



# The WTO and the Agreement on the Application of Sanitary and Phytosanitary Measures

Serra Ayral SASEC- Bangkok, Thailand 24-25 November 2013

# Why an Agreement on SPS matters? The importance of SPS measures in international trade





#### On one hand....

### World food and agriculture trade:

• In 2012, US\$ 1657 billion of agricultural products

traded

 US\$ 1375 billion food traded (2012)





#### On the other hand....







SARS





MRL

BSE



ME?? | FEEL GREAT!

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### Which may lead to...

- Heavy economic losses for producers and exporters
- Loss of confidence between trading partners
- Trade bans followed by more severe import controls
- Loss of consumer confidence!!!



# Agreement on the Application of Sanitary and Phytosanitary Measures

The right to protect human, animal or plant life or health



Avoiding unnecessary barriers to trade



### SPS Agreement - Basic Right

#### Article 2.1

"Members have the right to take sanitary and phytosanitary measures necessary for the protection of human, animal or plant life or health, provided that such measures are not inconsistent with the provisions of this Agreement"





#### **SPS Measures**

#### Definition - Annex A

#### A measure taken to protect:

| Human or animal health | from | risks arising from additives,<br>contaminants, toxins or disease<br>organisms in food, drink, feedstuff |
|------------------------|------|---|
| Human life             | from | plant- or animal-carried diseases   |
| Animal or plant life   | from | pests, diseases, disease-causing organisms  |
| A country              | from | other damage caused by entry, establishment or spread of pests  |



### **Key Provisions of the SPS Agreement**

- 1. Non-discrimination
- 2. Scientific justification
  - harmonization
  - risk assessment
  - consistency
  - least trade-restrictiveness
- 3. Equivalence
- 4. Regionalization
- 5. Transparency

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- 6. Technical assistance/special treatment
- 7. Control, inspection and approval procedures



#### **SPS Committee: Who is on it?**

- All 159 WTO Members
- Observer governments (acceding members)
- Intergovernmental organizations

#### 4 new WTO Members in 2012:

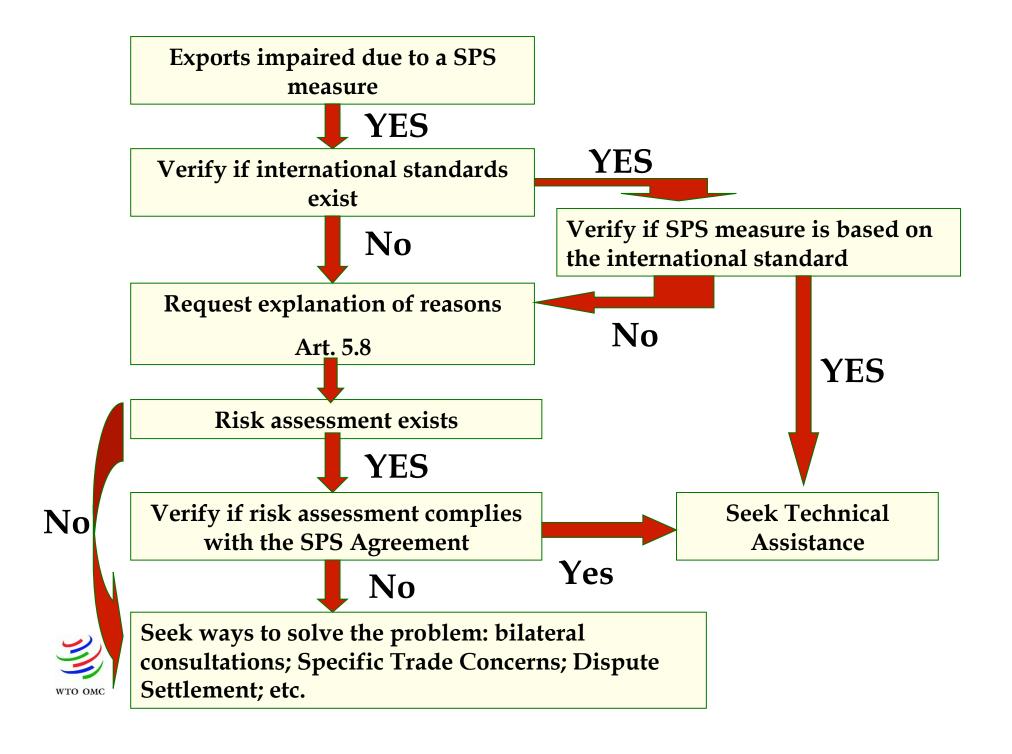
Montenegro (April), Russia (Aug.), Samoa (May) and Vanuatu (Aug.)

2 new WTO Members in 2013:

Lao PDR (Feb) and Tajikistan (March).







# Addressing trade concerns

- 1. Request/assess information from Enquiry Point
- 2. Bilateral and/or Regional Efforts
- 3. SPS Committee Specific Trade Concerns
- 4. Good Offices by Chair of SPS Committee
- 5. WTO Dispute Settlement System
- 6. OIE/IPPC dispute mediation systems



# Implementation & monitoring role of the SPS Committee

≈ 16,000
"SPS notifications"

(not raised formally)

(end 2013) Request clarification from Enquiry/Point

Bilateral consultations



368 "STCs" (end 2013)

Raised in SPS Committee

Request formal consultations

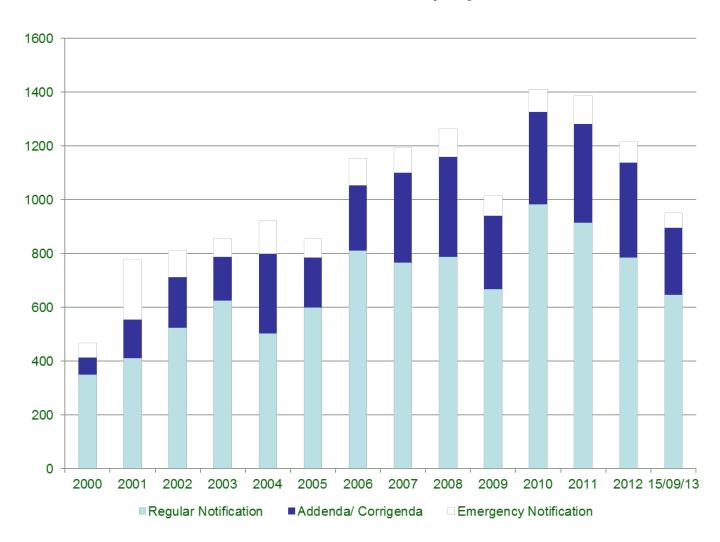


10 (+ 2 on-going)
Disputes

Dispute(s)

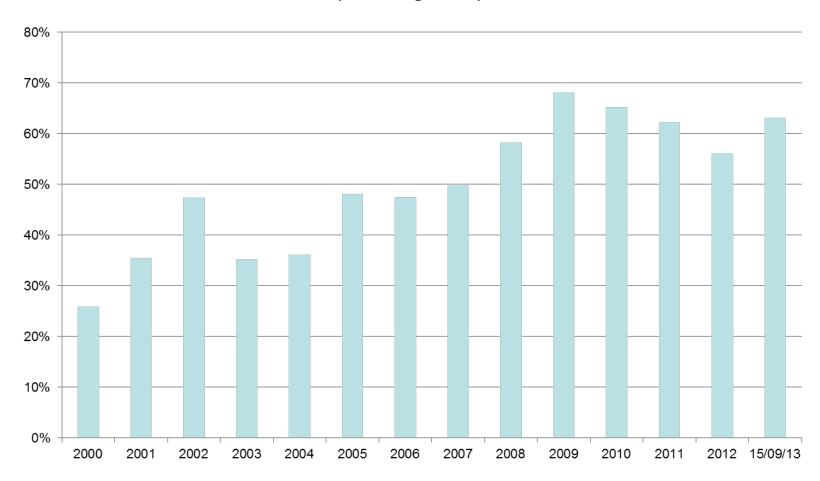


#### Notifications submitted per year





## Share of Total Notifications Submitted by Developing Country Members (including LDCs)



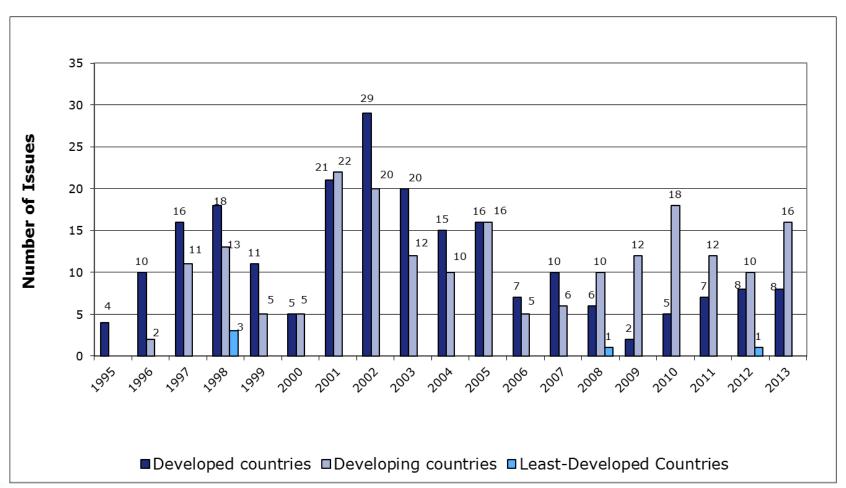


### **Notifications**

|            | Has Notified SPS: |                                       | Has Notified<br>SPS<br>Measures |                            |
|------------|-------------------|---------------------------------------|---------------------------------|----------------------------|
| WTO Member | Enquiry<br>Point  | National<br>Notification<br>Authority | Regular<br>Notifications        | Emergency<br>Notifications |
| Bangladesh | Х                 | Х                                     |                                 |                            |
| India      | Х                 | Х                                     | 72                              | 7                          |
| Myanmar    | X                 | X                                     |                                 |                            |
| Nepal      | X                 | X                                     | 17                              | 1                          |
| Sri Lanka  | X                 | X                                     | 33                              | 2                          |



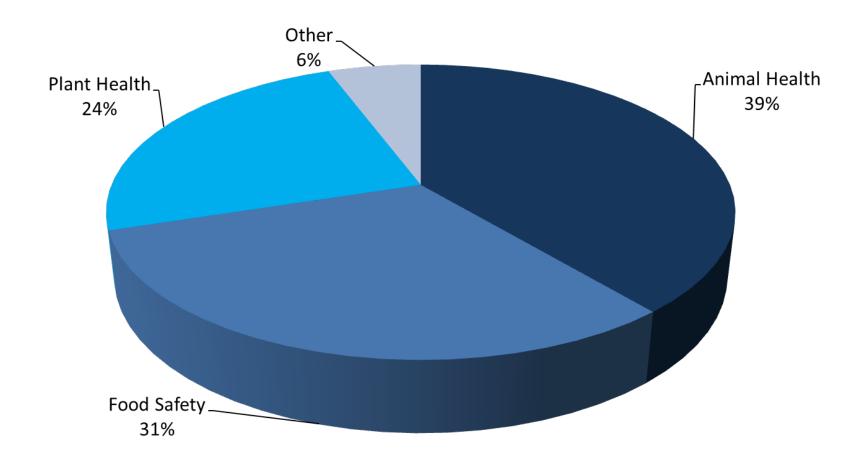
# Specific Trade Concerns – SPS (1995-2013) 368 Total





## **Specific Trade Concerns by Subject**

(1995-2013)





# **Top 10 Members Maintaining Measures Complained Against**

| Member             | Number of STCs |
|--------------------|----------------|
| European Union     | 71             |
| United States      | 42             |
| Japan              | 29             |
| China              | 22             |
| Australia          | 16             |
| Brazil             | 14             |
| Indonesia          | 13             |
| Korea, Republic of | 13             |
| Canada             | 11             |
| Mexico             | 11             |



# **Top 10 Members Raising Specific Trade Concerns**

| Member         | Number of STCs |
|----------------|----------------|
| United States  | 82             |
| European Union | 74             |
| Argentina      | 42             |
| China          | 28             |
| Brazil         | 28             |
| Canada         | 24             |
| India          | 14             |
| Australia      | 9              |
| Thailand       | 9              |
| Chile          | 9              |



# Case study: Cinnamon Exports from Sri Lanka

- Issue first raised in October 2005, due to problems since July 2004 with refused consignments of cinnamon
- Sulphur dioxide used for fumigation detected in cinnamon
- EU directive sets tolerable limits for SO<sub>2</sub> in various foodstuffs, but not cinnamon - no "limit", no entry
- JECFA had evaluated SO<sub>2</sub> in 1998, but no Codex standard yet (at step 3)
- Major impact on cinnamon exports and, consequently, on smallholder cinnamon growers

# Case study: Cinnamon Exports from Sri Lanka

- Raised as STC and under Monitoring the Use of International Standards
- SPS Chairman wrote letter to Codex
   Chairman to draw attention to the matter
- In July 2006, Codex standard for SO<sub>2</sub> in herbs and spices was adopted
- In October 2006, Sri Lanka reported solution had been reached through discussion with EU



#### WTO SPS TECHNICAL ASSISTANCE

#### e-Training Courses

Available all year long <a href="https://etraining.wto.org/">https://etraining.wto.org/</a>

#### National Seminars

- Available upon request (See information in G/SPS/GEN/997/Rev.3)
- Link to application form: <a href="https://adobeformscentral.com/?f=xdwzKQdS1rW-ACYrvWhqtA">https://adobeformscentral.com/?f=xdwzKQdS1rW-ACYrvWhqtA</a>

#### Regional Workshops 2014

— To be decided

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- 2014 Advanced SPS Course (3 weeks)
  - Advanced SPS Course (Spanish) October 2014

#### 2014 Thematic SPS Workshop

October 2014 (on the margins of the October SPS Committee meeting)

#### WTO SPS TECHNICAL ASSISTANCE

Complete information on eligibility criteria, deadlines, funding, pre-requisites, and application processes and form are available from:

- G/SPS/GEN/997 (latest version); and
- the SPS Technical Assistance gateway at: <a href="http://www.wto.org/sps/ta">http://www.wto.org/sps/ta</a>

Contact for SPS TA: <u>Anneke.Hamilton@wto.org</u>

