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Turkish Livestock Support and Subsidies Update 2016

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National Plan

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Dairy and Products

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Report Highlights:

MinFAL plans to grant 11.6 billion TL (\$3.87billion) in agricultural subsidies to producers in 2016. The share of the total payment directed towards livestock will be 3.2 billion TL (\$1.07 billion), with 1 billion TL (\$333 million) for calf subsidies. Note that these estimates assume an exchange rate of US\$1=3 TL, although the actual rate is quite variable. The important updates on 2016 subsidies are to merge *fuel subsidy* and *fertilizer subsidy* into one payment and to abolish soil analysis subsidy which was previously granted to producers benefiting from the fertilizer subsidy. The subsidies for calves increased while the subsidies for dams were removed. The subsidies for dams were previously the main support for producers. According to livestock sector, the calf subsidy was increased in order to boost the cattle population and to close meat deficiency in Turkey.

Livestock Subsidies

The Ministry of Food, Agriculture, and Livestock (MinFAL) plans to grant 11.6 billion TL (\$3.87 billion) in agricultural subsidies to producers in 2016. The share of the total payment directed towards livestock will be 3.2 billion TL (\$1.07 billion), with 1 billion TL (\$333 million) for calf subsidies. Note that these estimates assume an exchange rate of US\$1=3 TL, although the actual rate is quite variable.

The specific rules for the subsidies are determined by the Communique on Implementing Rules Regarding Livestock Subsidies which is republished each year by Ministry of Food, Agriculture and Livestock (MinFAL) (updated Communique No: 2016/26).

According to the Decree on 2016 Agricultural Subsidies, livestock subsidies will be paid directly to producers. Roughly 2 percent to 3 percent of those total payments will go directly to Associations. Before 2016, all subsidies were given to Associations in order for them to distribute to producers.

The important updates on subsidies are to merge *fuel subsidy* and *fertilizer subsidy* into one payment and to abolish soil analysis subsidy which were previously granted for producers benefiting from the fertilizer subsidy. The sector believes that producers will face problems with choosing appropriate fertilizers for their farms if soil analysis subsidies are abolished. Fishing vessels subsidies remain the same as in 2015.

The subsidies for calves increased while the subsidies for dams are removed. The subsidies for dams were previously the main support for producers. According to livestock sector, MinFAL increased the calf subsidy in order to boost the cattle population and to close meat deficiency in Turkey. The subsidy aims to prevent calf losses. Also, the sector believes that calving period in Turkey is longer than in EU countries and needs to be shortened. With the new subsidies to calves, they believe the period will be shortened and programs of one calf in one year will be implemented.

Calf subsidies: In order to improve cattle number inventory in Turkey and to decrease calf losses in cattle herds, calves raised at a facility for at least *four months* are subsidized. The calves must be born in 2016 and registered in the TURKVET and e-improvement database. E-improvement database registers cattle animals into system and is jointly operated by MinFAL and Cattle Breeders' Association of Turkey (CBAT). TURKVET is a database operated by MinFAL and registers cattle animals, breeders and facilities in Turkey within the scope of Implementing Regulation published by MinFAL on identification, registration, and supervision of cattle animals.

Herd-book calf subsidy: The subsidy is provided for the calves of the dams registered in the e-improvement system and inseminated *in Turkey 210-295 days* before the date of calf birth. Insemination details should also be in the e-improvement system.

Calf of buffalo: **Buffalo** calves raised at a facility at least for *four months* are subsidized. The calves must be born in 2016 and registered in the TURKVET database.

Raw milk subsidies: With the difference of new Decree, raw milk subsidy will not be granted to producers who produce raw milk without a contract and do not register their contract into Milk Registration System. Additionally, producers must sell their milk to Milk and Meat Board (ESK) or must produce powder milk within scope of a contract with ESK. Those amendments are made according to the milk surplus situation in Turkey. For further information; please see GAIN report date: 5/4/2016 No: TR6024 or here.

Breeding female sheep/goat subsidies: The subsidy given to breeding sheep and goat increased in 2016. Sheep/ goat breeders who are members of the Breeding Sheep-Goat Breeders Associations and whose animals are registered to KKKS (Sheep/Goat Registration System) and KKBS (Sheep/Goat Information System) can benefit from this subsidy once a year for each breeding female animal. Breeding female animals must be born on 1st of September 2015 or before.

Angora goat and mohair production subsidies: In 2016, this new subsidy will be granted to angora goat producers who sell their mohair to Mohair Selling Cooperatives or to breeding sheep and goat breeders associations.

Feeder male cattle subsidy: 200 TL per head is granted to breeders for up to 300 head of animals who slaughter their male cattle (including buffalo, registered on the Ministry's database, born within the country and have finished their feeder period) in the slaughterhouses complying with the national legislation.

The other important update on Subsidy Decree of 2016; **forage plants subsidies are increased. Also** the subsidies for the establishments free from diseases are reduced.

Below are the values of the subsidies (Note: 1 decare= 0.247 acre):

No		Units for Support (TL/decare)
1	Fuel and Fertilizer	11

No	Organic Apiculture Subsidy	Units for Support (TL/hive)
1	Hive with bee	10

No	Calf including calves of buffalo Subsidy	Units for Support (TL/head)
1	Calf at 4 months old and older	350
2	Herd-booked calf (for 81 provinces)	500
3	Progeny tested calf (Additionally)	50

idy Units for	Support
S	osidy Units for

		(TL/unit/kg)
1	Seed (box) (unit)	50
2	Wet Cocoon (kg)	40

No	Apiculture Subsidy	Units for Support (TL/unit)
1	Hive with bee	10

No	Forage Crops Subsidy	Units for Support (TL)
1	Alfalfa (succulent)	60/ decare/year
2	Alfalfa (dry)	35/ decare/year
3	Trefoil	45/ decare/year
4	Annual forage	40/ decare
5	Annual forage for silage	55/ decare
6	Corn for silage (succulent)	90/ decare
7	Corn for silage (dry)	45/ decare
8	Artificial meadow-pasture	150/ decare

No	Apiculture Subsidy	Units for Support (TL/colony)
1	Bombus bee	60

No	• • •	Units for Support (TL/head)
1	Cattle Waste (after vaccination)	400
2	Small Ruminant Waste (after vaccination)	100

^{*}Payments are made after vaccination only implemented by MinFAL.

No	Establishment free from diseases Subsidy(**)	Units for Support (TL/head)
1	Establishment free from disease	200
2	Subsidy for Approved Milk Establishment (additionally)	60

^{**}All cattle excluding breeding males and males aged up to 6 months in dairy facilities having health certificate that shows the facility is free from diseases. Payments are made in full for 500 head of animals, while 50 percent of total payment is made for the number of animals 501 or over. This subsidy is not granted to animals benefiting from the calf subsidy.

No	Vaccination Subsidy	Units for Support
		(TL/head)

1	FMD vaccine (ruminants)	0.75
2	FMD vaccine (small ruminants)	0.50
3	Brucellosis (ruminants)	1.50
4	Brucellosis (small ruminants)	0.50
5	Ear-tag Implementation Subsidy	1

No	Biological and Biotechnical Combat Subsidy	Units for Support (TL/decare)
1	Biotechnical Combat	110
2	Biological Combat	350
Greenhouse Total		460
3	Biotechnical Combat	35
4	Biological Combat	35
Open Total		70

No	Aquaculture Subsidy(***)		Units for Support (TL/kg)
1	Trout	Up to 250,000 kg. (including 250,000 kg)	0.65
		250,001- 500,000 kg	0.325
2	Novel Species	Up to 250,000 kg. (including 250,000 kg)	1
		250,001- 500,000 kg	0.5
3	Mussels		0.05
4	Closed breeding		0.50

^{***} Seabass- sea bream subsidy is removed in 2016 after Spain subsidies inquiry to the EU Commission for Turkish exported seabass-sea breams to the EU countries.

No	Animal Genetic Resources Subsidy	Units for Support (TL/head/hive)
1	Ruminants Preservation	550
2	Small Ruminants Preservation	80
3	Cattle with Pedigree Preservation	800
4	Bee Preservation	40
5	Small Ruminants Improvement hold by public	70 TL for lamb in elite herd
		40 TL for lamb
6	Buffalo Improvement hold by public	850
7	Subsidy for the calf of buffalo for the breeding purpose	200
8	Breeding male material (ram or male goat)	200

In addition to main livestock subsidies given above, Turkey has just started to implement the new subsidy program for young farmers in Turkey. For further information; please see GAIN report date: 4/27/2016 No: TR6021 or here.