

Directorate of Food Safety and Quality Assurance Private Bag X5015, Stellenbosch, 7599

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Dear Exporter,

The Department of Agriculture will start the next round of re-allocations for 2014 on 6 August 2014, and the process will be completed by the beginning of September.

Exporters who have not been using their quota up to a level of 40% of their allocation are at risk that their quota will be reduced. Exporters with a performance of less than 40% (export margin) must provide sound reasons why a reduction should not be implemented.

Please ensure that all your exports with a EUR 1 certificate have been linked to your quota. If the volume indicated under the EU Quota Used field on the report is not correct the EUR1 Certificate Report should be used to update the exports deducted from the EU Quota.

The EU Quota Re-allocation Report on Wine Online will be used to facilitate the responses regarding the reduction or retaining quotas.

The re-allocation of additional quotas will be done automatically by the system on the same principles as the original allocation, and requires no action from exporters. If you have thus used more than 40% of your quota, no action will be required as additional quota will be allocated automatically.

If no response is received by 29 August 2014 quotas will be reduced in proportion to the percentage below the export margin. The following procedure has to be followed if an exporter wishes to motivate to keep the full balance or a portion of the quota:

- The report can be found on Wine Online Route: Documentation / Reports / EU Re-Allocation Period Report;
- Select the Re-allocation Period;
- 3. Select the Product Group (Wine)
- 4. Click on Generate;
- 5. Should you wish to retain your unused quota change the Keep Quota Y/N option to Yes:
- 6. Provide motivation in the column Keep Quota Comments;
- 7. Once the desired fields have been completed the user must click on submit (Update Report) to commit the changes;
- 8. Any enquiries on the use of the system must be addressed to Stellenbosch Office (021-809-1602);
- 9. Any enquiries on the quota reduction can be addressed to KhumoB@daff.gov.za; or telephone (012-319-8083).