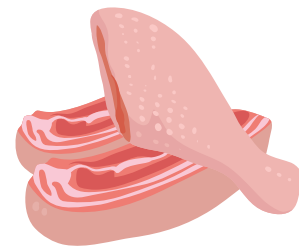


# RISK MITIGATION FOR ALBANIA'S MEAT SECTOR



## PRODUCTION RISK

- Viral, infectious and food borne diseases may lead to major losses and even to bankruptcy

## RISK MITIGATION MECHANISMS

- Finance medicines for bird protection using expert advise
- Consider protocols regarding access in facilities, disinfection rules; and water protection
- Consider facility layout and other technical rules when supporting investment in chicken facilities

## MARKETING AND PRICE RISKS

- Low marketing risk due to unmet domestic demand and short production cycle

## RISK MITIGATION MECHANISMS

- Support refrigerating capacities whenever necessary

## FINANCIAL RISKS

- Some financial risk (liquidity problem) in case of late payments by supermarkets

## RISK MITIGATION MECHANISMS

- Finance short term working capital

## LEGAL AND ENVIRONMENT RISKS

- Insecure land titles
- Improper storing of chicken may lead to standard/legal risk
- Improper food storage may lead to high aflatoxin in chicken

## RISK MITIGATION MECHANISMS

- Land titles security both formal and customary rules
- Support refrigerating capacities whenever necessary
- Support barns for proper feed storing

## HUMAN RESOURCE AND MANAGEMENT SKILLS

- Labor force scarcity

## RISK MITIGATION MECHANISMS

- Consider labor force availability or support mechanization

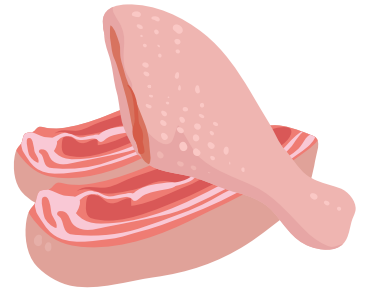
## POLITICAL/POLICY RISKS

- Frequently changing support schemes and inconsistent fiscal policies for the milk and meat sector

## RISK MITIGATION MECHANISMS

- Regular update about policy development and implications

# MARKET FACTS IN ALBANIA



## MEAT SECTOR



**TOTAL MEAT  
PRODUCTION**  
(ton)

2010 / 2016  
**145,000 / 160,000**



**CHICKEN MEAT  
PRODUCTION**  
(ton)

2010 / 2016  
**17,000 / 20,000**



**TOTAL MEAT  
IMPORT**  
(ton)

2010 / 2016  
**39,594 / 33,241**



**CHICKEN MEAT  
IMPORT**  
(ton)

2010 / 2016  
**19,960 / 24,235**