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# Special Safeguard Exercise

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Notification under Article 5: special safeguard: volume-based

- 1. Description of product: Butter
- 2. Tariff item numbers: 0405.10
- 3. Trigger level: ---- tonnes (as calculated in Annex 1)
- 4. Volume of imports entering territory in current period: ---- tonnes
- 5. Period of application: -----

How to calculate trigger?





#### Information required for the calculation of the trigger Level

Imports in the 3 preceding years: 2006: 550 tonnes

2007: 450 tonnes

2008: 500 tonnes

Average: **500** tonnes

#### And if import penetration is taken into account:

Consumption in the 3 preceding years: 2006 950 tonnes

2007: 1050 tonnes

2008: 1000 tonnes

Average: 1000 tonnes

#### Calculation of trigger level (pursuant to Article 5):

Import penetration = 500/1000

= **50%** (base trigger therefore equals 105%)

Why 105%?

Refer to Article 5.4(c).





#### Trigger level = (x) + (y)

- $= (105\% \times 500 \text{ tonnes}) + (1000 \text{ tonnes} 1050 \text{ tonnes})$
- = 525 + (-50)tonnes
- = 475 tonnes < 105% of average imports = 525 tonnes

Why can't trigger level be below 105% of average imports?

Refer to Article 5.4 (last sentence)



## Table MA:3 MARKET ACCESS – Member X

Notification under Article 5: special safeguard: volume-based

1. Description of product: Butter

2. Tariff item numbers: 0405.10

3. Trigger level: 525 tonnes (as calculated in Annex 1)

4. Volume of imports entering territory in current period:

530 tonnes

5. Period of application: from 20 September 2009

to 31 December 2009

(Why ending the application on 31 December 2009? Refer to Article 5.4.)



#### When to make this notification?

Either before applying the measure i.e. 20 September but in no case later than 30 September 2009.





# What if domestic consumption is <u>not</u> taken into account in the trigger calculations?





#### SPECIAL SAFEGUARD: VOLUME-BASED: Annex 1 to MA:3

#### Information required for the calculation of trigger Level

Imports in the 3 preceding years: 2006: 550 tonnes

2007: 450 tonnes

2008: 500 tonnes

Average: **500** tonnes

#### And if import penetration is not taken into account:

**Trigger level** =  $(125\% \times 500 \text{ tonnes})$ 

**=** 625 tonnes

Why 125%? Refer to footnote 3.



### Table MA:3 MARKET ACCESS – Member X

Notification under Article 5: special safeguard: volume-based

1. Description of product: Butter

2. Tariff item numbers: 0405.10

3. Trigger level: 625 tonnes

(as calculated in Annex 1)

4. Volume of imports entering

territory in current period: 630 tonnes

5. Period of application: from 20 November 2009 to

31 December 2009

(Why ending the application on 31 December 2009? Refer to Article 5.4.)

