



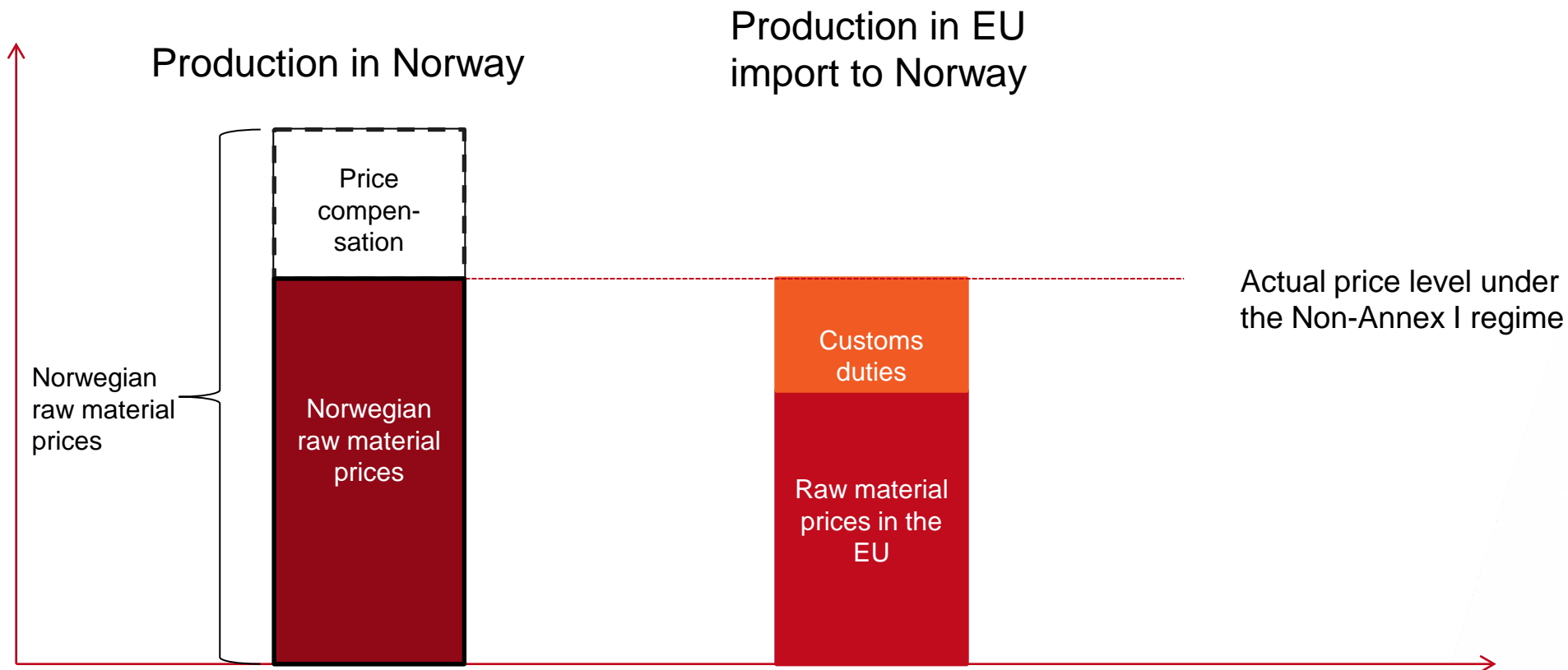
**Non-Annex I products,
agricultural policy and
international competition**

Principles for compensating higher raw material prices in Norway

- The basic principle in the regime is to compensate for differences in raw material prices in trade in processed agricultural products between Norway and the EU. Industrial components are subject to free competition.
- Customs duty rates are bound, based on historical raw material price differences from 1994. Duty rates have been reduced somewhat since then.
- Differing raw material price trends in Norway and the EU impact on our competitiveness on both the Norwegian market and the export market.

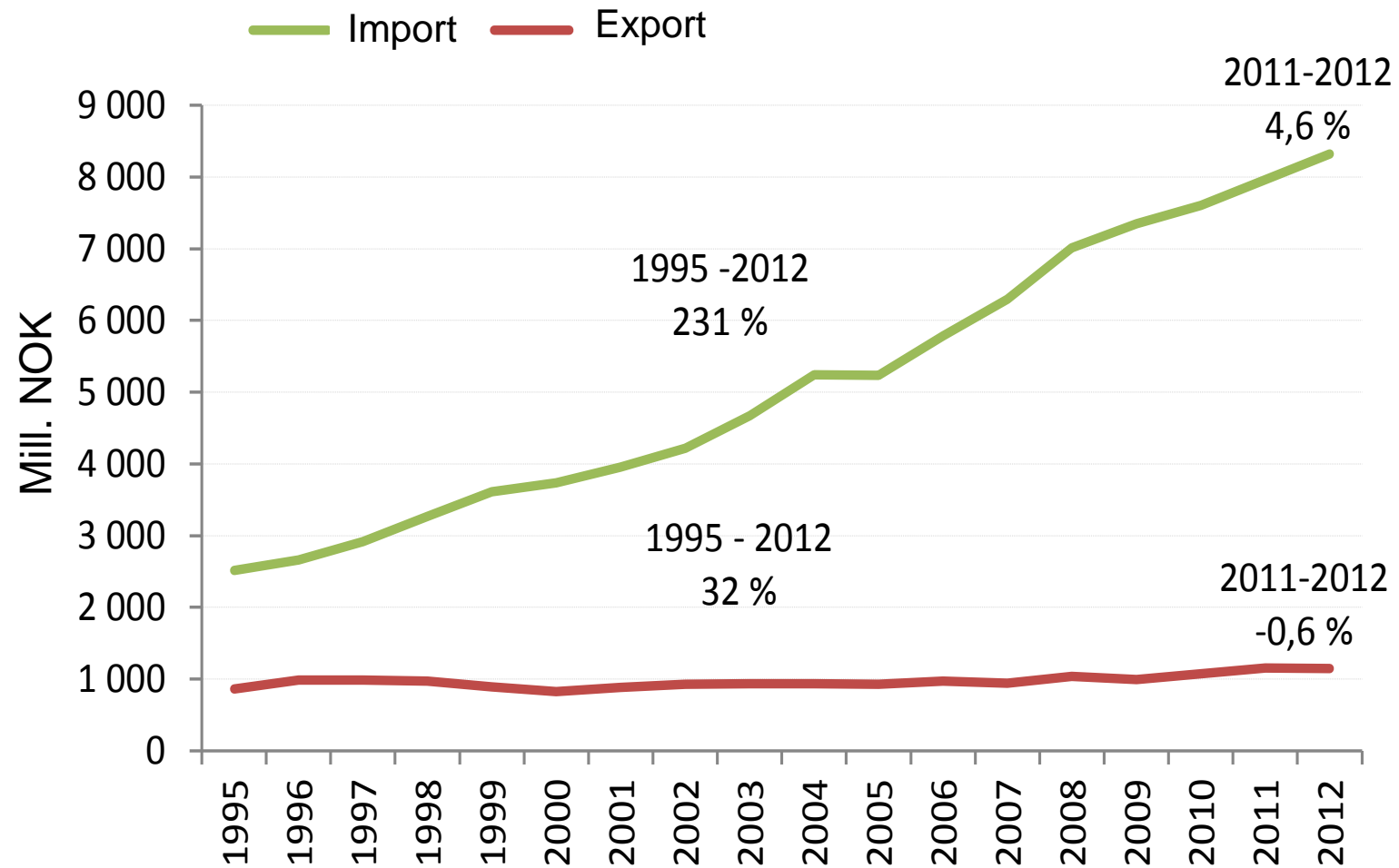


The Non-Annex I principle



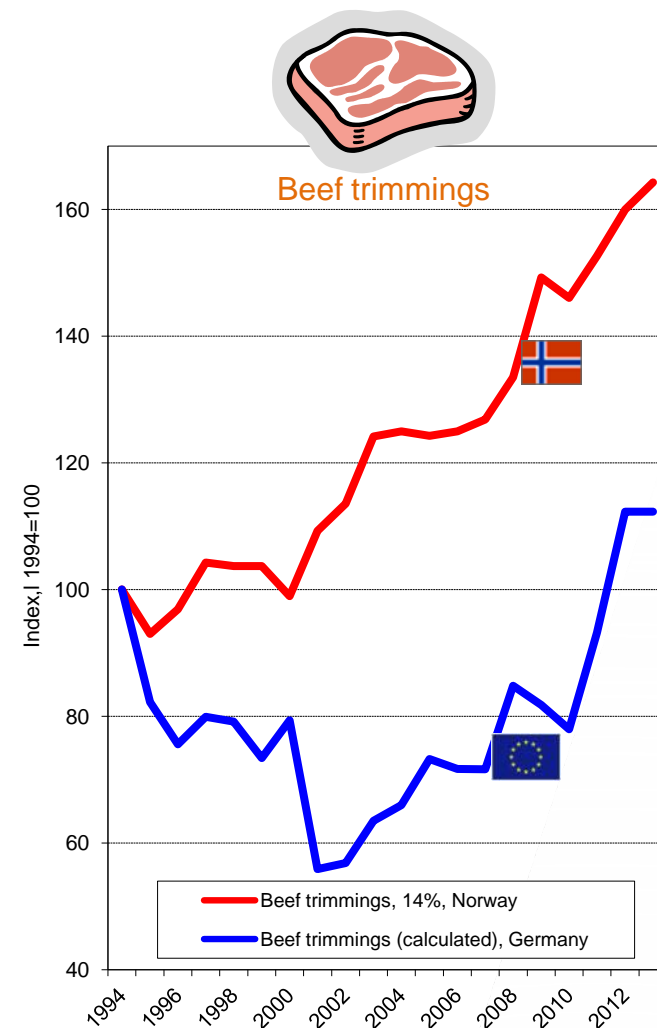
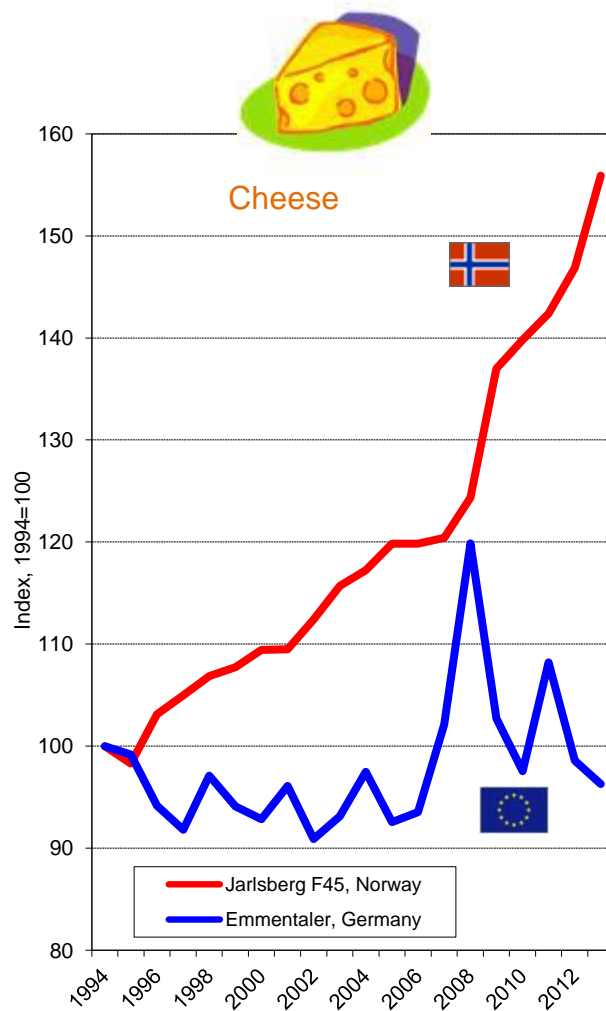
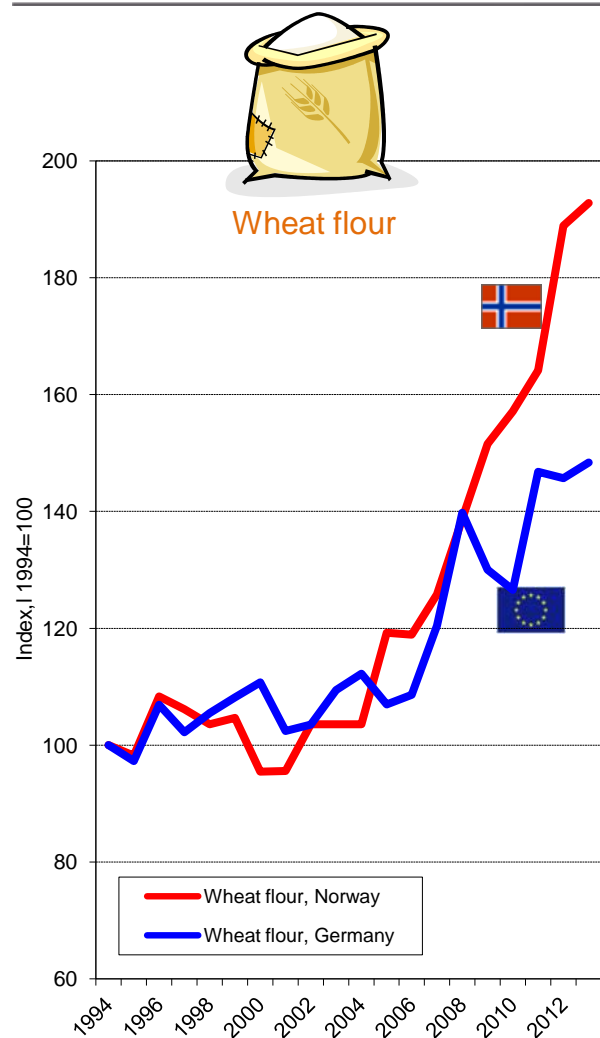
Trade in Non-Annex I products

□



Raw material price trends 1994 - 2013

(index, 1994 = 100)



2013*: January 2013 (Source: NILF)

Net raw material costs for pizza on the Norwegian market

