

WORLD TRADE ORGANIZATION

G/AG/N/PAK/8
20 August 2001

(01-4066)

Committee on Agriculture

Original: English

NOTIFICATION

The following notification concerning domestic support commitments (**Table DS:1** and the relevant supporting tables) for the marketing years **1998-99** and **1999-00** was received from the delegation of **Pakistan** on 10 August 2001.

Table DS:1

DOMESTIC SUPPORT: Pakistan

REPORTING PERIOD: 1998-99 (July-June)

Current Total Aggregate Measurement of Support

Total AMS commitment level for period in question	Currency	Current Total AMS (US\$ million)
(from Section 1 of Part IV of the Schedule)	(from Section 1 of Part IV of the Schedule)	(from attached Supporting Tables)
1	2	3
Nil		Nil (-164.59)

DOMESTIC SUPPORT: Pakistan**REPORTING PERIOD: 1998-99 (July-June)***Measures exempt from the reduction commitment – "Green Box"*

Measure type	Name and description of measure with reference to criteria in Annex 2	Monetary value of measure in year in question (US\$ million)	Data sources
1	2	3	4
1. General services on research	Agricultural research: Promotion and coordination of research on development of high yielding varieties of important crops (Annex 2, para 2(a))	2.44	Government of Pakistan, Planning Commission
2. Storage facilities	Government storage: Provision of wheat storage facilities to ensure food security programmes (Annex 2, para 3)	0.00	
3. Marketing services	Agricultural marketing: General services including provision of market information to benefit small producers (Annex 2, para 2(f))	0.11	
4. Extension services	Agricultural extension: Extension/advisory services are provided in order to transfer the latest crop production technology (Annex 2, para 2(d))	2.44	
5. General services	Plant protection: Facilities for pest scouting and spraying are provided to enhance plant protection coverage (Annex 2, para 2(b))	0.70	
6. Infrastructural services	Irrigation and drainage and reclamation: Irrigation system rehabilitation system consists of earth work to strengthen the canal banks, brick lining in the tail to provide water supply to tail users in selected canal system. Drainage and reclamation programme provides surface drainage to the area where water table is within 0-5 feet of surface which is termed as "disaster areas" (Annex 2, para 2(g))	235.76	
7. Flood protection services	Flood control: To protect infrastructure, valuable agriculture land and lives and property of people from devastation of floods (Annex 2, para 2(g))	7.94	
8. Water supply facilities	On-farm-water management: The programme involves improvement and lining of water courses to improve water supply situation, demonstration plots and training of farmers (Annex 2, para 2(c))	14.43	

Supporting Table DS:4

DOMESTIC SUPPORT: Pakistan

REPORTING PERIOD: 1998-99 (July-June)

Calculation of the Current Total Aggregate Measurement of Support

Description of basic products (including non-product specific AMS)	Product-specific AMS (from Supporting Tables DS:5 to DS:7 below)	Product-specific measurements of support (from Supporting Table DS:8 below)	Current Total AMS (aggregate)
	(US\$ million)	(US\$ million)	(US\$ million)
1	2	3	4
Wheat	-191.29	0.00	-191.29
Seed cotton	0.00	0.00	0.00
Rice Basmati	0.00	0.00	0.00
Rice coarse	0.00	0.00	0.00
Sugar cane	0.00	0.00	0.00
Onion	0.00	0.00	0.00
Potato	0.00	0.00	0.00
Gram	0.00	0.00	0.00
Soybean	0.00	0.00	0.00
Sunflower	0.00	0.00	0.00
Safflower	0.00	0.00	0.00
Total product-specific AMS	-191.29	0.00	-191.29
Non-product-specific AMS (from Supporting Table DS:9)			26.70
Current total AMS			-164.59

DOMESTIC SUPPORT: Pakistan**REPORTING PERIOD: 1998-99 (July-June)***Product-Specific Aggregate Measurements of Support: Market Price Support*

Description of basic products	Calendar/ Marketing year beginning ...	Measure type(s)	Applied administered price (US\$/tonne)	External reference price (generally from AGST/...) (US\$/tonne) (Ave. 1986/88)	Eligible production (^{000 tonnes)}	Associated fees/levies	Total market price support (US\$ million) ((4-5*6)-7)	Data sources
1	2	3	4	5	6	7	8	9
Wheat	July 1998	Procurement price	128	175	4,070.0		-191.29	Ministry of Food and Agriculture
Seed cotton	July 1998	Market price**	471	360	0.0		0.00	Ministry of Commerce
Rice Basmati	July 1998	Market price**	462	707	0.0		0.00	
Rice coarse	July 1998	Market price**	219	203	0.0		0.00	
Sugar cane	July 1998	Procurement price (weighted average)	19	15	0.0		0.00	
Onion	July 1998	Procurement price	75	85	0.0		0.00	
Potato	July 1998	Procurement price	77	101	0.0		0.00	
Gram	July 1998	Procurement price	227	373	0.0		0.00	
Soybean	July 1998	Procurement price	200	643	0.0		0.00	
Sunflower	July 1998	Procurement price	260	256	1.0		0.00	
Safflower	July 1998	Procurement price	174	580	0.0		0.00	
Total product-specific AMS							-191.29	

Notes:

Column 3: Procurement or support prices fixed by the Government of Pakistan are in fact the minimum guaranteed prices and are effective during the post-harvest seasons of the respective crops. The sale of marketable surplus at these prices by the producers is voluntary as they are under no compulsion to sell their produce at the support price. The producers only sell their produce to the procurement agency when the market price falls below the support price level. If market price remains above the support price the growers are free to sell their produce wherever they like. Therefore, strictly speaking, support prices are not the administered prices.

** = Procurement prices were not fixed by the Government during 1998-99.

Column 4: Price in Pakistan Rupees converted to US\$ at official exchange rate of 1\$ = PRs 43.1958 for 1998-99.

Column 5: External Reference Prices = Average fixed external reference prices for 1986/87 to 1988/89 in Pakistan Rupees converted to US\$ at 1\$ = PRs 17.9980 which was the average of official exchange rate during 1986-87 to 1988-89

Column 6: Actual procurement by public sector agencies. '0' in this column indicates no operation by public sector agencies on procurement prices.

DOMESTIC SUPPORT: Pakistan**REPORTING PERIOD: 1998-99 (July-June)***Product-Specific Aggregate Measurements of Support: Other Product-Specific Support and Total Product-Specific AMS*

Description of basic product	Calendar/ Marketing year beginning ...	Measurement type(s)	Other product- specific budgetary outlays	Other product specific support (include calculation details)	Associated fees/levies	Total other product- specific support (US\$ million)	Market price support (Supporting Table DS:5) (US\$ million)	Non-exempt direct payments (Supporting Table DS:6) (US\$ million)	Total AMS (US\$ million)	Data sources
1	2	3	4	5	6	7 (4+5-6)	8	9	10 (7+8-9)	11
Wheat	July 98					0.0	-191.29	0.0	-191.29	Supporting Table DS:5
Seed cotton	July 98					0.0	0.00	0.0	0.00	
Rice Basmati	July 98					0.0	0.00	0.0	0.00	
Rice coarse	July 98					0.0	0.00	0.0	0.00	
Sugar cane	July 98					0.0	0.00	0.0	0.00	
Onion	July 98					0.0	0.00	0.0	0.00	
Potato	July 98					0.0	0.00	0.0	0.00	
Gram	July 98					0.0	0.00	0.0	0.00	
Soybean	July 98					0.0	0.00	0.0	0.00	
Sunflower	July 98					0.0	0.00	0.0	0.00	
Safflower	July 98					0.0	0.00	0.0	0.00	
Total product-specific AMS						0.0	-191.29	0.0	-191.29	

Supporting Table DS:9

DOMESTIC SUPPORT: Pakistan
REPORTING PERIOD: 1998-99 (July-June)

Non-Product-Specific AMS

Measure type(s)	Calendar/ Marketing year beginning ...	Non-product- specific budgetary outlays (US\$ million)	Other non-product specific support (include calculation details) (US\$ million)	Associated fees/levies	Total non- product-specific support (US\$ million)	Data sources
1	2	3	4	5	6 (3+4-5)	7
Fertilizer subsidy	1998-99	-	-	-	-	
Electricity subsidy	1998-99	-	26.7		26.7	See annexed statement
Agricultural credit subsidy	1998-99	-	-		-	
Total non-product-specific support	1998-99	-	-		26.7	

Notes:

1. Payment of subsidy on agricultural loans and providing of concessionary finance was discontinued with effect from 11 July 1990.
2. Calculation details of electricity subsidy are enclosed.

Table DS:1

DOMESTIC SUPPORT: Pakistan**REPORTING PERIOD: 1999-00 (July-June)***Current Total Aggregate Measurement of Support*

Total AMS commitment level for period in question	Currency	Current total AMS (US\$ million)
(from Section 1 of Part IV of the Schedule)	(from Section 1 of Part IV of the Schedule)	(from attached Supporting Tables)
1	2	3
Nil		Nil (-244.94)

Supporting Table DS:1

DOMESTIC SUPPORT: Pakistan**REPORTING PERIOD: 1999-00 (July-June)***Measures exempt from the reduction commitment – "Green Box"*

Measure type	Name and description of measure with reference to criteria in Annex 2	Monetary value of measure in year in question (US\$ million)	Data sources
1	2	3	4
1. General services on research	Agricultural research: Promotion and coordination of research on development of high yielding varieties of important crops (Annex 2, para 2(a))	3.18	Government of Pakistan, Planning Commission
2. Storage facilities	Government storage: Provision of wheat storage facilities to ensure food security programmes (Annex 2, para 3)	0.08	
3. Marketing services	Agricultural marketing: General services including provision of market information to benefit small producers (Annex 2, para 2(f))	0.00	
4. Extension services	Agricultural extension: Extension/advisory services are provided in order to transfer the latest crop production technology (Annex 2, para 2(d))	1.86	
5. General services	Plant protection: Facilities for pest scouting and spraying are provided to enhance plant protection coverage (Annex 2, para 2(b))	0.01	
6. Infrastructural services	Irrigation and drainage and reclamation: Irrigation system rehabilitation system consists of earth work to strengthen the canal banks, brick lining in the tail to provide water supply to tail users in selected canal system. Drainage and reclamation programme provides surface drainage to the area where water table is within 0-5 feet of surface which is termed as "disaster areas" (Annex 2, para 2(g))	213.07	
7. Flood protection services	Flood control: To protect infrastructure, valuable agriculture land and lives and property of people from devastation of floods (Annex 2, para 2(g))	7.18	
8. Water supply facilities	On-farm-water management: The programme involves improvement and lining of water courses to improve water supply situation, demonstration plots and training of farmers (Annex 2, para 2(g))	13.04	

DOMESTIC SUPPORT: Pakistan**REPORTING PERIOD: 1999-00 (July-June)***Calculation of the Current Total Aggregate Measurement of Support*

Description of basic products (including non-product specific AMS)	Product-specific AMS (from Supporting Tables DS:5 to DS:7 below) (US\$ million)	Product-specific measurements of support (from Supporting Table DS:8 below) (US\$ million)	Current total AMS (aggregate) (US\$ million)
1	2	3	4
Wheat	-257.37	0.00	-257.37
Seed cotton	0.00	0.00	0.00
Rice Basmati	0.00	0.00	0.00
Rice coarse	0.00	0.00	0.00
Sugar cane	0.00	0.00	0.00
Onion	-0.10	0.00	-0.10
Potato	-0.05	0.00	-0.05
Gram	0.00	0.00	0.00
Soybean	0.00	0.00	0.00
Sunflower	-0.02	0.00	-0.02
Safflower	0.00	0.00	0.00
Canola	0.00	0.00	0.00
Total product-specific AMS	-257.54	0.00	-257.54
Non-product-specific AMS (from Supporting Table DS:9)			12.60
Current total AMS			-244.94

Supporting Table DS:5

DOMESTIC SUPPORT: Pakistan**REPORTING PERIOD: 1999-00 (July-June)***Product-Specific Aggregate Measurements of Support: Market Price Support*

Description of basic products	Calendar/ Marketing year beginning ...	Measure type(s)	Applied administered price (US\$/tonne)	External reference price (generally from AGST/...) (US\$/tonne) (Ave. 1986/88)	Eligible production (‘000 tonnes)	Associated fees/levies	Total market price support (US\$ million) ((4-5*6)-7)	Data sources
1	2	3	4	5	6	7	8	9
Wheat	July 1999	Procurement price	145	175	8,579.0		-257.37	Ministry of Food and Agriculture
Seed cotton	July 1999	Procurement price	350	360	0.0		0.00	Ministry of Commerce
Rice Basmati	July 1999	Market price**	453	707	0.0		0.00	
Rice coarse	July 1999	Market price**	184	203	0.0		0.00	
Sugar cane	July 1999	Procurement price (weighted average)	17	15	0.0		0.00	
Onion	July 1999	Procurement price	64	85	4.8		-0.10	
Potato	July 1999	Procurement price	70	101	1.7		-0.05	
Gram	July 1999	Market price**	353	373	0.0		0.00	
Soybean	July 1999	Procurement price	198	643	0.0		0.00	
Sunflower	July 1999	Procurement price	241	256	1.0		-0.02	
Safflower	July 1999	Procurement price	169	580	0.0		0.00	
Canola	July 1999	Procurement price	241	Not available	0.0		0.00	
Total product-specific AMS							-257.54	

Notes:

Column 3: Procurement or support prices fixed by the Government of Pakistan are in fact the minimum guaranteed prices and are effective during the post-harvest seasons of the respective crops. The sale of marketable surplus at these prices by the producers is voluntary as they are under no compulsion to sell their produce at the support price. The producers only sell their produce to the procurement agency when the market price falls below the support price level. If market price remains above the support price the growers are free to sell their produce wherever they like. Therefore, strictly speaking support prices are not the administered prices.

** = Procurement prices were not fixed by the Government during 1999-00.

Column 4: Price in Pakistan Rupees converted to US\$ at official exchange rate of 1\$ = PRs. 51.7709 for 1999-00.

Column 5: External reference prices = Average fixed external reference prices for 1986-87 to 1988-89 in Pakistan Rupees converted to US\$ at 1\$ = PRs 17.9980 which was the average of official exchange rate during 1986-87 to 1988-89.

Column 6: Actual procurement by public sector agencies. '0' in this column indicates no operation by public sector agencies on procurement prices.

DOMESTIC SUPPORT: Pakistan**REPORTING PERIOD: 1999-00 (July-June)***Product-Specific Aggregate Measurements of Support: Other Product-Specific Support and Total Product-Specific AMS*

Description of basic product	Calendar/ Marketing year beginning ...	Measurement type(s)	Other product- specific budgetary outlays	Other product specific support (include calculation details)	Associated fees/levies	Total other product- specific support (US\$ million)	Market price support (Supporting Table DS:5) (US\$ million)	Non-exempt direct payments (Supporting Table DS:6) (US\$ million)	Total AMS (US\$ million)	Data sources
1	2	3	4	5	6	7 (4+5-6)	8	9	10 (7+8-9)	11
Wheat	July 99					0.0	-257.37	0.0	-257.37	Supporting Table DS:5
Seed cotton	July 99					0.0	0.00	0.0	0.00	
Rice basmati	July 99					0.0	0.00	0.0	0.00	
Rice coarse	July 99					0.0	0.00	0.0	0.00	
Sugar cane	July 99					0.0	0.00	0.0	0.00	
Onion	July 99					0.0	-0.10	0.0	-0.10	
Potato	July 99					0.0	-0.05	0.0	-0.05	
Gram	July 99					0.0	0.00	0.0	0.00	
Soybean	July 99					0.0	0.00	0.0	0.00	
Sunflower	July 99					0.0	-0.02	0.0	-0.02	
Safflower	July 99					0.0	0.00	0.0	0.00	
Canola	July 99					0.0	0.00	0.0	0.00	
Total product-specific AMS						0.0	-257.54	0.0	-257.54	

DOMESTIC SUPPORT: Pakistan**REPORTING PERIOD: 1999-00 (July-June)***Non-Product-Specific AMS*

Measure type(s)	Calendar/ Marketing year beginning ...	Non-product- specific budgetary outlays (US\$ million)	Other non-product specific support (include calculation details) (US\$ million)	Associated fees/levies	Total non- product-specific support (US\$ million)	Data sources
1	2	3	4	5	6 (3+4-5)	7
Fertilizer subsidy	1999-00	-	-		-	
Electricity subsidy	1999-00	-	12.6		12.6	See annexed statement
Agricultural credit subsidy	1999-00	-	-		-	
Total non-product-specific support	1999-00	-	-		12.6	

Notes:

1. Calculation details of electricity subsidy are enclosed.