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Council for Trade in Goods
Committee on Safeguards

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**NOTIFICATION UNDER ARTICLE 12.5 OF THE AGREEMENT ON SAFEGUARDS
TO THE COUNCIL FOR TRADE IN GOODS OF PROPOSED SUSPENSION
OF CONCESSIONS AND OTHER OBLIGATIONS REFERRED TO IN
PARAGRAPH 2 OF ARTICLE 8 OF THE
AGREEMENT ON SAFEGUARDS**

RUSSIAN FEDERATION

The following communication, dated 5 July 2013, is being circulated at the request of the Delegation of the Russian Federation.

Pursuant to Article 12.5 of the Agreement on Safeguards, and in accordance with the agreed format for notifications, as contained in G/SG/1, 1 July 1996, the Russian Federation provides the immediate notification to the Council for Trade in Goods of proposed suspension of concessions and other obligations referred to in paragraph 2 of Article 8.

1. Which Member is proposing suspension of concessions and other obligations referred to in Article 8.2?

The Russian Federation.

2. Specify the measure, the product subject to the measure, the WTO document that notified the safeguard measure, and the Member imposing the measure in relation to which the Member is proposing suspension of concessions and other obligations referred to in Article 8.2.

The measures imposed by Ukraine in the form of special duty on imports of motor cars (of a cylinder capacity exceeding 1,000 cm³ but not exceeding 1,500 cm³ 6.46%; of a cylinder capacity exceeding 1,500 cm³ but not exceeding 2,200 cm³ 12.95%), for a period of three years and 30 days after its publication on Ukraine's Official Journal dated 14 March 2013.

It was notified by Ukraine in the following WTO documents: in G/SG/N/10/UKR/9 (15 July 2011), G/SG/N/8/UKR/3-G/SG/N/10/UKR/3-G/SG/N/11/UKR/1 (25 March 2013) and G/SG/N/10/UKR/3/Suppl.1 (22 May 2013).

3. Describe the proposed suspension of concessions and other obligations referred to in Article 8.2 and the proposed date from which it will come into effect.

The proposed suspension of substantially equivalent concessions and other obligation under GATT 1994 to the trade of Ukraine take the form of an increase in custom duties on selected goods originating in Ukraine, as indicated in Annex I and calculated as indicated in Annex II.

Without prejudice to the effective exercise of its right to suspend substantially equivalent concessions or other obligations referred to in Article 8.2, Russian Federation reserves its right to make the proposed suspension effective from the date of the adoption of the relevant decision within the Custom Union.

This proposal is contributed to the Council on Trade in Goods without the prejudice to the rights of the Russian Federation under the Agreement on Free Trade in CIS countries dated 18 October 2011.

ANNEX I

The goods covered are determined, within the Annex, by HS codes.

HS codes and description	Additional Duty
1806901100	0.1 € per kg
1806901900	0.1 € per kg
1806905009	0.1 € per kg
7005292500	15%
7005293500	15%
7005298000	15%
2701111000	54%
2701119000	54%
2701190000	54%

ANNEX II

The substantially equivalent concessions or other obligations under GATT 1994 were calculated as follows:

1. The effects on trade due to introduction safeguards on Russian export in Ukraine of motor vehicles was calculated as follows:

HS code	The goods description	Russian export to Ukraine, \$	Ukraine's Increase in Duty	Duty collected
8703221099	Motor cars with cylinder capacity of between 1,000 cm ³ and 1,500 cm ³	97,244,400	6.46%	6,281,988.24
8703231910	Motor cars with cylinder capacity of between 1500 cm ³ and 2200 cm ³	230,387,900	12.95%	29,835,233.05
Total		327,632,300		36,117,221.29

2. The effects on trade due to introduction of substantially equivalent concessions on some goods of Ukrainian export into Russia was calculated as follows:

HS code	The goods description	Ukraine export to Russia (2012 year)	Ukraine's Increase in Duty	Duty collected	Duty collected, \$
	Chocolate and other food preparations containing cocoa:				
1806901100	- - - containing alcohol	20,936,100 kg	0.1 € per kg	2,093,610 €	2,699,498.96
1806901900	- - - - other	82,938,300 kg	0.1 € per kg	8,293,830€	10,694,057.37
	- - Sugar confectionery and substitutes therefor made from sugar substitution products, containing cocoa:				
1806905009	- - - - other	2,000,400 kg	0.1 € per kg	200,040€	257,931
	Float glass and surface ground or polished glass, in sheets, whether or not having an absorbent, reflecting or non-reflecting layer, but not otherwise worked:				
7005292500	- - - of a thickness not exceeding 3.5 mm	564,900\$	15%	84,735\$	84,735
7005293500	- - - of a thickness exceeding 3.5 mm but not exceeding 4.5 mm	19,096,100\$	15%	2,864,415\$	2,864,415
7005298000	- - - of a thickness exceeding 4.5 mm	845,200 \$	15%	126,780\$	126,780
	Coal; briquettes, ovoids and similar solid fuels manufactured from coal				

HS code	The goods description	Ukraine export to Russia (2012 year)	Ukraine's Increase in Duty	Duty collected	Duty collected, \$
	- coal, whether or not pulverised but not agglomerated:				
2701111000	- - - having a volatile matter limit (on a dry, mineral-matter- free basis) not exceeding 10%	36,055,000\$	54	19,469,700\$	19,469,700
2701119000	- - - other	12,000\$	54	6,480\$	6,480
2701190000	- - other coal	22,600\$	54	12,204\$	12,204
Total					36,215,801.33