

Export Outlook for Solid Wood Products

Revised FY 2005 Forecast: Unchanged at \$5.6 Billion

Revised FY 2005 Forecast

Key Upside Developments

- Exports to China increasing mainly due to hardwood demand from its furniture industry
- Exports to Canada at record level due to re-export demand created by U.S. housing market

Key Downside Developments

- Softwood exports to EU and Japan decline due to strong EU production
- Antidumping margins for Chinese wooden bedroom furniture could slow demand for U.S. wood

Wild Cards

- China's continued economic growth, which has fueled its domestic furniture demand

