## WORLD TRADE

## **ORGANIZATION**

**WT/DS26/21** 15 July 1999

(99-3032)

Original: English

## EUROPEAN COMMUNITIES - MEASURES CONCERNING MEAT AND MEAT PRODUCTS (HORMONES)

Recourse by the United States to Article 22.7 of the DSU

The following communication, dated 15 July 1999, from the Permanent Mission of the United States to the Chairman of the Dispute Settlement Body, is circulated pursuant to Article 22.7 of the DSU.

Pursuant to Article 22.7 of the Understanding on Rules and Procedures Governing the Settlement of Disputes (DSU), the United States requests authorization from the Dispute Settlement Body (DSB) to suspend the application to the European Communities (EC), and member States thereof, of tariff concessions and related obligations under the General Agreement on Tariffs and Trade 1994 (GATT 1994), in an amount equivalent to the level of the nullification or impairment, as determined by the arbitrators pursuant to DSU Article 22.7 in European Communities - Measures Concerning Meat and Meat Products (Hormones).

The United States previously circulated in document WT/DS26/19 a request to the DSB for authorization of suspension of concessions pursuant to DSU Article 22.2. That request included the relevant background concerning the EC's failure to implement the DSB's recommendations and rulings concerning the EC's hormones measures, and the measures contemplated by the United States. For purposes of transparency, the United States is attaching a more detailed version of the list of products, first provided in document WT/DS26/19, to be drawn from in selecting the products that will be subject to duties in excess of bound rates. The attached list shows the trade value, in total and for each EC member State, of each product on the list.

On 3 June 1999, at the request of the EC this matter was referred to arbitration pursuant to DSU Article 22.6. On 12 July 1999, the arbitrator issued its decision as follows:

## "V. AWARD OF THE ARBITRATORS

- 83. For the reasons set out above, the arbitrators determine that the level of nullification or impairment suffered by the United States in the matter *European Communities Measures Concerning Meat and Meat Products (Hormones) is* **US\$116.8 million** per year.
- 84. Accordingly, the arbitrators decide that the suspension by the United States of the application to the European Communities and its member States of tariff concessions and related obligations under GATT 1994 covering trade in a maximum amount of US\$116.8 million per year would be consistent with Article 22.4 of the DSU."

Article 22.7 of the DSU provides that the DSB shall upon request grant authorization to suspend concessions or other obligations consistent with the decision of the arbitrator. The United States therefore requests that the DSB authorize it to suspend concessions in an amount up to US\$116.8 million per year, which is consistent with the arbitrator's decision.

U.S. Imports From the EU VALUES IN THOUSANDS OF DOLLARS

		EU			Denmark		France		Greece	Ireland			Portugal	Spain	Sweden	UK
Products	Codes	Aver 96- 98	Aver 96- 98	Aver 96- 98			Aver 96- 98									
Beef Fresh, Chilled	201	1,210	0	0	0	0	0	0	0	C	0	1,210	0	0	0	C
Beef Frozen	202	317	9	0	1	0	0	0	0	0	0	292	0	0	0	14
Pork Fresh Chilled Froz	203		0		_	1,178	Ų.			1	_		-			11,131
Offals, red meat	206	1,588	0	0	1,476	0	0	32	0	47	0	33	0	0	0	0
Poultry	207	5	0	2	0	0	3	0	0	C	0	0	0	·   · · · · ·		1
Dried Ham	2101100	2,469	0	0	41	0	1,353	0	0	_		0	0	57	0	0
Bacon	2101200	546	0	0	180	0	0	0	0	34	332	0	0	0	0	C
M BV;SIB/D/SM KD	2102000	21	0	0	0	0	0	1	0	C	20	0	0	0	0	C
PLTRY/OFL;S LT;DR	2109020		0	1	0	0			0		0	0	0	1	0	C
MT&OFLSLT; DR;SM	2109040		0	0	0	0		_	0	C	0	1	0	0	0	C
CH;ROQFT;OL	4064020	/		0	0	0	-,				0	0	0	1	0	C
CH;ROQFT;OT O LV	4064040	489	0		Ü	0	101	0	0	C		0	0	0	0	5
Guts/Bladders	5040000	28,209				170		10,147					1,203	0	1,771	1,007
CUT FLOWERS/BU DS	6039000	3,776	0	54	7	0	262			14	156	3,070	0	91	0	89
Foliage	6049100		1	0	2	0	294	22	0	3	3,078	190		9	0	16
FOLIAGES; BRANCH	6049930					0	737		0	C	899	923			0,7	118
Tomato 3/1- 7/14 or 9/1- 11/14	7020020	38,926	0	3,028	2	0	52	6	0	C	8	33,906	0	1,917	0	7
Tomato 7/15- 8/31	7020040	9,597	0	679	6	0	2	0	0	C	0	8,910	0	0	0	1
Tomato 11/15- 2/28	7020060	17,374	0	1,215	0	0	0	0	0	C	1	10,532	0	5,617	0	8
ONION/SHAL L;F/CH	7031040	5,505	0	68	0	0	3,924	0	0	C	142	1,313	0	57	0	C
TRUFFLES; FRESH	7095200	3,219	0	0	0	0	798	0	0	C	2,415	0	0	6	0	C
CARROTS; DRIED	7129010	3,010	49	0	0	0	1,394	463	0	103	0	858	0	0	0	143

		EU	Austria		Bel-Lux	Denmark	Finland	France	Germany	Greece	Ireland	Italy	Netherl	Portugal	Spain	Sweden	UK	
Products	Codes	Aver 96				Aver 96-	Aver 96-		Aver 96-	Aver 96-	Aver 96-		Aver 96-	Aver 96	- Aver 96	Aver 96-	Aver 9	96-
		98	98		98	98	98	98	98	98	98	98	98	98	98	98	98	
TOMATOES;	07129074	5,13	7	0	24	0	0	0	46	3	0	879	0	263	3,898	0		25
DRIED	/78																	
CHSTNTS;FR;	8024000	9,098	3	0	17	0	0	173	23	13	0	8,303	0	247	323	0		0
DR;SH																		
PAPRIKA.DR;	9042020	10,252	2	0	4	0	0	14	319	0	0	8	0	(	9,905	0		1
CRS;G	1001000	0 - 1	_			===	44.500									21.012		_
Oats	10040000	36,47		0		. = /	14,702					Ü			) (	-1,0.0		3
OATS;RLD;FL KD	11041200	513	3	0	0	0	0	0	0	0	466	0	0	(		0		46
OATS;WORK	11042200	1,024	1	0	0	0	0	0	0	0	982	0	0	(	) (	0		42
D																		
WL	15059000	4,853	3	0	210	0	0	210	1,425	0	0	107	48	(	) (	0	2,8	352
GR;XC&FS																		
(IL)																		
Meat Preps	1601	5,952	2	23	0	4,986	0	43	119	0	647	38	15	(	) 8:	0		0
HOMO	16021000	-	2	0	0	0	0	2	0	0	0	0	0	(	) (	0		0
POF;MOF/BLD																		
GOOSE	16022020	1,072	2	0	0	0	0	1,072	0	0	0	0	0	(	) (	0		0
LVR;PR/PR																		
AN	16022040	34	7	0	29	0	0	318	1	0	0	0	0	(	) (	0		0
LV;XG;PRP/PR																		
S																		
Poultry Preps	16023100		1	0		0		Ü	Ü					`	) (	,		0
Poultry Preps	16023200		)	0	0	-	_		_					,	) (	0		0
Poultry Preps	16023900	20		0	1	0	_	, ,				-			)	0		0
HMCTS;CN	16024110	(	)	0	0	0	0	0	0	0	0	0	0		) (	0		0
C/V;P/P																		
Pork Preps	16024120	56,43		22	3,912										<u> </u>	, .		0
HAM/CUT;NE S;P/P	16024190	590	)	33	0	0	0	0	0	0	0	527	4	. (	26	0		0
Pork Preps	16024220	27,10		0	7,951	17,199	0	0	50	0	0	1	1,900	(	) (	0		0
SH/CUT;NES;P	16024240	5′	7	0	38	0	0	0	0	0	0	19	0	(	) (	0		0
R/P																		
SWN	16024910	10	5	0	0	0	0	16	0	0	0	0	0	(	) (	0		0
OFF;PRP;PRS																		
SW MT	16024920	6,43	7	0	54	2,159	0	3	0	0	23	0	4,198	(	) (	0		0
BND/CK/CND																		
SMT;NES;NC/	16024940	3,460	5	0	870	1,924	0	0	0	0	5	512	155	(	) (	0		0
V;PP																<u> </u>		
MX	16024960	4,222	2	0	0	3,403	0	0	2	0	0	0	627	(	)	189		0
PK/BF;PRP/PR																		
S																		
MT	16024990	219	)	0	10	56	0	0	13	0	0	44	90	(	)	5		0

		EU	Δ	Austria	F	Bel-Lux	Denmark		Finland		France	Ge	rmany	Gr	reece	Ireland	d	Italy	N	etherl	Portu	gal	Spain		Swede	n	UK	$\Box$
Products	Codes			Aver 96		Aver 96											96-	Aver 9		ver 96			Aver		Aver	96-	Aver	96-
		98	9	98	ç	98	98		98		98	98		98		98		98	98	3	98		98	9	98		98	
SW;NES;PR/P																												
RS					_																							
OFF;BOV(XL)	16025005		0		0	(	)	0		0		0	(	)	0		0		0	(	)	0		0		0		0
PR/PR M BV;C/P;N	1.602.5000		47		0			0		0		0	(	)	0		0		17	(		0		0		0		0
M BV;C/P;N C/V		·	47		U	(	,	U		U		U	(	)	0		0	2	17	(	,	Ü		U		0		U
Beef Preps	16025010		36		0	(	)	0		0		0	15	5	0		0		22	(	)	0		0		0		0
Beef Preps	16025020	1	18		0	(	)	80		0		0	(	)	0		0	2	22	1		0		8		7		0
MT	16025060		0		0	(	)	0		0		0	(	)	0		0		0	(	)	0		0		0		0
BV;NES;NCV																												
PP	4 400 7000		4.0																_		_							
Beef Preps	16025090		12		0	(	1	0		0		0	(	~	0		0		6	- 6		0		0		0		0
CHEWING GUM; WHE	17041000	4,5	56	2	20	54	1	307		52	ý	8	101		5	2	,187	24	12	65		9	1,	,128		10		279
COUGH DROPS	17049025	56,5	77		0	5	5	0		0		0	392	2	0		2	8	35	(	)	12		0		4	56	5,077
Chocolate	18063100	17,8	53	11	5	1,647	7	105		144	95	1	11,586	5	17		114	1,48	20	76	5	17		67		42	1	,480
RUSKS;	19054000	9,8			0	1,047		0		65	70		2,432		690		0			478		24		604		996	1	891
TOASTED B	17054000	7,0	00			11		U		0.5	, (		2,432	-	070		U	2,0-		770	,	24		004		<i>)</i>		071
Tomato	20021000	18,8	76		0	(	)	0		0		.0	(	)	0		0	16,76	55	(	)	0	2.	.061		0		30
preserved																								,				
Tomato puree	20029040 /80	11,29	90		0	(	)	0		0		6	(	)	18		0	2,24	40	(	)	318	8.	,695		0		12
LING/RSPBRY	20079905	3,0	63	20	)1	35	5	943		24	74	-3	352	2	5		7	2	24	7	7	0		0		456		266
S JAM	20083042	18,9	2.4		0	(		0		0		2		)	0		0		0	(	\	0	10	,931		0		0
Psatsum Psatsum	20083042				0			0		0		0	(	-	0		0		7	(		0		154		0		2
Canned Pear	20083040	2,8			4	906	<b>'</b>	0		0		1	(	-	50		0		10	(		0		,809		0		12
Canned Peaches	20084000	10,9			0	900		0		0	15			,	6,998		0		20			0		,805		0		19
Grape Juice	20096000	8,6			0	8		0		0	1.5		(	_	0,220		0					0		,244		0		212
Fruit Juice	20098060	21,3		6,33	-	1,812		585		701	14		7,057		26		5	2,37		1,312	<u> </u>	5	,	99		844		66
FRUIT JU MIX				2,51		1,535		1		274		4	1,717		10		0			166		0		45		90		25
UNF	200770.0	0,0		2,01		1,000		-		_, .	•		1,71		10		Ü	1.		100		Ü				, ,		
CHICORY	21013000	3,9	35		0	152	2	0		0	2,04	0	1,596	5	0		0	2	29	70	)	48		0		0		0
ROASTED		ĺ									Í		,															
MUSTARD;PR EPARED	21033040	5,4	62		6	18	3	100		0	4,87	5	312	2	0		8	1	12	27	7	0		0		20		85
Soups	21041000	5,7	48		2	101		4		0	63	0	2,892	2	1		128	59	91	166	5	158		36		14	1	,025
Mineral Water	22011000	125,2			5	1,213	3	0		0	99,18	0	3,130		35		134	17,97	77	70	)	1,245		196		219	1	,857
Feed	23099010	44,0		6		178		481		44	5(	_	34,935		0		,924	1,97		2,490		0		38		0		,398
GLUE;FOR RETAIL	35061050	26,2		21	_	132	2	28		0	2,32		18,493		2		,363	11	_	529		8		10		81		995

		EU	1	Austri	a	Bel-Lux	Denma	ark	Finlar	nd	France	Germany	Gree	ce	Irela	nd	Italy	Netherl	Por	rtugal	Spain	Sweden	UK	
Products	Codes	Aver 9	96- 1	Aver	96-	Aver 96-	Aver	96-	Aver	96-	Aver 96	Aver 96	- Aver	96-	Aver	96-	Aver 96-	Aver 96	6- Av	er 96-	Aver 96-	Aver 96-	Aver	96-
		98	ç	98		98	98		98		98	98	98		98		98	98	98		98	98	98	
Artificial Stable	55041000	25,5	39	8.	,302	0		0	2	,875	49	6,393	3	0		1	20	6	5	0	51	7,241		542
Fibers, rayon																								
Yarn	55101100	30,4	62	21	,151	1,102		0	1	,092	1,266	2,883	3	3		0	2,591	4	5	7	285	0	)	36
Hair Clippers	85102000	15,1	76	14	,258	0		0		0	(	663	3	0		0	0	5	4	0	16	0	)	179
Motorcycles	87112000	7,9	14	6	,332	14		2		0	100	93	3	0		11	1,124		4	0	34	1		199
50-250 cc																								
Motorcycles	87113000	10,1	52	6	,771	0		0		0	245	280	5	0		16	717	2	1	0	1,025	563	1	509
250-500 cc																								