SENSITIVE PRODUCTS: SUMMARY EXAMPLE OF ESTIMATING DOMESTIC CONSUMPTION FOR TARIFF-QUOTAS

1. DEFINE PRODUCT CATEGORY
i.e. the HS6 products it includes, whether these are "core", "non-core processed", or "non-core highly processed", and their weights in the category's consumption (Attachment A)

HS6 (PRODUCT A) CORE

2. CALCULATE CONSUMPTION FOR PRODUCT CATEGORY
balance sheet method: production, adjusted for trade, stockholding to get consumption (Attachment B)

DOMESTIC CONSUMPTION
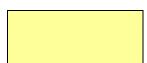PRODUCT CATEGORY

(Based on existing data:

3. STEP 1 ESTIMATE HS6 CONSUMPTION
% of Product Category consumption, using common core/non-core weights, adapted from % of world trade (Attachment D)

HS6 (A) CORE (eg, 67%)

4. STEP 2 ESTIMATE HS8 CONSUMPTION
% of HS6 consumption, from % of member's imports (IDB) adjusted for content of basic product (Attachment D)

HS8 (A−1) sensitive

5. NEW TARIFF-QUOTA ACCESS OPPORTUNITY
(% of domestic consumption of sensitive product, open to all sensitive products in the Product Category, subject to floor — % of category consumption)