

DEPARTMENT OF EXTERNAL AFFAIRS MINISTÈRE DES AFFAIRES EXTÉRIEURES

communiqué

N°: 153

ana

October 15, 1985.

U.S. COMMERCE DEPARTMENT PRELIMINARY FINDING ON SUBSIDIES TO CERTAIN RED RASPBERRIES FROM CANADA

The Minister for International Trade, James Kelleher, expressed concern over the U.S. Commerce Department's recent preliminary determination of subsidy regarding imports from Canada of certain red raspberries. The finding, which was announced October 11, could result in the imposition of countervailing duties, affecting primarily imports from British Columbia.

The U.S. Commerce Department has been investigating whether federal and provincial programs provide subsidies to Canadian producers or exporters of fresh and frozen red raspberries packed in bulk containers and suitable for further processing. In its preliminary determination, the Commerce Department identified the British Columbia Raspberry Producers Farm Income Plan as having conferred a subsidy and has estimated the net subsidy to be 0.99 percent. As a result, Canadian exports will immediately be subject to a bonding requirement by U.S. Customs to cover this preliminary countervail liability.

Minister Kelleher said, "I am very disappointed by the U.S. Commerce Department's ruling. We will be studying its finding closely to see on what basis it has reached this subsidy determination".

The Minister pointed out that this preliminary determination of subsidy could be modified or reduced when it is finalized. If significant subsidies are found in the final determination due by December 26, the U.S. International Trade Commission

.../2