U.S.-Japan Trade Agreement **Whey**

United States Department of Agriculture Foreign Agricultural Service



Overview: In 2024, the United States exported \$45 million of whey products to Japan, making Japan the #5 overseas market. The United States accounted for nearly 26 percent of Japan's total whey imports. Most U.S. whey is imported through Japan's WTO quotas. The years below correspond to Japan's fiscal year beginning April 1.

Product Name Japan Customs HS Code	Base Rate	Year 7 (2025)	Year 8 (2026)	Year 9 (2027)	Final Tariff (Year)	2024 Imports from U.S.
Within U.S. Country-Specific Quota Grows from 5,400 to 9,000 metric tons by 2028						
Whey permeate, less than 5% protein*** 040410-135/145	29.8%+ 425 yen/kg		Free		Free (2019)	\$3,202,536 ++
Intended for powdered infant formula** 040410-145/185	29.8%+ 425 yen/kg*** or 687 yen/kg****		Free		Free (2019)	\$3,202,536 /\$0
Mineral concentrated with ash content of 11% or more 040410-125/165	29.8% + 425 yen/kg*** or 687 yen/kg****		Free		Free (2023)	\$1,269,556
Out of U.S. Country-Specific Quota						
45% or more protein**/*** 040410148	29.8%+ 425 yen/kg		Free		Free (2023)	\$1,217,301
45% or more protein*/**** 040410178	29.8%+ 687 yen/kg		Free		Free (2023)	\$0
45% or more protein*** 040410128 ⁺	29.8% + 425 yen/kg		Free		Free (2023)	\$0
Between 25% and 45% protein 040410-127+/137/147/167+/177/187	29.8%+	22.7%*/ 16.2%**+ 26.0 yen/kg	21.0%*/ 15.0%**+ 24.0 yen/kg	19.2%*/ 13.7%**+ 22.0 yen/kg	Free (2038)	\$173,812
Less than 25% protein 040410-126+/136/146/166+/176/186	425 yen/kg*** or 687 yen/kg****	18.6%*/ 13.3%**+ 21.33 yen/kg	16.3%*/ 11.6%**+ 18.67 yen/kg	14.0%*/ 10.0%**+ 16 yen/kg	Free (2033)	\$784,732
Colored in blue, for feed**/*** 040410145	29.8%+ 425 yen/kg		Free		Free (2019)	\$3,202,536 ++
Colored in blue, for feed*/**** 040410175	29.8%+ 687 yen/kg		Free		Free (2019)	n/a
Unprocessed fresh whey 040410200	21.3%	5.8%	3.8%	1.9%	Free (2028)	n/a

*containing added sugar **no added sugar ***5% fat content or less ****greater than 5% fat content †mineral concentrated ++ based on imports of HS 0404010145

Safeguard: There are two safeguards for U.S. whey. A safeguard on whey powder (less than 25% protein) started at 1,100 MT, growing to 1,250 MT by 2022. A safeguard on whey protein concentrate (between 25% and 45% protein) started at 1,000 MT, growing to 1,100 MT by 2022. Beginning in 2023, both safeguard triggers will be calculated as an aggregate of imports from United States and members of the Comprehensive and Progressive Agreement for Trans-Pacific Partnership. The safeguard for whey powder could be terminated as early as 2034, while the safeguard on whey protein concentrate could be terminated as early as 2034.

Additional Resources: Further information is available at <u>www.usdajapan.org</u>. For additional questions, please contact the USDA Agricultural Trade Office at <u>atotokyo@usda.gov</u>, Tel: 81-3-3224-5115.