



27 March 2024

(24-2667)

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Committee on Agriculture

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NOTIFICATION

The following submission, dated 21 March 2024, is being circulated at the request of the delegation of **Iceland**. The notification concerns domestic support commitments (**Table DS:1** and the relevant supporting tables) for the **Calendar Year 2022**.

Table DS:1 and the relevant supporting tables of the notification contain information and AMS calculations **with inflation adjustment**. The corresponding data and calculations **without inflation adjustment** can be found in the notes to the relevant tables.

Table DS:1

DOMESTIC SUPPORT: ICELAND

REPORTING PERIOD: CALENDAR YEAR 2022

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
130.1		115.6*

* Current Total AMS **without inflation adjustment** equals 127.6 million SDR. (See Supporting Table DS:4)

General notes:

1 SDR = ISK 52.1100 (AVG exchange rate for 1988).

1 SDR = ISK 181.0000 (AVG exchange rate for 2022).

Supporting Table DS:1

DOMESTIC SUPPORT: ICELAND

REPORTING PERIOD: CALENDAR YEAR 2022

Measures exempt from the reduction commitment - "Green Box"

Measure Type	Name and description of measure with reference to criteria in Annex 2	Monetary value ISK, million	Data Sources	Note
1	2	3	4	
2. General Services				
2 (a). Research	Research of vegetation resources, genetic resources and forestry	42	Central Government Accounts	
	Subtotal:	42		
2 (b). Pest and disease control	Compensation Fund	8	Central Government Accounts	
	Subtotal:	8		
2 (d). Extension and advisory services	Bovine animal breeding and development programs	262	Central Government Accounts	
	Advisory services; organic advisory services; forestry programs	469	Central Government Accounts	
	R & D projects in horticulture, sheep and cattle farming	115	Central Government Accounts	
	Agricultural statistics and econometrics	7	Central Government Accounts	
	Subtotal:	853		
2 (e). Inspection services	Food and Veterinary Authority of Iceland	1,423	Central Government Accounts	
	Subtotal:	1,423		
2 (f). Marketing and promotion services	Production balance program	113	Central Government Accounts	
	Higher-value sheep products marketing program	112	Central Government Accounts	
	Subtotal:	225		
2 (h). Other general services	Various appropriations to agriculture	129	Central Government Accounts	
	Subtotal:	129		
	Subtotal General Services	2,680		
6. Decoupled income support	Decoupled income support for sheep farmers	2,564	Central Government Accounts	
	Subtotal:	2,564		

Measure Type	Name and description of measure with reference to criteria in Annex 2	Monetary value ISK, million	Data Sources	Note
1	2	3	4	
8. Payments for relief from natural disasters	Prevention of animal diseases	123	Central Government Accounts	
	Subtotal:	123		
11. Structural adjustment assistance provided through investment aids	Cattle breeding program; investment	219	Central Government Accounts	
	Investment aid for farmers	280	Central Government Accounts	
	Recruitment program	145	Central Government Accounts	
	Subtotal:	644		
12. Environmental programmes	Carbon neutrality in horticulture	16	Central Government Accounts	
	Subtotal:	16		
13. Regional assistance programmes	Regional support to sheep farmers	164	Central Government Accounts	
	Subtotal:	164		
Grand Total Green Box		6,191		

Supporting Table DS:3

DOMESTIC SUPPORT: ICELAND

REPORTING PERIOD: CALENDAR YEAR 2022

Measures exempt from the reduction commitment – Direct Payments under Production-Limiting Programmes – "Exempt Direct Payments"

Measure Type	Name and description of measure with reference to criteria in Article 6.5	Monetary value ISK, million	Data Sources	Note
1	2	3	4	
(a) Payments based on fixed area and yields	Family farm and regional support	219	Central Government Accounts	
	Land cultivation and farmland payments	875	Central Government Accounts	
	Green house farming payments	40	Central Government Accounts	
	Non-recurring additional land cultivation and farmland payments	551	Central Government Accounts	(1)
	Subtotal:	1,685		
(c) Livestock payments made on a fixed number of head	Dairy and beef cattle	1,840	Central Government Accounts	
	Goat	17	Central Government Accounts	
	Non-recurring additional payments; dairy and beef cattle	235	Central Government Accounts	(1)
	Non-recurring additional payments; goat	5	Central Government Accounts	(1)
	Subtotal:	2,097		
Grand Total Development Programmes		3,782		

Notes:

- (1) Non-recurring support payments and general support were a part of a support package which was intended to meet difficult market conditions due to increasing input prices and other effects of COVID-19 and war conflicts.

Supporting Table DS:4

DOMESTIC SUPPORT: ICELAND

REPORTING PERIOD: CALENDAR YEAR 2022

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
	ISK, million	ISK, million	ISK, million	ISK, million		ISK, million	
1	2	3				4	
Milk	17,266.3		17,266.3	21,394	80.7%	17,266.3	
Beef	219		219	3,616	6.1%	219	
Eggs	65		65	2,086	3.1%	0 (<i>de minimis</i>)	
Horticulture	820		820	5,946	13.8%	820	
Pigmeat	225		225	2,862	7.9%	225	
Poultrymeat	160		160	4,247	3.8%	0 (<i>de minimis</i>)	
Sheep	2,394		2,394	9,220	26.0%	2,394	
Non-product-specific AMS(from ST/DS:9)							
TOTAL						20,924.3	

General note:

Non-recurring support payments and general support were a part of a support package which was intended to meet difficult market conditions due to increasing input prices and other effects of COVID-19 and war conflicts.

Current Total AMS in **SDR (million)** equals 115.6 (1 SDR = ISK 181.0000 (AVG exchange rate for 2022)).

Notes:

(1) The support for Milk **without inflation adjustment** equals ISK 19,429.7 million. This amount represents 91% of the Value of Production of milk (2022). Taking into account the support provided to Milk **without inflation adjustment**, the Current Total AMS for the year 2022 would amount to ISK 23,087.7 million. Current Total AMS **without inflation adjustment** in SDR (million) equals 127.6 (1 SDR = ISK 181.0000 (AVG exchange rate for 2022)). (See Supporting Table DS:5 for calculation details on inflation adjustment).

Supporting Table DS:5

DOMESTIC SUPPORT: ICELAND

REPORTING PERIOD: CALENDAR YEAR 2022

Product-Specific Aggregate Measurements of Support: Market Price Support

Description of basic products	Reporting Year			Measure Types	Applied administered price ISK	External reference price (generally from AGST) ISK	Eligible production	Associated fees / levies ISK, million	Total market price support ((4-5)*6)-7 ISK, million	Data Sources	Note
	Type	From	To								
1	2			3	4	5	6	7	8	9	
Milk	CY	01-01-22	31-12-22	Market price support	109/Kilogram	22/Kilogram	141,957 thousand Kilograms	0	12,350.3	Statistics Iceland, Ministry of Food, Agriculture and Fisheries	(1)
Total Milk									12,350.3		

General note:

(1) No market price support was provided to sheepmeat, beef, horsemeat, pigmeat, poultrymeat and eggs.

(2) 1 SDR = ISK 52.1100 (AVG exchange rate for 1988); 1 SDR = ISK 181.0000 (AVG exchange rate for 2022).

Note:

- (1) The External Reference Price (ERP) **without inflation adjustment** corresponds to 6.30 ISK/Kilogram. The Market Price Support value resulting from applying the Annex 3 formula of the Agreement on Agriculture taking into account the unadjusted ERP value corresponds to ISK 14,513.7 million (i.e., (108.54 ISK/Kilogram – 6.30 ISK/Kilogram)*141,957.364 tonnes).

Supporting Table DS:6

DOMESTIC SUPPORT: ICELAND

REPORTING PERIOD: CALENDAR YEAR 2022

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	
Beef	CY	01-01-22	31-12-22	Direct payments; quality premiums					219	0	219	Central Government Accounts	
Total Beef											219		
Eggs	CY	01-01-22	31-12-22	Non-recurring; feed subsidies					65	0	65	Central Government Accounts	(1)
Total Eggs											65		
Horticulture	CY	01-01-22	31-12-22	Direct payments; cucumbers, bell peppers and tomatoes					314	0	314	Central Government Accounts	
Horticulture	CY	01-01-22	31-12-22	Electricity subsidies					405	0	405	Central Government Accounts	
Horticulture	CY	01-01-22	31-12-22	Non-recurring additional direct payments					101	0	101	Central Government Accounts	(1)
Total Horticulture											820		
Milk	CY	01-01-22	31-12-22	Direct payments					4916	0	4916	Central Government Accounts	
Total Milk											4916		
Pigmeat	CY	01-01-22	31-12-22	Non-recurring feed subsidies					225	0	225	Central Government Accounts	(1)
Total Pigmeat											225		

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	
Poultrymeat	CY	01-01-22	31-12-22	Non-recurring feed subsidies					160	0	160	Central Government Accounts	(1)
Total Poultrymeat											160		
Sheep	CY	01-01-22	31-12-22	Direct payments; Wool					495	0	495	Central Government Accounts	
Sheep	CY	01-01-22	31-12-22	Direct payments; quality control scheme					1899	0	1899	Central Government Accounts	
Total Sheep											2394		

Notes:

- (1) Non-recurring support payments and general support were a part of a support package which was intended to meet difficult market conditions due to increasing input prices and other effects of COVID-19 and war conflicts.

Supporting Table DS:7

DOMESTIC SUPPORT: ICELAND

REPORTING PERIOD: CALENDAR YEAR 2022

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	ISK, million	ISK, million	6	ISK, million	ISK, million	ISK, million	ISK, million	11	
Total Milk									12,350.3	4,916	17,266.3		
Total Beef										219	219		
Total Eggs										65	65		
Total Horticulture										820	820		
Total Pigmeat										225	225		
Total Poultrymeat										160	160		
Total Sheep										2,394	2,394		

General notes:

(1) Taking into account the Market Price Support value **without inflation adjustment** for Milk (ISK 14,513.7 million), the Total AMS for Milk under column 10 would read ISK 19,429 million.