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Japan Announces Dairy TRQs for JFY 2019

Report Categories: Agricultural Situation Dairy and Products Trade Policy Monitoring Approved By: Alexander Blamberg Prepared By: Aki Imaizumi

Report Highlights:

On April 1, Japan announced tariff-rate quota volumes for dairy products that will be open during Japanese fiscal year 2019 (April-March). The announcement includes quotas for natural cheese for processing, skimmed milk powder, evaporated milk, butter and butteroil, and certain whey products.

General Information:

On April 1, 2019, Japan's Ministry of Finance announced tariff-rate quota (TRQ) volumes for dairy products that will be in effect during Japan fiscal year 2019 (April 1, 2019 to March 31, 2020). See Table 1 for the list of TRQs. These TRQs are operated by Japan's Ministry of Agriculture, Forestry, and Fisheries (MAFF) and are separate from the dairy TRQs operated by the Animal and Livestock Industries Corporation (ALIC) which were announced January 30 (see JA9019).

For the natural cheese for processed cheese production TRQ, each applicant (within Japan) is allowed to import natural cheese duty-free up to 2.5 times the volume of domestic cheese it uses for the production of processed cheese.

The TRQ for "other dairy products" is calculated on a whole milk equivalent basis. Volumes are calculated by multiplying the fat content of the product by 15.12 and the non-fat solid content of the product by 6.59.

Product	TRQ Volume (metric tons)	Note
Natural cheese for	46,200 MT	Pooled quota of natural cheese for processed
processed cheese		cheese
production		
Other dairy	133,940 MT	Includes certain products within HS 0401.10
products	(whole milk equivalent basis)	0401.20 0401.40 0401.50 0401.50 0403.10
		0403.90 0404.90 1806.20 1806.90 1901.10
		1901.20 1901.90 2101.12 2101.20 2106.10
		2106.90
Skimmed milk	7,264 MT	
powder		
(for school lunch)		
Skilled milk powder	74,973 MT subdivided into:	
(for other purposes)		
	Assorted feed production:	
	73,822 MT	
	Reconstituted milk	
	production for Okinawa:	
	1,022 MT	
	Infant formula production	
	for Okinawa: 129 MT	
Evaporated milk	1,500 MT	Pooled quota for certain products within HS
-		0402.91
Mineral	14,000 MT	
concentrated whey		
Whey and modified	45,000 MT	
whey		
(for feeding		
purposes)		
Prepared whey	25,000 MT	Pooled quota of whey etc. used for prepared
(for infant formula)		milk powder for babies and infants

Table 1: Japan Dairy TRQs for JFY 2019 Operated by MAFF

Butter and butteroil	 Total 581 MT subdivided into: Reconstituted milk production for Okinawa:
	 315 MT Powdered infant formula production for Okinawa: 11 MT International flight use: 94
	 MT International trade fair use: 161 MT
Source: Japan Ministry	of Finance