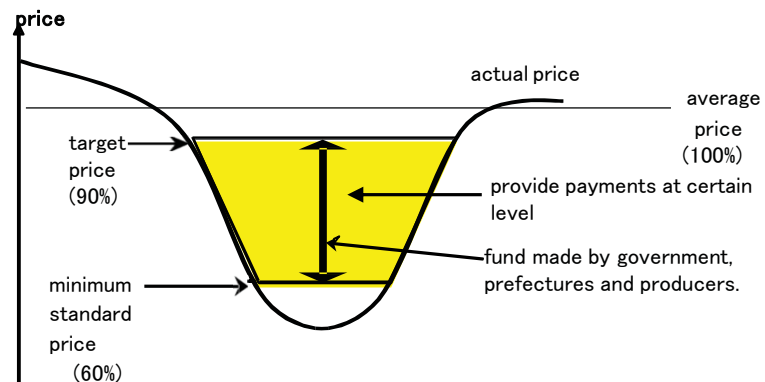


# Japan's Vegetable Price Stabilization System

To ensure stable vegetable production and supply to consumers, ALIC provides payments to producers of major vegetables such as cabbages, daikon radish, hakusai (Chinese cabbage), onion, when the price falls below the target price.

Basic Scheme



**<Specified Vegetables(15 items)>**  
 Cabbage, Cucumber, Satoimo taro, Daikon radish, Onion, Tomato, Eggplant, Carrot, Green onion, Hakusai(Chinese cabbage), Potato, Bell pepper, Broccoli, Spinach, Lettuce

**<Designated Vegetables(34 items)>**  
 Asparagus, Strawberry, Edamame, Turnip, Pumpkin, Cauliflower, Sweet potato, Greenpeas, Burdock, Komatsuna Chinese cabbage, String bean, Field pea Garland chrysanthemum, Ginger, Watermelon, Sweet corn, Celery, Broad bean, Chingensai, Shiitake mushroom, Leek, Garlic, Butterbur, Potherb mustard, Honeywort, Melon, Yamano yam, Lotus root, Okra, Sweet green pepper, Balsam pear, Japanese ginger, Shallot, Scallion

	Specified Vegetables	Designated vegetables
Target vegetables	15 items	34 items
Condition of producing area	20 ha (vegetables grown outdoors)	5 ha
Fund proportion (government:prefecture:producer)	3:1:1 ( 60% : 20% : 20%)	1 : 1: 1 (※) ( 33% : 33% : 33%)
Average price	calculated based on average	whole sale prices of last 6 years
Target price	90% of average price	80% of average price
Minimum standard price	60% of average price	55% of average price
Compensation ratio	90% (in principal)	80%
Recipient	producer,shipper	producer,shipper

(※) The fund proportion of asparagus,pumpkin,sweetcorn and broccoli is 2:1:1(50%:25%:25%)

# Emergency Supply & Demand Stabilization Measure

- To deal with fluctuating vegetable harvest and prices,ALIC provides payments to producers of important major vegetables, who have carried out effective utilization and have withdrawn from the market, when the price falls significantly.
- ALIC also provides payments to producers' associations shipping vegetables ahead of schedule,or irregular second-grade vegetables which are not usually shipped, when the price rises significantly.

## ■ Basic Scheme of Emergency Measure

### (1) Target Vegetables(10 items)

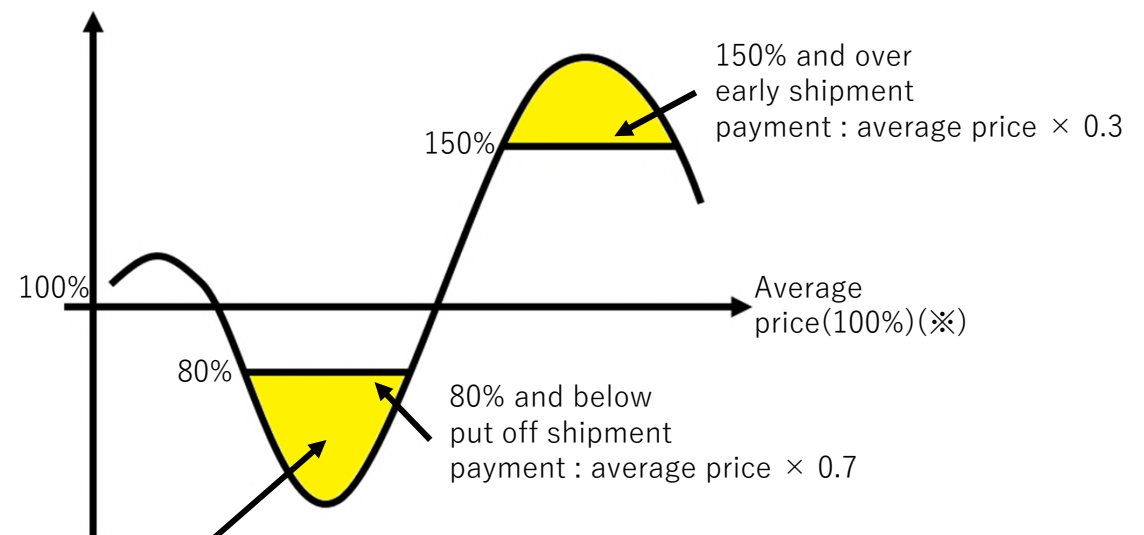
〈Most important major vegetables(4 items)〉  
 Cabbage(all season), Onion(all season),  
 Daikon radish(autumn, winter),  
 Hakusai (Chinese cabbage)(autumn,winter)

〈Important major vegetables(6 items)〉  
 Daikon radish (spring ), Daikon radish(summer) ,  
 Hakusai (Chinese cabbage) (spring),  
 Hakusai (Chinese cabbage)(summer),  
 Lettuce(all season), Carrot(all season)

### (2) Fund Proportion

Government : Producer = 4 : 1(80%:20%)

## ■ Trigger and payment



- 80% and below
- shipment for process use  
 payment : average price × 0.7-processing & sales expenses
  - effective utilization for food bank etc.  
 payment : average price × 0.7
  - segregation from the market  
 payment : average price × 0.7

※Average price is calculated based on average whole sale prices of last 6years.