



Voluntary Report – Voluntary - Public Distribution	Date:	December 19,2019
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Report Name: Ukraine Signed A Rapeseed Meal Export Protocol with China		
Country: Ukraine		
Post: Kyiv		
Report Category: Agriculture in the News, Oilseeds and Products	s, Sanita	ry/Phytosanitary/Food Safety
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Report Highlights:		
Ukraine signed a Protocol for veterinary and phytosanitary require to China. This agreement will further stimulate rapeseed processi		•

Representatives of the State Service for Food Safety and Consumer Protection of Ukraine (SSFSCP) and the General Administration of Customs China (GACC) signed a Protocol for veterinary and phytosanitary requirements for exports of rapeseed meal to China (Protocol) on November 27, 2019. The Ukrainian version of the Protocol is <u>available here</u>. The major provisions of the Protocol are listed below.

Before exports commence, GACC will inspect Ukraine's system of phytosanitary controls, including SSFSCP itself. Inspections will also include control mechanisms in place at individual enterprises.

GACC's major requirements specify that the product shall not contain: quarantine organisms listed on page five of the Protocol (contains English and Latin names); toxic and hazardous ingredients; any ingredients of animal origin; or any genetically engineered organisms that are not registered in China.

Any crushing facility that plans to export to China must meet the mandatory requirement of a functioning HACCP system in place. Both SSFSCP, and subsequently GACC, must inspect the facility. If the inspection results are satisfactory, GACC registers the facility and includes it on the list of approved facilities, located on GACC's web page. Each batch of product from an approved facility must be accompanied by veterinary and phytosanitary certificates issued by SSFSCP.

The Protocol is signed for five years and could be prolonged for an additional five years based on a bilateral written agreement between Ukraine and China.

FAS Kyiv believes that this agreement will further stimulate rapeseed processing in Ukraine, along with increasing upcoming VAT cancellation for rapeseed exports from January 1, 2020 until December 31, 2021. (Please refer to our <u>Annual Oilseeds Report</u> for more details on Ukraine's tax policy.) However, Post does not believe that an impact of this bilateral protocol will be felt until the start of marketing year 2020/21. Post projects that the Protocol may lead to a further decrease in rapeseed exports to the EU, potentially reorienting Ukraine's rapeseed meal exports toward China. Currently the EU is the final destination for 80-90 percent of all of Ukraine's rapeseed exports.

Attachments: No Attachments.