

FREE TRADE AGREEMENT CALCULATIONS

CANADA GRAINS

| | WHEAT | | BARLEY | |
|--|----------|----------|----------|----------|
| | 1988/89 | 1989/90 | 1988/89 | 1989/90 |
| I. Production (mil t) | 16.00 | 24.58 | 10.21 | 11.67 |
| II. Producer price (III/I) (\$/t) | 181.23 | 154.04 | 106.44 | 104.38 |
| III. Value of production (mil \$) | 2,898.92 | 3,786.09 | 1,086.94 | 1,217.73 |
| IV. Direct payments (VI.A) (mil \$) | 246.38 | (363.49) | (39.54) | (93.91) |
| V. Adjusted producer value (III+IV) (mil \$) | 3,145.31 | 3,422.60 | 1,047.40 | 1,123.83 |
| VI. Support programs | | | | |
| A. Direct payments (1+2...+***) (mil \$) | 246.38 | (363.49) | (39.54) | (93.91) |
| 1. Payments of ASA | 0.00 | 0.00 | 0.00 | 0.00 |
| 2. Payments of WGSA | 0.00 | 0.00 | 0.00 | 0.00 |
| 3. Payments of SCG program | 0.00 | 0.00 | 0.00 | 0.00 |
| 4. Stabilization payments | 0.01 | 3.15 | 5.60 | 15.17 |
| 5. Income foregone adjustment | (307.44) | (366.64) | (120.34) | (109.08) |
| *. Drought assistance | 466.81 | 0.00 | 75.20 | 0.00 |
| *. 2-Price wheat | 87.00 | 0.00 | | |
| B. Other support (6+7...+16+17) | 1,092.76 | 1,036.47 | 189.29 | 357.81 |
| 6. Expenditures of CGC | 1.14 | 7.03 | 0.21 | 1.90 |
| 7. Wheat Board pool deficit | 0.00 | 0.00 | 0.00 | 0.00 |
| 8. Domestic wheat pricing | 0.68 | 45.81 | | |
| 9. Domestic price gap (barley) | | | 10.95 | 0.00 |
| 10. Advance payments | 8.02 | 1.09 | 3.12 | 0.42 |
| 11. Crop insurance | 418.72 | 254.10 | 36.34 | 54.90 |
| 12. Western Grain Transportation Act | 358.96 | 497.90 | 78.97 | 223.35 |
| 13. PBLR program | 35.51 | 7.40 | 5.06 | 10.04 |
| 14. Research expenditures | 15.57 | 17.69 | 9.95 | 10.07 |
| 15. General support programs - Fed | 20.76 | 9.79 | 3.77 | 2.65 |
| 16. General Prov. expenditures | 157.11 | 107.94 | 29.41 | 32.64 |
| 17. Farm credit programs | 76.30 | 87.73 | 11.52 | 21.84 |
| VII. Total government support (A+B) (mil \$) | 1,339.14 | 672.99 | 149.74 | 263.91 |
| VIII. Government support (VII/V) x 100 (%) | 42.58 | 19.66 | 14.30 | 23.48 |
| IX. Two year average (%) | | 31.12 | | 18.89 |

* new program