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Voluntary - Public

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## Taiwan

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### Taiwan SBS Rice Quota Update-September 3 Tender Results

#### Report Categories:

Grain and Feed

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#### Report Highlights:

On September 3, Taiwan awarded 2,460 tons of Country Specific Quota (CSQ) designated for U.S. rice purchases under Simultaneous-Buy-Sell (SBS) tender. As of the reporting date, Taiwan has allocated a total of 9,110 tons of the U.S. 2009 CSQ through SBS tenders. The remaining 90 tons under SBS tender is scheduled for a September 15 tendering. Also on September 15th, the first tranche totaling 20,005 tons of the 55,434 tons U.S. CSQ rice quota will be tendered.

#### Executive Summary:

As of reporting date, Taiwan has completed 25,410 tons or 27 percent of its 2009 quotas for public sector imports. The completed public-sector quota purchases have all been under the Simultaneous-Buy-Sell (SBS) system. The second tendering process of the second tranche of SBS tenders was held on September 3, resulting in a total of 4,460 tons awarded to four successful bidders. Within this total, 2,460 tons of U.S. CSQ under SBS was awarded to two U.S. rice handlers. The successful bid price was NT\$0.503/kg. Two Egyptian rice handlers were each awarded 1,000 tons of Egypt's CSQ quota with bidding prices of NT\$0.560/kg and NT\$0.660/kg, respectively. The remaining

4,590 tons of the second tranche of SBS tender is scheduled for a September 15 tendering. Also on September 15th, the first tranche totaling 20,005 tons of the 55,434 tons U.S. CSQ rice quota will be tendered.

**General Information:**

**Details of September 3, 2009 SBS Tender Results (Exchange rate: \$1 = NT\$32.89)**

GF4-980-153-1 for 2,550 tons U.S.-origin rice:

Two bidders participated in the bid and both were successful. They were awarded 2,000 tons and 460 tons of U.S. SBS quotas at the same markup of NT\$0.506/kg. The remaining 90 tons of U.S. rice under SBS tender is scheduled for a September 15 tendering

GF4-980-154 for 4,000 tons Australia-origin rice:

No bidders participated in the bid due to short supply. After three tendering processes, the remaining Australian SBS quotas will be opened for bidding on a global basis. The third tendering process is scheduled for September 15.

GF4-980-156-1 for 2,500 tons Egypt-origin rice:

Two bidders participated in the bid; each won 1,000 tons of Egyptian SBS quotas at the markup of NT\$0.560/kg and NT\$0.660/kg, respectively. The remaining 500 tons is scheduled for September 15 tendering.

**Table 1 – Taiwan’s 2009 Country-Specific Quota (CSQ) for Public Sector Imports**

Country	SBS System	Normal Tender System	Total
Egypt	2,500	0	2,500
Thailand	8,300	0	8,300
Australia	10,000	8,634	18,634
USA	9,200	55,434	64,634
2009 Total	30,000	64,068	94,068

Taiwan completed the first tranche of 18,000 tons for SBS tender by 3/11/2009, and completed 7,410 tons of the second tranche for SBS tender as of 09/03/2009. As of reporting date, Taiwan has completed 25,410 tons of its 2009 quotas for public sector imports – marking a 27-percent completion rate.

**Table 2 – Summary Tender Schedule & Results for the 2009 CSQ Quota (08/25/2009 update)**

Tender Type	Tendering Process	Tender Number and Country Origin
SBS - Tranche 1	1 <sup>st</sup> tender: 12/30/2008	GF4-970-271 for 6,000 tons U.S. origin: completed at the 1 <sup>st</sup> tendering process at various markup prices -- 2,110 tons at NT\$0.6/kg (\$18.18/mt); 1,500 tons at NT\$0.595/kg

		(\$18.03/mt); another 1,500 tons at <b>NT\$0.59/kg</b> (\$17.88/mt); and the remaining 890 tons at <b>NT\$0.581/kg</b> (\$17.61/mt).
	1 <sup>st</sup> tender: 12/30/2008	GF4-970-272 for 6,000 tons <b>Australia</b> origin: Awarded 190 tons at the 1 <sup>st</sup> tendering process -- 150 tons at <b>NT\$2.5/kg</b> (\$75.76/mt); and 40 tons at <b>NT\$2.0/kg</b> (60.61/mt).
	2 <sup>nd</sup> tender: 01/14/2009	TGF4-970-272-1 for the remaining 5,810 tons failed at the 2 <sup>nd</sup> and 3 <sup>rd</sup> tendering processes because no bidders participated in the bidding.
	3 <sup>rd</sup> Tender: 01/21/2009	
	4 <sup>th</sup> Tender: 02/11/2009	GF4-970-272-1 for 5810 tons on a global basis. 2,500 tons were awarded at the 4 <sup>th</sup> tender to six bidders at the range of <b>NT\$8.2/kg to NT\$9.0/kg</b> .
	5 <sup>th</sup> tender: 03/11/2009	GF4-970272-2 for 3,310 tons on a global basis. The 5 <sup>th</sup> tender was awarded to 3 bidders among 14 with respective quota amounts of 1,000 tons, 2,000 tons, and 310 tons all at one price <b>NT\$6.022/kg</b> .
	1 <sup>st</sup> tender: 12/30/2008	GF4-970-273 for 6,000 tons <b>Thai</b> origin rice: The tender completed at the 1 <sup>st</sup> tender processing was awarded to four importers handling Thai rice at one price <b>NT\$8.8/kg</b> (\$266.67/mt).
<b>Sub-total: 18,000 tons</b>		
SBS – Tranche 2	1 <sup>st</sup> Tender 08/25/2009	GF4-980-153 for 3,200 tons <b>U.S.</b> origin: 650 tons completed at the 1 <sup>st</sup> tender process held on 08/25 of which 160 tons was awarded at NT\$0.501/kg (\$15.22/mt), and 460 tons at NT\$0.720/kg (\$21.87/mt).
	2 <sup>nd</sup> Tender 09/03/2009	2,460 tons completed at the 2 <sup>nd</sup> tender process held on 09/03 of which 2,000 tons was awarded to one U.S. rice handler and 460 tons to another U.S. rice handler and all at NT\$0.503/kg (\$15.27/mt).
	3 <sup>rd</sup> tender is scheduled for 09/15/2009 for the remaining 90 tons.	
	1 <sup>st</sup> Tender 08/25/2009	GF4-980-154 for 4,000 tons <b>Australia</b> origin rice: Failed because no bidders participated in the bid.
	2 <sup>nd</sup> Tender 09/03/2009	Failed at the second tendering process because of no bidders participated in the bid again.
	1 <sup>st</sup> Tender 08/25/2009-completed	GF4-980-155 for 2,300 tons <b>Thai</b> origin rice: Tender successfully concluded and was awarded to 3 out of 20 bidders participating in the bid at NT\$8.720/kg (\$264.96/mt).
1 <sup>st</sup> Tender 08/25/2009	GF4-980-156 for 2,500 tons <b>Egypt</b> origin rice: Failed because only one bidder participated in the bid, which is invalid for competition.	

	2 <sup>nd</sup> tender 09/03/2009	2,000 tons completed at the 2 <sup>nd</sup> tender process held on 09/03 of which 1,000 tons was awarded at NT\$0.560/kg (\$17.01/mt), and another 1,000 tons at NT\$0.660/kg (\$20.04/mt).
<b>Sub-total: 12,000 tons</b>		
<b>Total SBS Quota: 30,000 tons</b>		
Normal Tender- 1 <sup>st</sup> Tranche of 20,005 tons on brown	1 <sup>st</sup> Tender is scheduled for 09/15/2009	GF4-980-171 for 10,000 tons U.S. origin medium/short brown rice
	1 <sup>st</sup> Tender is scheduled for 09/15/2009	GF4-980-172 for 8,700 tons U.S. origin medium/short milled rice (10,005 tons brown equivalent)
<b>Total Normal Tender Quota: 640,068 tons</b>		