

WORLD TRADE ORGANIZATION

RESTRICTED

G/SCM/Q2/KOR/21

16 January 2002

(02-0201)

**Committee on Subsidies
and Countervailing Measures**

Original: English

SUBSIDIES

Questions from the EUROPEAN COMMUNITIES Regarding the New and Full Notification of KOREA¹

The following communication, dated 14 January 2002, has been received from the Permanent Delegation of the European Commission.

VI. AGRICULTURE

D. FOOD GRAIN MANAGEMENT PROGRAMME

Q1. Duration: Is the programme of unlimited duration? If not, what is the end-date?

E. LIVESTOCK SUPPORT PROGRAMME

1. Hanwoo-raising stabilization programme

Q2. Form of the subsidy: Please indicate the form of the subsidy.

Q3. Recipient and criteria: What is the basis for the level of the threshold upon which the subsidy is paid?

2. Support for pork production

Q4. Recipient and criteria: What is the number of pigs a breeding farm has to supply in order to be eligible?

F. MARKETING IMPROVEMENT PROGRAMME FOR AGRICULTURE AND LIVESTOCK PRODUCTS

Q5. Form of the subsidy: Please explain in more detail what falls under "financial assistance".

III. FISHERY

D. SUPPORT FOR AQUACULTURE FISHERY DEVELOPMENT

Q6. Policy objective and/or purpose of the subsidy: Please specify the fishery products involved.

¹ G/SCM/N/71/KOR

Q7. Background and authority for the subsidy: What articles of the law are relevant?

Q8. Recipient and criteria/Amount of subsidy: Please give more information about the subsidy in form of grants, including eligibility criteria and amounts granted.

E. LOCAL TAX REDUCTION FOR BUILDING AND ACQUISITION OF DEEP-SEA FISHING VESSELS

Q9. Policy objective/Recipient: Please explain in more detail what falls under "international line vessels". What are the conditions for ships being registered as "international ship"?

V. MANUFACTURING INDUSTRY

A. SUPPORT FOR FOREIGN INVESTED ENTERPRISES

Q10. Recipient and term: Please specify what falls under "service sector supporting other industries" and give a definition of "advanced technology".

Q11. Recipient and term: Please give a description of foreign investment zones, free trade zones and industrial parks and explain the differences. Please also explain which companies can settle in these areas and indicate the location of these zones and parks.

C. RESERVE FOR FARM MACHINERY PRODUCTION

Q12. Background and authority of the subsidy: Please specify the relevant articles of the farm mechanization promotion law.

VI. RESEARCH AND DEVELOPMENT

C. SUPPORT FOR R&D OF ENVIRONMENTAL TECHNOLOGY DEVELOPMENT PROJECTS

Q13. Policy objective and/or purpose of the subsidy: Can you explain in more detail what kind of projects can be supported by this programme. Is eligibility limited to certain sectors? If yes, please indicate them.

D. SCIENCE AND TECHNOLOGY PROMOTION FUND

Q14. Policy objective and/or purpose of the subsidy: Please explain in more detail what kind of projects can be supported by this programme. Is eligibility limited to certain sectors? If yes, please indicate them.

Q15. Recipient and criteria: Please explain how it is determined which programmes are in the "national interest".

Q16. Recipient and criteria: How is "high technology industry" defined? Please explain what falls under "pre-competitive R&D activities".
