

Annex: Status Report on Market Access Concerns

Substantial Progress

Milling Wheat

Issue: Canada has expressed concerns about Korea restricting the issue of credit for imports of wheat.

Status: The Government of Korea announced recently the phased out termination of GSM 102 over a two year period on four products, including wheat. All quotas will be global and open for credit from all countries on an MFN basis.

Alfalfa

Issue: Korea has a tariff rate quota on alfalfa at a 4% rate of duty, renewable every six months.

Status: In consideration of Canada's strong interests, the Korean government reduced the tariff rate to 2 percent, which is effective from July to December 1994. Korea positively noted Canada's request that the tariff rate quota be renewed every six months at the current applied rate.

Korean Apples

Issue: Korea has requested that the export of Korean apples to Canada be allowed as soon as possible.

Status: The Department of Agriculture of Canada has drawn up a protocol which will allow Korea to ship apples to Canada on a trial basis until March 1996. If there are no phytosanitary problems encountered during this period, commercial shipments would be permitted.