GENERAL AGREEMENT ON TARIFFS AND TRADE

RESTRICTED
AG/DOC/5/FIN/1
15 October 1982
Special Distribution

AGRICULTURE DOCUMENTATION INVENTORY OF NON-TARIFF MEASURES

Measures and Mechanisms Influencing Exports

Notified by:

FINLAND

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This document is one in a series which updates the information originally circulated in the MTN/3E/DOC/5 and Addenda series. Details about various subsidies in the field of agriculture are contained in document L/4763/Add.2 of 3 April 1979 while statistics on trade in grains are contained in Finland's Notification Pursuant to Article XVII:4(a) on State trading dated 29 June 1981. For non-tariff measures (NTM) other than those covered by this document please refer to document AG/DOC/1 which provides an overview of the way in which NTM information is organized within the AG/DOC/- series.

I. Meat and processed meats (CCCN ex 02.01, ex 16.01, ex 16.03)

A. Observations

A system of export restitution is in operation for beef and pork, under which annual average prices to producers are prevented from dropping below fixed floor price levels by payments made by the State.

Reference: MTN/3E/DOC/5/Add.6

L/4763/Add.2

I. B. STATISTICS ON ASSISTED EXPORTS IN RELATION TOTAL EXPORTS

(Meat and prepared meat products)

	Products	Year	Exports		Total	Ratio of non-	Ratio of total amount of export	
CCCN			Total	With direct assist-	amount of export payments	exports	payme To total	To assist
				ance	payments	export	exports	exports
			(US\$1	, 000)			(Percentages)	
ex 02.01	Beef and veal	1980 1981	1,414 25,110	1,414 25,110	2,087 40,722		148 162	148 162
ex 02.01	Pigmeat	1980 1981	22,192 34,747	22,192 34,747	28,582 43,320		129 125	129 125
ex 16.01 ex 16.03		1980 1981						
	Total of products listed above	1980 1981	23,606 59,857	23,606 59,857	30,669 84,042		-	129 140

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II. <u>Dairy products</u> (ex 04.02, 04.03, 04.04, ex 04.05)

A. Observations

A system of export restitution is in operation for dairy products, under which export dairies receive from the State a refund which enables them to pay the farmers a price almost corresponding to the target price of milk agreed upon between the Government and agricultural producers. For eggs (ex 04.05) the system of export restitution is similar to that for meat and processed meat products (see page 2).

Reference: MTN/3E/DOC/5/Add.6

L/4763/Add.2

II. B. STATISTICS ON ASSISTED EXPORTS IN RELATION TO TOTAL EXPORTS

(Dairy Products)

CCCN	Products	Years		Exports		Total amount of	Ratio of non- assisted	Ratio of total amount of export payments	
			m-4-1	With direct	Non-				
			Total	assistance	commercial transactions	export payments	exports to total exports	To total exports	To assisted exports
				(US\$1,000)				(Percentage)	
ex 04.02	Whole milk powder	1980 1981	31,959 37,916	31,959 37,916	÷	82,725 64,115		259 169	259 169
04.03	Butter	1980 1981	16,088 31,581	16,088 31,581		45,577 55,381		283 175	283 175
04.04	Cheese	1980 1981		72,820 69,377		111,266 103,024			153 148
ex 04.05	Eggs	1980 1981	20,312 22,985	20,312 22,985		40,231 38,303		198 167	198 167
	Total of products listed above	1980 1981		141,179 161,859		279,799 260,823			' 198 161

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III. Grains (10.01, 10.03, 10.04)

A. Observations

The Finnish State Granary has the monopoly of grains (wheat, barley, rye, oats) and is responsible for maintaining a given level of reserve stocks with a view to stabilizing the domestic price level. Under the new legislation introduced on 1 January 1981 the State Granary is obliged to create during 1981-87 reserve stocks from domestic production amounting to 900,000 tons, of which 400,000 tons bread grains (wheat and rye), 400,000 tons feed grains and 100,000 tons seed grains.

Exports of grains, according to the new legislation, are permitted only after the statutory reserve requirements have been met. As the domestic price level usually exceeds the world market price level, the Government undertakes to subsidize exports with the help of budgetary resources. In the last few years, however, Finland has not exported any grains and, therefore, no subsidies have been given on this account.

Reference: AG/DOC/2/FIN/1

L/4763/Add.2 L/5104/Add.9

III. B. STATISTICS ON ASSISTED EXPORTS IN RELATION TO TOTAL EXPORTS (Grains)

i			Exports			Ratio		of total
CCCN	Products	Year	Total	assist-	Total amount of export payments	of non- assisted exports to total export	payr To	of export ments To assist exports
			(US\$1,000)				(Percentages)	
10.01	Wheat	1980 1981	<u>-</u>	-	- -			
10.03	Barley	1980	_	_	_			3
10.05	Darie	1981	_	-	_			
10.04	0ats	1980	_	_	_			
		1981	_	-	–			
		4			1			