

Regulatory Announcement

[Go to market news section](#)



Company	Ukrproduct Group Ltd
TIDM	UKR
Headline	Completion of dryer facility
Released	08:39 12-Dec-06
Number	6891N

12 December 2006

Ukrproduct Group Limited **(“Ukrproduct” or the “Company”)**

Completion of the new Skimmed Milk Powder (SMP) dryer facility and comment on the world’s SMP market

As part of its continuing strategic development and the on-going modernisation of its production facilities, the Company has completed the installation of a new SMP dryer at the site of the Company’s Starokonstantiniv site in Ukraine. The dryer more than doubles Ukrproduct’s existing SMP capacity whilst consuming 40% less energy than the Company’s extant SMP-producing equipment. The SMP obtained from the new facility will be of higher grade and is, therefore, likely to command a material price premium over other product produced elsewhere in Ukraine. The output of the new dryer for January 2007 is pre-sold in full at prices of between US\$2,300 and US\$2,400 per metric tonne; sales negotiations regarding February’s output are at an advanced stage.

Since November 2006, the world’s SMP price has fully overcome the weakness observed in mid-2006 and has exhibited an encouraging upward trend. The Directors believe that the world’s SMP price is likely to remain at this level for the Company’s SMP output until at least the middle of next year, after which time the outlook is less certain.

For further information:

Ukrproduct Group +38 044 502 8014

Iryna Yevets, CEO, Iryna.Yevets@ukrproduct.com
Dmitry Dragun, CFO, Dmitry.Dragun@ukrproduct.com

WH Ireland Limited 0161 832 2174

David Youngman

END

Close

London Stock Exchange plc is not responsible for and does not check content on this Website. Website users are responsible for checking content. Any news item (including any prospectus) which is addressed solely to the persons and countries specified therein should not be relied upon other than by such persons and/or outside the specified countries. [Terms and conditions](#), including restrictions on use and distribution apply.

©2006 London Stock Exchange plc. All rights reserved