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## Canada

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# Canada Includes Ag Products in Response to U.S. Tariffs

#### **Report Categories:**

**Agricultural Situation** 

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### **Report Highlights:**

On May 31, 2018, Canada announced its intention to impose countermeasures against up to \$12.8 billion of steel, aluminum, and other products from the United States, including agricultural exports worth nearly \$2.5 billion in 2017. Targeted agricultural products could face a 10 percent tariff from July 1, 2018.

Following the United States decision to impose tariffs on imports of certain steel and aluminum products from Canada (at rates of 25 percent and 10 percent, respectively), the Canadian government <u>announced countermeasures</u> against up to \$12.8 billion (\$16.6 billion CAD) of imports of steel, aluminum, and other products from the United States. The targeted countermeasure value roughly approximates the value of Canadian exports in 2017 that would be affected by U.S. measures.

The agricultural products covered by Canada's announcement are listed in Table 2, and could be subject to a 10 percent "surtax." Canada intends to implement this measure on July 1, 2018. In the meantime, interested stakeholders have until June 15, 2018 to submit comments to Canada's <u>Department of Finance</u>.

The following table includes the full list of agricultural products covered by the Canadian announcement, as well as the 2017 value of imports from the United States, and a five-year average. The product categories listed are taken directly from the Canadian <u>Customs Tariff Schedule</u>, and can include various products under a seemingly specific heading. For example, Canadian imports from the United States under HS 2103.90 include \$191.5 million of sauces, \$100.7 million of condiments and seasonings, \$74.4 million of salad dressing and \$34.4 million of mayonnaise. For a more detailed description of the HS codes please consult Canada's <u>Customs Tariff Schedule</u>.

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<sup>&</sup>lt;sup>1</sup> All dollar values are in U.S. dollars unless otherwise specified.

		2017	2013-2017
	Agricultural products subject to a 10 percent surtax (HS codes listed in Canada's Customs Tariff)	Canadian Imports from the United States = million USD =	5-year average = million USD =
0403.10	Yogurt	2.6	2.6
0901.21	Coffee, roasted: Not decaffeinated	405.3	481.1
1602.32.11	Prepared meals: Of spent fowl; Specially defined mixtures	32.1	38.8
1602.32.92	Other: Specially defined mixtures, other than in cans or glass jars; Spent fowl other than in cans or glass jars	63.1	66.4
1602.50.10	Prepared meals, of bovine	32.6	35.0
1602.50.99	Other prepared or preserved meat of bovine, other than in cans or glass jars	131.2	138.4
1702.20	Maple sugar and maple syrup	12.7	12.4
1704.90.20	Liquorice candy; Toffee	26.8	27.6
1704.90.90	Other sugar confectionery (including white chocolate), not containing cocoa.	250.9	209.1
1806.31	Other chocolate, in blocks, slabs or bars: Filled	67.1	69.5
1806.32	Other chocolate, in blocks, slabs or bars: Not filled	56.0	58.1
1905.90.51	Pizza and quiche	91.5	113.5
2001.10	Cucumbers and gherkins	53.0	51.2
2007.99.10	Strawberry jam	15.2	12.1
2007.99.90	Nut purées and nut pastes, berry purées, other fruit purées other than banana purée, other jams, jellies	42.1	43.2
2009.12	Orange juice: Not frozen, of a Brix value not exceeding 20	127.0	163.0
2103.10	Soya sauce	24.7	20.9
2103.20	Tomato ketchup and other tomato sauces	202.9	199.0
2103.30.20	Prepared mustard	18.8	17.6
2103.90	Mayonnaise, salad dressing, mixed condiments and mixed seasonings, other sauces	401.9	370.0
2104.10	Soups and broths and preparations therefor	157.7	144.0
2202.10	Waters, including mineral waters and aerated waters, containing added sugar or other sweetening matter or flavored	194.4	215.0
2208.30	Whiskies	47.8	41.9
	TOTAL	2,457.4	2,530.4