

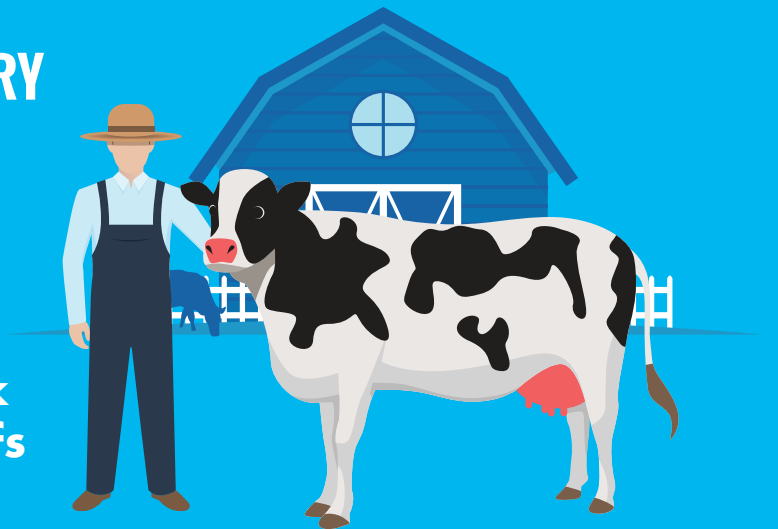
# THE **IMPACT** OF NAFTA ON U.S. DAIRY EXPORTS TO MEXICO

## WHY NORTH AMERICAN FREE TRADE?

### MEXICO ESSENTIAL TO U.S. DAIRY

NAFTA is a driving force behind growing U.S. dairy exports to Mexico. Mexico is the U.S. dairy industry's largest export market.

**Unlike Canada, U.S. milk producers face zero tariffs on exports to Mexico.**



## THE MEXICAN DAIRY MARKET ACCOUNTS FOR



**Without free trade with Mexico, the U.S. would pay higher tariffs and jobs will be eliminated. We need to expand trade to Canada and not limit exports to Mexico.**

# DOMESTIC IMPACT



fresh  
gdp

## DAIRY EXPORTS GOOD FOR THE ECONOMY

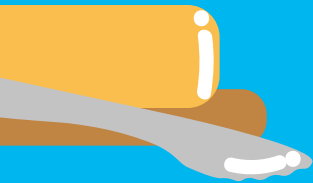
- U.S. dairy exports play an enormous role in the U.S. economy. Undermining Mexico exports will affect dairy farmers and workers in every state. U.S. dairy product exports have greatly benefited the U.S. economy.



**\$2.50**

U.S. spending  
per foreign  
dollar

For every dollar of sales associated with dairy exports to Mexico, an additional \$2.50 is supported elsewhere in the United States economy, **\$23.3 billion** aggregate over five years.



U.S. exports support much more than farmers. They create jobs across the supply chain — in processing, retail, transportation, and other industries.



U.S.  
exports create  
**JOBS**  
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supply  
chain



**\$8.4**

billion in aggregate  
contributions  
to GDP

The dairy export industry has directly generated an aggregate GDP of **\$8.4 billion** over the five-year period. Furthermore, without free trade with Mexico, U.S. dairy producers would face up to a 45% tariff south of the border.

**Canada must learn from U.S. – Mexican free trade; low tariffs create jobs; higher tariffs in dairy killed NAFTA jobs; U.S. dairy prices and farmer income will fall significantly.**

