



18 February 2022

(22-1589)

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Committee on Agriculture

Original: English

NOTIFICATION

The following submission, dated 16 February 2022, is being circulated at the request of the delegation of **Brazil**. The notification concerns domestic support commitments (**Table DS:1** and the relevant supporting tables) for the **Agricultural Year 2019/2020**.

Table DS:1

DOMESTIC SUPPORT: BRAZIL

REPORTING PERIOD: AGRICULTURAL YEAR FROM 01-07-2019 TO 30-06-2020

Current Total Aggregate Measurement of Support

| Total AMS commitment level | Currency | Current Total AMS |
|---|---|-----------------------------------|
| (from Section I of Part IV of the Schedule) | (from Section I of Part IV of the Schedule) | (from attached Supporting Tables) |
| 1 | 2 | 3 |
| 912,105.15 | USD/thousand | 0 |

Supporting Table DS:1
DOMESTIC SUPPORT: BRAZIL

REPORTING PERIOD: CALENDAR YEAR 2020

Measures exempt from the reduction commitment - "Green Box"

| Measure Type | Name and description of measure with reference to criteria in Annex 2 | Monetary value USD, thousand | Data Sources | Note |
|---|---|---------------------------------|----------------|------|
| 1 | 2 | 3 | 4 | |
| 2. General Services | | | | |
| 2 (a). Research | Agricultural research program | 16,045 | General Budget | (1) |
| | Agricultural zoning service | 10 | General Budget | (1) |
| | Subtotal: | 16,055 | | |
| 2 (b). Pest and disease control | Agricultural Protection Program | 12,588 | General Budget | (2) |
| | Subtotal: | 12,588 | | |
| 2 (c). Training services | Capacity building programs | 2,985 | General Budget | (3) |
| | Educational services for rural areas | 138 | General Budget | (3) |
| | Subtotal: | 3,123 | | |
| 2 (d). Extension and advisory services | Acquisition of equipments by municipalities for services in rural areas | 0 | General Budget | (4) |
| | Extension services on agricultural production | 326 | General Budget | (4) |
| | Extension services on rural development | 5,165 | General Budget | (4) |
| | Extension services on sustainability and competitiveness | 26,700 | General Budget | (4) |
| | Support for projects of agricultural development | 2,486 | General Budget | (4) |
| | Support for technological innovation projects to family farming | 7 | General Budget | (4) |
| | Technology transfer | 2,600 | General Budget | (4) |
| | Weather forecast information | 4,798 | General Budget | (4) |
| | Subtotal: | 42,082 | | |
| 2 (e). Inspection services | Inspection of agricultural services | 5,441 | General Budget | (5) |
| | Inspection of organic production | 0 | General Budget | (5) |
| | Subtotal: | 5,441 | | |
| 2 (f). Marketing and promotion services | International promotion services | 1,316 | General Budget | (6) |
| | Support for marketing projects | 7 | General Budget | (6) |
| | Subtotal: | 1,323 | | |
| 2 (g). Infrastructural services | Support for infrastructure projects in rural areas | 197 | General Budget | (7) |
| | Support for irrigation programs | 10,275 | General Budget | (7) |
| | Subtotal: | 10,472 | | |
| 2 (h). Other general services | Acquisition of rural land for agrarian organization | 896 | General Budget | (8) |
| | Management of the rural settlement program | 35,812 | General Budget | (8) |
| | Preparatory measures to acquisition of rural land | 892 | General Budget | (8) |
| | Subtotal: | 37,600 | | |
| | Subtotal General Services | 128,684 | | |

| Measure Type | Name and description of measure with reference to criteria in Annex 2 | Monetary value USD, thousand | Data Sources | Note |
|---|---|---------------------------------|----------------|------|
| 1 | 2 | 3 | 4 | |
| 3. Public stockholding for food security purposes | Inspection of public stocks | 81 | General Budget | (9) |
| | Program of acquisition of agricultural products from family farming | 5,504 | General Budget | (9) |
| | Maintenance and management | 12,714 | General Budget | (9) |
| | Implementation of food and nutritional security in health | 10,686 | General Budget | (9) |
| | Subtotal: | 28,985 | | |
| 4. Domestic food aid | Meals for children in public schools | 837,270 | General Budget | (10) |
| | Subtotal: | 837,270 | | |
| 8. Payments for relief from natural disasters | Warranty-Crop Fund | 90,823 | General Budget | (11) |
| | Subtotal: | 90,823 | | |
| Grand Total Green Box | | 1,085,762 | | |

Notes:

- (1) Budgetary expenditures, financed by public resources, related to infrastructure, acquisition of equipment and other expenditures in activities of coordination and maintenance of research and the diffusion of their results.
- (2) Budgetary expenditures, financed by public resources, in activities related to animal and plant health services, zoosanitary and phytosanitary defense and alertness, inspection and disease control, training programmes related to disease control and prevention, warning services.
- (3) Budgetary expenditures, financed by public resources, in activities related to secondary education that provides intermediate professional qualification and higher education oriented to rural activities provided by agricultural colleges and universities.
- (4) Budgetary expenditures, financed by public resources, in activities that provide technical assistance and rural extension services to small producers, operation and improvement of meteorological services, services for cooperatives and other farm associations (studies, researches and training).
- (5) Budgetary expenditures, financed by public resources, in activities related to classification and inspection of animal and vegetal products, improvement of seed production and marketing (seed fields registration), standardization and grading, animal genetic and zootechnic improvement.
- (6) Budgetary expenditures, financed by public resources, in activities related to improvement of the marketing system and development of new markets, support to the creation and maintenance of expositions parks and fair facilities, building and maintenance of central market facilities, and improvement of agricultural market information services.
- (7) Budgetary expenditures, financed by public resources, in activities related to implementation and operation of irrigation programmes, construction and maintenance of public dams for irrigation and for urban water supply, construction of rural roads, rural housing, rural electricity network services and facilities, electricity distribution, forestry development and management and environmental programmes.
- (8) Agrarian organization; agrarian reform settlement. Budgetary expenditures, financed by public resources, in activities related to agrarian policy, agrarian reform and settlement projects.
- (9) Budgetary expenditures, financed by public resources, in activities related to expenditures with formation, maintenance and selling of government stocks which form an integral part of a federal food security programme as defined by Law N°8171 ("Agriculture Law"), from 17/01/91.
- (10) Budgetary expenditures, financed by public resources, in activities related to expenditures with food assistance programmes targeted to the poor.
- (11) Budgetary expenditures, financed by public resources, in activities related to decrease risk and uncertainty in agriculture, through agricultural insurance sponsored by the federal government.

Supporting Table DS:2

DOMESTIC SUPPORT: BRAZIL

REPORTING PERIOD: AGRICULTURAL YEAR FROM 01-07-2019 TO 30-06-2020

Measures exempt from the reduction commitment – Special and Differential Treatment – "Development Programmes"

| Measure Type | Name and description of measure with reference to criteria in Article 6.2 | Monetary value USD, thousand | Data Sources | Note |
|--|---|---------------------------------|---|------|
| 1 | 2 | 3 | 4 | |
| (a) Investment subsidies generally available to agriculture | INVESTMENT CREDIT - government and private funds, directed to improve rural structure, acquisitions of machines, equipments, vehicles and animal services | 60,030 | Ministry of Agriculture, Livestock and Food Supply (MAPA) | (1) |
| | Subtotal: | 60,030 | | |
| (b) Input subsidies available to low-income or resource-poor producers | PRODUCTION CREDIT - government and private funds, mostly compulsory, allocated to production at preferential interest rates generally available to low-income or resource-poor producers (under PRONAF Program) | 24,925 | Ministry of Agriculture, Livestock and Food Supply (MAPA) | (2) |
| | Subtotal: | 24,925 | | |
| Grand Total Development Programmes | | 84,955 | | |

Notes:

- (1) Implicit subsidy based on the difference between the interest rate of each of the following program and SELIC interest rate: ABC (Low Carbon Agriculture Program), BNDES PSI-BK (Program for the Sustainability of Investment in Capital Goods), BNDES/FINAME (Special Agency for Industrial Financing), FTRA (Special Program for Acquisition of Rural Land), Constitutional Funds (FNO, FNE and FCO), Inovagro (Program to Encourage Innovation in Agricultural Production), Moderagro (Program for the Modernization of Agriculture and the Conservation of Natural Resources), Moderfrota (Tractor Fleet Modernization Incentives Program), Moderinfra (Incentives Program for Irrigation and Storage), PCA (Program for the Construction and Expansion of Warehouses), PRI (Investment Enhancement Program), Procap-Agro (Agricultural Cooperatives Capitalization Program), Prodecoop (Cooperative Development Program for the Enhancement of Agricultural Value Added), Pronamp (Medium-Scale Agricultural Producer Support Program), and Rural Savings, Mandatory Resources and State Funds at controlled interest rates.
- (2) Implicit subsidy based on the difference between PRONAF (Program to Strengthen Household Agriculture) interest rate and SELIC (Special System for Liquidation and Custody) interest rate (interest rate for the overnight interbank loans collateralized by government bonds).

Supporting Table DS:4

DOMESTIC SUPPORT: BRAZIL

REPORTING PERIOD: AGRICULTURAL YEAR FROM 01-07-2019 TO 30-06-2020

Calculation of the Current Total Aggregate Measurement of Support

| Description of basic products (including non-product specific AMS) | Product specific AMS (from ST DS:5 to DS:7) | Product-specific EMS (from ST DS:8) | Total (2 + 3) | Value of production | Support as a % of value of production | Current Total AMS | Note |
|--|---|-------------------------------------|------------------|---------------------|---------------------------------------|-----------------------|------|
| 1 | USD, thousand | USD, thousand | USD, thousand | USD, thousand | | USD, thousand | |
| Orange | 88,995 | | 88,995 | 2,114,017 | 4.21% | 0 (de minimis) | |
| Non-product-specific AMS (from ST/DS:9) | | | 1,285,543 | 145,313,478 | 0.88% | 0 (de minimis) | |
| TOTAL | | | | | | 0 | |

Supporting Table DS:6

DOMESTIC SUPPORT: BRAZIL

REPORTING PERIOD: AGRICULTURAL YEAR FROM 01-07-2019 TO 30-06-2020

Product-Specific Aggregate Measurements of Support: Non-Exempt Direct Payments

| Description of basic products | Reporting Year | | | Measure Types | Applied administered price | External reference price (generally from AGST) | Eligible production | Total price related direct payments ((4-5)*6) | Other non exempt direct payments | Associated fees/levies | Total direct payment (7+8-9) | Data Sources | Note |
|-------------------------------|----------------|----------|----------|--|----------------------------|--|---------------------|---|----------------------------------|------------------------|------------------------------|---|------|
| | Type | From | To | | | | | | | | | | |
| 1 | 2 | | | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | |
| Orange | AY | 01-07-19 | 30-06-20 | Agricultural Products' Sale Option Private Premium (PEPRO) | | | | | 88,995 | | 88,995 | Ministry of Agriculture, Livestock and Food Supply (MAPA) | |
| Total Orange | | | | | | | | | | | 88,995 | | |

Supporting Table DS:7

DOMESTIC SUPPORT: BRAZIL

REPORTING PERIOD: AGRICULTURAL YEAR FROM 01-07-2019 TO 30-06-2020

Product-Specific Aggregate Measurements of Support: Other Product-Specific Support and Total Product-Specific AMS

| Description of basic products | Reporting Year | | | Measure Types | Other product-specific budgetary outlays | Other product specific support (with calculation details) | Associated fees/levies | Total other product-specific support (4+5-6) | Market price support (from ST DS:5) | Non-exempt direct payments (from ST DS:6) | Total AMS (7+8+9) | Data Sources | Note |
|-------------------------------|----------------|------|----|---------------|--|---|------------------------|--|-------------------------------------|---|-------------------|--------------|------|
| | Type | From | To | | | | | | | | | | |
| 1 | 2 | | | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | |
| Total Orange | | | | | | | | | | 88,995 | 88,995 | | |

The following products may be supported by non-exempt support programmes, according to the available funds and the market price: barley, Brazilian wax, canola, cashew nut, cassava, cassava flour, cassava starch, castor beans, coffee, cotton, cottonseed, edible beans, ethanol, garlic, grapes, guarana, jute, maize, malva, milk, oat, orange, peanuts, rice, silk cocoon, sisal, sorghum, soybeans, sugar cane, sunflower, triticale and wheat. If the product is not listed in this table, it means the product received no support during the crop-year. Some products have the right to be supported only on specific States or Regions.

Supporting Table DS:9

DOMESTIC SUPPORT: BRAZIL

REPORTING PERIOD: AGRICULTURAL YEAR FROM 01-07-2019 TO 30-06-2020

Non-Product-Specific AMS

| Measure Types | Reporting Year | | | Non-product-specific budgetary outlays USD, thousand | Other non-product specific support (include calculation details) USD, thousand | Associated fees/levies USD, thousand | Total non-product-specific support (3+4-5) USD, thousand | Data Sources | Note |
|----------------------------|----------------|----------|----------|---|---|---|---|-------------------|------|
| | Type | From | To | | | | | | |
| 1 | 2 | | | 3 | 4 | 5 | 6 | 7 | |
| Debt rescheduling programs | AY | 01-07-19 | 30-06-20 | | 738,138 | | 738,138 | National Treasury | (1) |
| Insurance Programs | CY | 01-01-20 | 31-12-20 | 547,405 | | | 547,405 | General Budget | (2) |
| TOTAL | | | | | | | 1,285,543 | | |

Notes:

- (1) Implicit subsidy based on the difference between the rescheduled program interest rate and SELIC interest rate. The debt reschedule program is Rural Debt Securitisation.
- (2) Program of Support to Rural Insurance Premiums (PSR) and Agricultural Livestock Guarantee Programme (PROAGRO).