722	0.1760	0.1786	0.1750	0.1778	(PERCENT)
Beginning Stocks	0	0	0	0	0	0	(1000 MT)
Production	26	26	44	50	77	64	(1000 MT)
MY Imports	0	0	0	0	0	0	(1000 MT)
MY Imp. from U.S.	0	0	0	0	0	0	(1000 MT)
MY Imp. from the EC	0	0	0	0	0	0	(1000 MT)
TOTAL SUPPLY	26	26	44	50	77	64	(1000 MT)
MY Exports	3	3	9	4	19	10	(1000 MT)
MY Exp. to the EC	1	3	2	1	2	2	(1000 MT)
Industrial Dom. Consum	0	0	0	0	0	0	(1000 MT)
Food Use Dom. Consum.	23	23	35	46	58	54	(1000 MT)
Feed Waste Dom. Consum	0	0	0	0	0	0	(1000 MT)
TOTAL Dom. Consumption	23	23	35	46	58	54	(1000 MT)
Ending Stocks	0	0	0	0	0	0	(1000 MT)
TOTAL DISTRIBUTION	26	26	44	50	77	64	(1000 MT)
Calendar Year Imports	0	0	0	0	0	0	(1000 MT)
Calendar Yr Imp. U.S.	0	0	0	0	0	0	(1000 MT)
Calendar Year Exports	4	4	5	3	5	7	(1000 MT)
CalIndr Yr Exp. To U.S.	0	0	0	0	0	0	(1000 MT)

The new estimate of oil production reflects anticipated reduction in soybean processing in MY 2005/2006. As a result of lower production, the estimates of soy oil exports and consumption were revised downwards. Ukraine exported only an estimated 2,000 tons of soybean oil in September-December 2005. MY 2005/2006 export estimate was reduced due

to the lack of export sales. MY 2004/2005 trade numbers were adjusted to match the final official statistics for September 2004-August 2005.

### Rapeseed Oil

Production estimate for MY 2005/2006 was reduced to mirror a lower crush estimate. Rapeseed oil is rarely used as a salad oil and is predominantly used by the food processing industry in Ukraine.

Exports of rapeseed oil increased in MY 2005/2006, compared with the previous year. Official statistics indicate that July-October 2005 exports totaled 16,800 tons compared to the 4,000 tons exported during July-October 2004. The export estimate for MY 2005/2006 was increased to reflect that trend. Poland, Lithuania and Turkey have been the major buyers.

Ukraine							
Oil, Rapeseed							
	2003	Revised	2004	Estimate	2005	Forecast	UOM
	USDA Official [Old]	Post Estimate[New]	USDA Official [Old]	Post Estimate[New]	USDA Official [Old]	Post Estimate[New]	
Market Year Begin		07/2003		07/2004		07/2005	MM/YYYY
Crush	16	16	65	64	111	100	(1000 MT)
Extr. Rate, 999.9999	0.3750	0.3750	0.3538	0.3750	0.3514	0.3600	(PERCENT)
Beginning Stocks	0	0	0	0	0	0	(1000 MT)
Production	6	6	23	24	39	36	(1000 MT)
MY Imports	0	0	0	0	0	0	(1000 MT)
MY Imp. from U.S.	0	0	0	0	0	0	(1000 MT)
MY Imp. from the EC	0	0	0	0	0	0	(1000 MT)
TOTAL SUPPLY	6	6	23	24	39	36	(1000 MT)
MY Exports	2	0	11	8	17	20	(1000 MT)
MY Exp. to the EC	0	0	2	7	2	8	(1000 MT)
Industrial Dom. Consum	0	0	0	0	0	0	(1000 MT)
Food Use Dom. Consump.	4	6	12	16	22	16	(1000 MT)
Feed Waste Dom. Consum	0	0	0	0	0	0	(1000 MT)
TOTAL Dom. Consumption	4	6	12	16	22	16	(1000 MT)
Ending Stocks	0	0	0	0	0	0	(1000 MT)
TOTAL DISTRIBUTION	6	6	23	24	39	36	(1000 MT)
Calendar Year Imports	0	0	0	0	0	0	(1000 MT)
Calendar Yr Imp. U.S.	0	0	0	0	0	0	(1000 MT)
Calendar Year Exports	1	0	5	6	0	20	(1000 MT)
Calndr Yr Exp. to U.S.	0	0	0	0	0	0	(1000 MT)