



OILSEEDS



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INTRODUCTION

The main oilseeds farmed in Turkey are :

- **Sunflower,**
- **Soybeans,**
- **Canola**

The cotton seed and maize have also important roles in meeting the needs for vegetable oil.

Although Turkey is an important producer of oilseeds, it is also importer of oilseed and vegetable oil.

Producers are supported in order to increase production of sunflower seed, soybean and canola.



ORGANIZATION OF TRADE



- **In general, purchases and sales of oilseeds are realised in Commodity Exchanges.**
- **Reference prices are formed in Commodity Exchanges.**
- **In domestic trade of oilseeds, agricultural sales cooperatives and associations traders and crushers have a significant role.**
- **There is no public institution or organisation for storage of oilseeds. This function is to a large extent performed by cooperatives, big producers and crushers.**



PRODUCER ORGANIZATIONS



- **The most significant producer associations are Agricultural Sales Cooperatives and Associations (ASCAs).**
- **ASCAs have been constituted in accordance with the Law No. 4572 and 1163.**
- **ASCAs purchase the 55% of sunflower seeds and the 20% of soybean of the product.**
- **ASCAs purchase the products not only from the members but also from the non-members.**
- **These institutions have significant crushing, storages and refined vegetable oil facilities.**
- **ASCAs provide a significant part of the inputs of producers.**



SCREENING CHAPTER 11
AGRICULTURE AND RURAL DEVELOPMENT
AGENDA ITEM 16/d: OILSEEDS



Name of the Associations	Activity Area Concerning the Oil Seeds	Number of Members	Number of Cooperatives
Trakyabirlik	Sunflower seed	83,962	48
Çukobirlik	Sunflower seed-Soybean	62,084	36
Karadenizbirlik	Sunflower seed-Soybean-Canola	79,157	22
Tariş-Pamuk Bir.	Cotton seed	49,936	44
Antbirlik	Cotton seed	28,198	6
Total Number		303,337	156

Source: MIT



SUPPORT MECHANISMS



1- Premium Support

2- Direct Supports

- Direct Income Support,**
- Diesel Support,**
- Chemical Fertilizer Support**

**There are no guaranteed;
minimum prices,
national production quantities
for the oilseeds producers.**



1- Premium Support

- Legislation :**
- Decree No. 2004/6946
 - Decree No. 2005/8670
 - Premium Communiqué No 2004/36
(Legislation is renewed in every production period.)

Premium Payments are provided to the producers:

- who are registered to the National Farmer Registration System (NFRS)
- per Kg of oilseeds
- directly
- once for every production period.



2- Direct Supports

- Legislation :**
- **By-law on National Farmer Registration System**
 - **Decree No. 2005/8629,**
 - **Decree No. 2005/9065,**
 - **The Communiqué No. 2005/21,**
 - **The Communiqué No. 2005/38,**

Direct supports are provided to producers:

- **who are registered to NFRS**
- **for the areas up to 50 hectares**
- **free from the production**
- **directly**
- **once for every year.**



3- Inspection of the supports and sanctions to be applied in case of infringements:

Support payments given to oil seeds producers are controlled by

- the Premium Examination Commissions and**
- Inspectors of the MARA**

Institutions assure the accuracy of the documents arranged and the payments given by themselves.

In case of the infringement of the rules, payments given are recovered with its interest and the public prosecutor is notified.



FOREIGN TRADE



- Under the current Import/Export Regime, no import/export licenses are required for seeds, seed flour & meal and vegetable oil. However, import licenses are only required under the tariff quotas resulting from bilateral agreements.
- There are no export subsidies for canola, sunflower or soybean seeds.



PREFERENTIAL TRADE

EU COUNTRIES

Turkey has ad valorem duty exemption for exports of oil seeds, meals of oil seeds and vegetable oils.

Turkey has import arrangements within tariff quotas with calendar (sunflower seeds: 1.000 tonnes, 0% duty, soya bean crude oil: 60.000 tonnes, 0% duty; refined soya bean oil: 2.000 tonnes 50% MFN reduction, sunflower seed oil: 18:400 tonnes, 0% duty; crude rape or colza oil: 10.600 tonnes, 0% duty).



PREFERENTIAL TRADE

CANDIDATE COUNTRIES

Under FTA with Bulgaria, Turkey has 500 tonnes export tariff quota for sunflower oil, reduced duty (10,5%).

Turkey has preferential import arrangements with Bulgaria for sunflower seeds (25.000 tonnes, 0% duty), sunflower oil (15.000 tonnes, 50 % MFN reduction) and rape or colza seeds (unlimited, 50% MFN reduction) .

THIRD COUNTRIES

Under Turkey- Bosnia and Herzegovina FTA, all oil seeds and their fractions are reciprocally subject to a concession of 0% duty on unlimited basis.



COMPARISON WITH EU



TURKEY

Decision on Import Regime;
Decree No 1995/7606

Legislation on the inspection of Oil
Seeds Standardization;

The Communiqué on the products
subject to the Conformity Assessment
(2005/1) and (2005/2), (2005/4), (2005/5),
(2004/28) numbered Communiqués

Turkish Standards;

TS 309, TS 886, TS 12302, TS 321, TS
11625, TS 308, TS 890, TS 12301, TS
321, TS 4670, TS 892, TS 322.

EU

827/68/EEC No Council Regulation on
Common organisation of the market in
certain products

(The regulation changing the
865/2004/EC No. Council Regulation on
the Common organisation of the market
in olive oil and table olives and
827/68/EEC No. Council Regulation on the
Common organisation of the market in
some products)



TURKEY

Decree on the Direct Income Support for the Agricultural Production (2005/8629), (2005/9065) and Regulations (2005/21), (2005/38)

Decree on payment of Premium Support to the farmers producing Unginned Cotton, Sunflower, Soya Bean, Rapeseed, Maize Corn and Olive Oil (2004/6946), (2005/8670) and Communiqués (2005/10, 2004/36, 2004/19, 2004/20)

Decree on the support payment to the farmers for diesel (2005/9065) and Communiqué (2005/38)

EU

Council Regulation (EC) No 1782/2003 of 29 September 2003 establishing common rules for direct support schemes under the common agricultural policy and establishing certain support schemes for farmers and amending Regulations (EEC) No 2019/93, (EC) No 1452/2001, (EC) No 1453/2001, (EC) No 1454/2001, (EC) 1868/94, (EC) No 1251/1999, (EC) No 1254/1999, (EC) No 1673/2000, (EEC) No 2358/71 and (EC) No 2529/2001



THANK YOU FOR YOUR ATTENTION