



2 August 2019

(19-5056)

Page: 1/6

Committee on Subsidies and Countervailing Measures

Original: English

SUBSIDIES

NEW AND FULL NOTIFICATION PURSUANT TO ARTICLE XVI:1 OF THE GATT 1994 AND ARTICLE 25 OF THE AGREEMENT ON SUBSIDIES AND COUNTERVAILING MEASURES

INDONESIA

The following communication, dated 17 May 2019, is being circulated at the request of Indonesia.¹

The attached notification from Indonesia contains information on subsidies programmes granted or maintained on Fisheries Sector. This notification is also to fulfil the commitment made under paragraph 2 of the Ministerial Decision of 13 December 2017, adopted at the Buenos Aires Ministerial Conference (WT/MIN(17)/64).

In accordance with Article 25.7 of the Agreement on Subsidies and Countervailing Measures (ASCM), this notification does not in any way prejudice the legal status, nature or effects of government assistance programmes under the ASCM and GATT 1994, including as to whether or not the programmes notified are specific within the meaning of the ASCM.

Table of Contents

1 NATIONAL FISH LOGISTIC SYSTEM.....	1
2 THE EMPOWERMENT OF COMMUNITY SALT COMPANIES PROGRAM	2
3 THE DEVELOPMENT OF COMMUNITY SALT COMPANIES PROGRAM	3
4 THE FISHING SHIP VESSELS CONSTRUCTION PROGRAM	4
5 THE RURAL BUSINESS DEVELOPMENT PROGRAM	4
6 FISHERS INSURANCE	5

1 NATIONAL FISH LOGISTIC SYSTEM

1. Title of the Subsidy Program

National Fish Logistic System (SLIN)

2. Policy objective and/or purpose of the subsidy

- To preserve the quality of fish;

¹ This communication was previously circulated as G/SCM/N/253/IDN - G/SCM/N/284/IDN - G/SCM/N/315/IDN, dated 20 May 2019.

- To strengthen distribution, availability, and accessibility of fish for local consumption.

3. Authority for the Subsidy

Ministry of Marine Affairs and Fisheries

4. Legislation under which the Subsidy is granted

The Regulation of Minister of Marine Affairs and Fisheries No.5/2014 concerning National Fish Logistics System (SLIN).

5. Form of the subsidy

Grant

6. To whom and How the subsidy is provided

The subsidy is provided to all eligible fishers, in particular those who are in remote areas, in the form of cold chain system facilities and infrastructure.

7. Duration of the subsidy

2015 – 2018

8. Total Amount of the Subsidy

IDR 413.5 billion

9. Trade Effects of the Subsidy

The subsidy is not related to international trade.

2 THE EMPOWERMENT OF COMMUNITY SALT COMPANIES PROGRAM

1. Title of the Subsidy Program

The Empowerment of Community Salt Companies Program (PUGAR)

2. Policy objective and/or purpose of the subsidy

- To improve the welfare of salt farmers;
- To increase salt productivity and quality;
- To improve salt farmers' skill.

3. Authority for the Subsidy

Ministry of Marine Affairs and Fisheries

4. Legislation under which the Subsidy is granted

The Regulation of Minister of Marine Affairs and Fisheries No. 10/2014 concerning the Guidelines for Implementing the National Program for Independent Community Empowerment in Marine and Fisheries.

5. Form of the subsidy

Grant

6. To whom and How the subsidy is provided

The subsidy is provided to all eligible salt farmers, in the form of facilities and infrastructure for community salt company.

7. Duration of the subsidy

2014

8. Amount of the Subsidy

IDR 113 billion

9. Trade Effects of the Subsidy

The subsidy is not related to international trade.

3 THE DEVELOPMENT OF COMMUNITY SALT COMPANIES PROGRAM

1. Title of the Subsidy Program

The Development of Community Salt Companies Program (PUGAR)

2. Policy objective and/or purpose of the subsidy

- To improve the welfare of salt farmers;
- To increase salt productivity and quality;
- To improve salt farmers' skill.

3. Authority for the Subsidy

Ministry of Marine Affairs and Fisheries

4. Legislation under which the Subsidy is granted

- Law No. 7/2016 concerning the Protection and Empowerment of Fishers, Fish Cultivators and Salt Farmers;
- The Regulation of Minister of Marine Affairs and Fisheries No. 18/2016 concerning the Guarantee of Risk Protection for Fishers, Fish Farmers and Salt Farmers;
- The Regulation of Minister of Marine Affairs and Fisheries No. 60/2017 concerning the amendment of the Regulation of Minister of Marine Affairs and Fisheries No. 70/2016 concerning the General Guidelines for the Distribution of Government Assistances in the Ministry of Marine Affairs and Fisheries.

5. Form of the subsidy

Grant

6. To whom and How the subsidy is provided

The subsidy is provided to all eligible salt farmers, in the form of facilities and infrastructure for community salt company.

7. Duration of the subsidy

2015 – present

8. Amount of the Subsidy

2015 – 2018: IDR 342 billion

9. Trade Effects of the Subsidy

The subsidy is not related to international trade.

4 THE FISHING SHIP VESSELS CONSTRUCTION PROGRAM

1. Title of the Subsidy Program

The Fishing Ship Vessels Construction Program

2. Policy objective and/or purpose of the subsidy

- Improving the welfare of small fishers with limited business capital;
- Providing access to utilize the potential of fish resources while remain maintaining the sustainability of fish resources.

3. Authority for the Subsidy

Ministry of Marine Affairs and Fisheries

4. Legislation under which the Subsidy is granted

- Law No. 7/2016 concerning the Protection and Empowerment of Fishers, Fish Cultivators and Salt Farmers;
- The Regulation of Minister of Marine Affairs and Fisheries No. 60/2017 concerning the amendment of the Regulation of Minister of Marine Affairs and Fisheries No. 70/2016 concerning the General Guidelines for the Distribution of Government Assistances in the Ministry of Marine Affairs and Fisheries.

5. Form of the subsidy

Grant

6. To whom and How the subsidy is provided

All eligible small fishers. The subsidy is provided in the form of fishing vessel, fishing vessels machines, and environmentally friendly fishing gears.

7. Duration of the subsidy

2015 – present

8. Amount of the Subsidy

2015 – 2018: IDR 550 billion

9. Trade Effects of the Subsidy

The subsidy is not related to international trade.

5 THE RURAL BUSINESS DEVELOPMENT PROGRAM

1. Title of the Subsidy Program

The Rural Business Development Program (PUMP)

2. Policy objective and/or purpose of the subsidy

The subsidy program aims to improve the welfare of small fishers, fish farmers, and processor and marketers who have limitations to increase their business capacity.

3. Authority for the Subsidy

Ministry of Marine Affairs and Fisheries

4. Legislation under which the Subsidy is granted

- The Regulation of Minister of Marine Affairs and Fisheries No. 06/2011 concerning The Guideline for Implementing the National Program for Self-reliant Marine and Fisheries Community Empowerment in 2011;
- The Regulation of Minister of Marine Affairs and Fisheries No. 07/2012 concerning the Guideline for Implementing the National Program for Self-reliant Marine and Fisheries Community Empowerment in 2012;
- The Regulation of Minister of Marine Affairs and Fisheries No. 2/2013 concerning the Guideline for Implementing the National Program for Self-reliant Marine and Fisheries Community Empowerment.

5. Form of the subsidy

Grant

6. To whom and How the subsidy is provided

All eligible small fishers, fish farmers, and processor and marketers. The subsidy is provided through direct cash transfer to recipients to enable recipients purchasing facilities and infrastructure in order to improve their business.

7. Duration of the subsidy

2011 – 2013

8. Amount of the Subsidy

IDR 1.37 trillion

9. Trade Effects of the Subsidy

The subsidy is not related to international trade.

6 FISHERS INSURANCE

1. Title of the Subsidy Program

Fishers Insurance

2. Policy objective and/or purpose of the subsidy

- To introduce the advantages of fishers insurance regarding risk protection for fishing accidents at sea;
- To promote awareness for fishers on the importance of insurance;
- To encourage self-insurance.

3. Authority for the Subsidy

Ministry of Marine Affairs and Fisheries

4. Legislation under which the Subsidy is granted

- Law No. 7/2016 concerning the Protection and Empowerment of Fishers, Fish Cultivators and Salt Farmers;
- The Regulation of Minister of Marine Affairs and Fisheries no. 18/2016 concerning Life Insurance for Fishers, Fish Farmers, and Salt Farmers;
- The Regulation of Minister of Marine Affairs and Fisheries No. 60/2017 concerning the amendment of the Regulation of Minister of Marine Affairs and Fisheries No. 70/2016 concerning the General Guidelines for the Distribution of Government Assistances in the Ministry of Marine Affairs and Fisheries.

5. Form of the subsidy

Grant

6. To whom and How the subsidy is provided

The subsidy is provided to small fishers (< 10 GT); small fishers who have a valid fisher card (KUSUKA); and small fishers who do not use prohibited fishing gears. The payment of life insurance premium will be only provided for the first year.

7. Duration of the subsidy

2016 – present

8. Amount of the Subsidy

2016 – 2018: IDR 183 billion

9. Trade Effects of the Subsidy

The subsidy is not related to international trade.
