

DAIRY IMPORTS

Trade Facts

EVERY YEAR, CANADA IMPORTS AND EXPORTS DAIRY PRODUCTS.

Through trade agreements, Canada has committed to provide a limited volume of duty-free access to the Canadian dairy market in the form of tariff rate quotas (TRQs).

FROM 1995 TO LATE 2017,

Canada's dairy TRQ access was limited to commitments under the World Trade Organization (WTO).



Since late **2017**, Canada has provided new dairy market access under recent free trade agreements:

CETA:

The Comprehensive Economic and Trade Agreement with the European Union has been provisionally applied since **September 21, 2017**.

CPTPP:

The Comprehensive and Progressive Agreement for Trans-Pacific Partnership came into force on **December 30, 2018**.

CUSMA:

The Canada-United States-Mexico Agreement replaced the North American Free Trade Agreement (NAFTA) and came into force on **July 1, 2020**.

TRQ phase-in

Under these three agreements, this new access consists of TRQs, which provide access for **fixed volumes** of dairy products.

For all three agreements, the final TRQ volumes are **phased in** over six years, with a smaller growth for an additional 13 years for the CPTPP and CUSMA TRQs.

Once these agreements are fully implemented, all of **Canada's combined dairy market access** (under the WTO, CETA, CPTPP and CUSMA TRQs) is estimated to be equivalent to approximately

10% of Canada's MILK PRODUCTION.



Actual import volumes and granted TRQ access compared to total milk production

