

26 May 2023

(23-3598) Page: 1/8

## **Committee on Agriculture**

# Original: Spanish

### **NOTIFICATION**

The following submission, dated 23 May 2023, is being circulated at the request of the delegation of **Panama**. The notification concerns domestic support commitments (**Table DS:1** and the relevant supporting tables) for the **calendar year 2022**.

## **DOMESTIC SUPPORT: PANAMA**

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		
		61,472,314.94		

## **DOMESTIC SUPPORT: PANAMA**

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	Data source	Note
		PAB		
1	2	3	4	
2. General services				
2 (a) Research	Agricultural Research Programme (IDIAP): The IDIAP develops, implements and promotes mechanisms and instruments that guarantee and facilitate timely access to new technologies, goods and scientific and other services, derived from research and adaptation work, with a view to developing the country's agricultural production.	8,320,592	IDIAP	
	Subtotal:	8,320,592		
2 (b) Pest and disease control	Screwworm eradication and control: Eradication of the screwworm fly; establishment and maintenance of a control barrier and the release of sterile screwworm flies in Panama through the plant in operation.	8,971,839	MIDA-DPS	
	Health campaigns for prevention, treatment (toxicology and diseases), standardization and integrated pest management: General plant and animal health campaigns, including control and eradication of bovine tuberculosis from the Bocas del Toro area, a traceability system, a diagnostic system, a monitoring system and a disease eradication programme.	507,973	MIDA-DPS	
	Subtotal:	9,479,812		
2 (c) Training services	Subsistence farming and sustainable agriculture programmes, including crop promotion, use of accessible technology and environmental protection: Fostering of food and nutrition security for vulnerable rural households through self-production of food. Income improvement programmes and rural employment creation programmes. Programmes for the development of rural communities through agrotourism, participatory development and rural modernization.	614,431	MIDA-DPS	
	Subtotal:	614,431		
2 (d) Extension and advisory services	Farming promotion and technological development programmes: Development of controlled-environment farming, improvement of established plantations and dissemination of technology to goat breeders through training, transfer of technology, visits and demonstrations of production activities. Administrative and business self-management coaching for groups of producers, and business and market information services.	682,936	MIDA	
	Subtotal:	682,936		
2 (e) Inspection services	General inspection, diagnostic and standardization services programmes: Bioburden monitoring programmes for the purpose of disease screening, as well as diagnostic centres, phytosanitary surveillance and certification.	550,864	MIDA	
	Subtotal:	550,864		

Measure type	Name and description of measure with reference to criteria in Annex 2	Monetary value	Data source	Note
		PAB		
1	2	3	4	
2 (f) Marketing and promotion services	Promotion programmes: Agricultural Marketing Institute: Modernization of the Open Fairs Programme to improve producers' direct marketing of agricultural production, providing access to points of sale, logistical support, collection centres (stall awnings, shelving, freezers, scale weights, vehicles, lorries, lifting devices, etc.).	3,632,271.86	IMA	
	Subtotal:	3,632,271.86		
2 (g) Infrastructural services	Programme to modernize and strengthen regions and outreach agencies: Provision of supplementary equipment and rehabilitation of MIDA regional agencies.  Rehabilitation of storage facilities. Power generation systems, etc.	1,433,857	MIDA-DPS	
	Production road programmes: Rehabilitation of rural roads in national agricultural areas, with the construction of ditches and roads and spraying of selected materials.	21,422	MIDA-DPS	
	Irrigation programmes: Modernization of irrigation infrastructure, including the construction, rehabilitation, maintenance and repair of hydraulic structures and conduits, and acquisition of pumping equipment for irrigation systems for public use, and coverage of the cost of works on the Remigio Rojas, Rio Sereno and Altos de Bambito irrigation systems, construction of the Rio Chico dam and construction of the La Coca irrigation system.	139,438	MIDA-DPS	
	Rehabilitation of other infrastructure: Rehabilitation and equipping of public infrastructure with a view to providing producer support, e.g. cleaning and adaptation of silos and cold-storage facilities to help producers with produce storage, and provision of other agro-industrial services (storage, drying, milling, packing, etc.) and a cold chain.	1,211,249.26	IMA	
	Subtotal:	2,805,966.26		
2 (h) Other general services	Ministry of Agricultural Development: Establishes general policy for the agriculture sector; provides technical assistance for the country's producers; is responsible for pest control and sanitary surveillance at the domestic level and for agricultural exports; and establishes the basis for running the sector in general.	60,431,273.25	MIDA-DPS Operating budget and associated funds	(1)
	Subtotal:	60,431,273.25		
	Subtotal General Services	86,518,146.37		
8. Payments for relief from natural disasters	Special Contingency Credit Fund (FECC) - Law No. 24: Financial assistance programme providing credit at preferential interest rates to agricultural producers affected by adverse weather conditions and other contingencies.	2,500,000	MIDA-DINIFI	
	National Emergency Plan: Compensation programme for damage to farms caused by adverse weather conditions (2020: Hurricanes Eta and Iota).	211,167	MIDA-DPS	
	Subtotal:	2,711,167		
11. Structural adjustment assistance provided through investment aids	Cattle improvement programme: Large scale bovine breeding stock replacement scheme and establishment of a bovine reproduction laboratory to accelerate improvement of herd productive capacity and improve the quality of bovine meat and meat products on domestic and international markets.	251,227	MIDA-DPS	
	Goat genetic improvement programme in Panama: Programme to improve the quantity and quality of the ovicaprid population in Panama through genetic, nutritional and zootechnical improvement, thereby offering a real alternative to small and medium-sized producers interested in the development of this activity.	22,075	MIDA-DPS	
	Agricultural processing programme - Law No. 25: Direct non-refundable support covering part of the technological investment in agricultural processing with a view to overcoming structural weaknesses in the relevant production chain.	40,973.15	MIDA-DINIFI	

Measure type	Name and description of measure with reference to criteria in Annex 2	Monetary value	Data source	Note
		PAB		
1	2	3	4	
	Agricultural competitiveness programme: Direct support at a percentage of the investment made by the producer with bank or cooperative financing, with a view to increasing the productivity of agricultural activities in order to consolidate existing production. Investment assistance and support geared towards the use of private specialized technical services that generate technological changes improvements to the marketing of produce and business management for agricultural producers, including risk management through insurance for productive hectares and other vulnerabilities.	97,530.73	MIDA-DINIFI	
	Incentive programme for the domestic production of grain and other crops: Direct support for part of the investment made by the producer, in the form of incentives for each additional hectare under crops and yields equal to or higher than those specified in Law No. 7 of 21 November 2013, with a view to increasing production and productivity in the rice, maize, bean, sorghum, soya, potato, onion and industrial tomato subsectors.	10,880,128.37	MIDA-DING	
	Subtotal:	11,291,934.25		
Total Green Box		100,521,247.62		

#### General note:

#### Sources and comments:

MIDA-DPS: Information supplied by the Sectoral Planning Directorate of the Ministry of Agricultural Development.

DINIFI: Information supplied by the National Incentives and Trust Funds Directorate. PLANEMAP: National Emergency Plan in Support of Producers.

DINAG: National Directorate of Agriculture.

BDA: Information supplied by the Agricultural Development Bank. IDIAP: Information supplied by the Agricultural Research Institute. IMA: Information supplied by the Agricultural Marketing Institute. ISA: Information supplied by the Agricultural Insurance Institute.

#### Note:

(1) General services: figures refer to the annual operating budget in balboas of the Ministry of Agricultural Development, as recorded by the Sectoral Planning Directorate in the fiscal year 2022.

## 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)  PAB		Product- specific EMS (from Supporting Table DS:8) PAB	Total (2+3)	Value of production  PAB	Support as a % of value of production	Current total AMS	Note
			PAB			PAB	
1	2	3				4	
Rice	61,472,314.94		61,472,314.94	275,827,530	22.29%	61,472,314.94	(1)
Maize	6,986,440.17		6,986,440.17	92,217,050	7.58%	0 (de minimis)	
Milk	6,379,657.05		6,379,657.05	122,156,931	5.22%	0 (de minimis)	
Non-product-specific AMS (from Supporting	g Table DS:9)						
TOTAL						61,472,314.94	

#### General note:

Prepared by the Trade Policy Office of the Ministry of Agricultural Development.

### Note:

\*: Amount includes support for previous years. Note: Exchange rate: USD 1 = PAB 1.

3/10/14/11/11/11

#### **DOMESTIC SUPPORT: PANAMA**

REPORTING PERIOD: CALENDAR YEAR 2022

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

Description	R	eporting p	eriod	Measure type(s)	Applied	External	Eligible	Total price-	Other non-	Associated	Total direct	Data	Note
of basic products	Туре	From	То		administered price	reference price (generally from AGST)	production	related direct payments ((4-5)*6) PAB	exempt direct payments	fees/levies	payments (7+8-9)	source	
					PAB	PAB			PAB	PAB	PAB		
1		2		3	4	5	6	7	8	9	10	11	
Rice	CY	01-01-22	31-12-22	Direct payment for price differential	0/kg	0/kg	371,784,560.82 Kg		61,472,314.94		61,472,314.94	MIDA- DINIFI	(1)
<b>Total Rice</b>											61,472,314.94		
Maize	CY	01-01-22	31-12-22	Direct payment for price differential	0/kg	0/kg	105,634,975.37 Kg		6,986,440.17		6,986,440.17	MIDA- DINIFI	(2)
<b>Total Maize</b>											6,986,440.17		
Milk	CY	01-01-22	31-12-22	Direct payment for price differential	0/kg	0/kg	63,796,570.5 Kg		6,379,657.05		6,379,657.05	MIDA- DINIFI	(3)
Total Milk											6,379,657.05		

#### General note:

Prepared by the Trade Policy Office of the Ministry of Agricultural Development.

#### Notes:

- (1) The budgetary outlay of PAB 61,472,314.94 is the result of price support of PAB 7.50 per quintal purchased by mills, producers and producer associations.
  - Resolution No. OAL-193-ADM-2021 establishes transitional, single and non-extendible support of PAB 2.00 per quintal purchased by mills, producers and producer associations, whose outlay was PAB 16,168,203.32. This support stems from the need to maintain the sustainability of rice production owing to disruptions in international markets caused by the COVID-19 pandemic and the conflict between Russia and Ukraine.

G/AG/N/PAN/66

- Resolution No. OAL-044-ADM-2022 establishes transitional, single and non-extendible support of PAB 2.00 plus PAB 6.50 per quintal purchased by mills, producers and producer associations, whose outlay was PAB 833,087.38. This support stems from the need to maintain the sustainability of rice production owing to disruptions in international markets caused by the COVID-19 pandemic and the conflict between Russia and Ukraine.
- (2) The budgetary outlay of PAB 6,986,440.17 is the result of price support of PAB 3.00 per quintal purchased by processors of maize.
  - Resolution No. OAL-019-ADM-2022 establishes transitional, single and non-extendible support of PAB 1.00 per quintal purchased by processors of balanced animal feed, whose outlay was PAB 2,080,589.96. This support stems from the need to maintain the sustainability of maize production owing to disruptions in international markets caused by the COVID-19 pandemic and the conflict between Russia and Ukraine.
- (3) The budgetary outlay of PAB 6,379,657.05 is the result of support per litre of Grade C milk sold to processors, equivalent to the difference between the maximum price per litre of PAB 0.50 and the purchase price of milk marketed by the parties (producers and processors); up to a maximum of PAB 0.10 per litre of milk.