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Report Highlights:

This report is an annual update of Venezuela's agricultural product import standards and enforcement mechanisms for U.S. exporters of agricultural commodities, foods, and beverages. Venezuela remains a promising market for U.S. agricultural products. U.S. agricultural exports to Venezuela have grown by 360 percent since 2019 to \$809 million. U.S. sanctions exempt transactions related to the export of agricultural and food products and do not prevent the issuance of export certificates by the USDA.

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DISCLAIMER: This report was prepared by the Office of Agricultural Affairs of the USDA Foreign Agricultural Service. While every possible care was taken in the preparation of this report, the information provided may not be completely accurate either because policies have changed since its preparation, or because clear and consistent information about these policies were not available. It is highly recommended that U.S. exporters verify the full set of import requirements with their foreign customers, who are normally best equipped to research such matters with local authorities, before any goods are shipped. FINAL IMPORT APPROVAL OF ANY PRODUCT IS SUBJECT TO THE IMPORTING COUNTRY'S RULES AND REGULATIONS AS INTERPRETED BY BORDER OFFICIALS AT THE TIME OF PRODUCT ENTRY.

Some links to websites in this document may not function depending on physical location of the accessing device or the network.

In January 2019, diplomatic relations ended between Venezuela and the United States. As such, USDA is unable to officially verify information provided here with the host country. Exporters are strongly advised to work closely with Venezuelan importers to confirm the information contained in this report.

Note for Exporters: The U.S. Department of the Treasury's Office of Foreign Assets Control (OFAC) administers economic sanctions related to Venezuela. Exporters should consult with the <u>OFAC U.S.</u> <u>Department of the Treasury</u> website for further details. These sanctions exempt transactions related to the export of agricultural and food products and do not prevent the issuance of export certificates by the USDA.

Executive Summary

Between 2011 and 2020, Venezuela experienced a lengthy recession, with the economy losing 86.6 percent of its GDP. However, beginning in 2021, the Venezuelan economy started stabilizing due to tacit economic liberalization, informal dollarization, and lower inflation. In turn, the steep fall in agricultural production, imports, and food consumption levels halted, even growing in some categories. In 2022, the Venezuelan economy grew by 10 percent and is expected to grow at a more moderate rate of 5 percent in 2023 due to rising inflation and the devaluation of the Bolivar.

Total agricultural imports fell to an all-time low in 2019 to \$1.33 billion but have grown significantly since then to \$3 billion in 2022. When comparing market share by volume, the United States was the largest supplier of agricultural and food products in 2022 (33 percent market share), followed by Brazil (32 percent market share). Since 2019, U.S. exports have recovered despite the fragile economic situation. In 2022, exports of U.S. agricultural products totaled \$809 million, growing by 28 percent compared to 2021 and 360 percent compared to 2019. During the last year, the top U.S. exported products were soybean meal (\$236 million), corn (\$134 million), wheat (\$93 million), soybean oil (\$86 million), and prepared foods (\$54 million).

Venezuela's food and agricultural regulatory system is intricate, with laws, conventions, and rules that can be inconsistently applied. Although some government agencies involved with import regulations and procedures have online processing systems available, these systems have sporadic failures and might be difficult to access from outside Venezuela. Many exporters rely on reliable, local partners to navigate importing and registering products.

Section I - General Food Laws

Food Laws

The Official Gazette (in Spanish: *Gaceta Oficial*) is the principal legal publication that announces updates, changes, and new norms and regulations. It is available online at: <u>http://www.imprentanacional.gob.ve</u>

1. General Food Norms

Venezuelan legislation governing domestically produced and imported processed food products, beverages, additives, and coloring agents for foods destined for human consumption are contained in the General Food Norms. This food safety regulation outlines all requirements, including labeling, which processed food products must fulfill prior to commercial sales. The norms also require registration for locally produced and imported processed food products. Complementary norms were established on March 3, 1996 (Official Gazette N° 35,921). An online version of the Food Law and the Complementary Norms is available at the following website: http://inhrr.gob.ve/?page_id=3625

Although these norms were established in 1959 (Official Gazette N° 25,864), the regulation originally stated that the Ministry of Health (Spanish acronym: MINSALUD), along with the Ministry of Agriculture and Lands (Spanish acronym: MAT), were responsible for controlling the quality of food products destined for human consumption. However, the Ministry of Food (Spanish acronym: MINPAL)

has taken over this specific task. MINSALUD enforces food recalls and advises MINPAL on whether to issue bans on locally produced and imported processed food products deemed harmful to human health.

2. Law on Animal and Plant Health Defense/Comprehensive Agricultural Health Law

The Law on Animal and Plant Health Defense establishes regulations, conditions, and prohibitions for imports and exports of animal and plant products. The goal is to control plant and animal disease and pest outbreaks that may affect both animal and plant products and relate to the study and prevention of diseases, plagues, and all other harmful agents to animals and vegetables and their products. The National Institute of Integral Agriculture and Animal Health (Spanish acronym: INSAI) is the regulatory enforcement agency for these laws. It was published in the Official Gazette N°20,566 on August 15, 1941. The Comprehensive Agricultural Health Law from June 2008, published in the Official Gazette N° 5.890, replaced the Law on Animal and Plant Health Defense (in Spanish: Ley sobre Defensas Sanitarias Vegetal y Animal). An online version of the Comprehensive Agricultural Health Law is available at http://www.insai.gob.ve/?page_id=145.

3. Seed Law

On December 28, 2015, the Maduro regime published a new Seed Law (Gaceta Oficial 6.207), which banned modern agricultural biotechnology's use, application, and research in Venezuela. The law prohibits the following techniques:

- In vitro nucleic acid techniques, including the recombinant DNA technique and the direct injection of nucleic acids into cells or organelles
- The fusion of cells of species beyond the taxonomic family, which exceed the natural barriers of reproduction or recombination and are not techniques used in traditional reproduction and selection

This law also prohibits the production, import, use, release, and multiplication of transgenic or genetically engineered seeds and the granting of copyright protection and patents on any type of seed. Violators of this law can be subject to sanctions ranging from fines to imprisonment. An online version of the Seed Law of 2016 is available at: <u>https://www.fao.org/faolex/results/details/en/c/LEX-FAOC151761</u>.

4. Good Manufacturing Practices

Venezuelan Good Manufacturing Practices regulations established the rules for manufacturing, storage, and transportation practices of foods for human consumption, published in the Official Gazette N° 36,081, dated July 11, 1996. MINSALUD and the National Superintendence for the Protection of Socioeconomic Rights are the regulatory enforcement entities for these regulations.

5. Law for the Defense of the People in the Access to Goods and Services

The Law for the Defense of the People in the Access to Goods and Services (Spanish acronym: SUNDDE) is one of the more encroaching laws for the agriculture and food sector, enacted on July 31, 2008, by Presidential Decree. The objective is "the defense, protection and safeguard of individual and collective rights and interests in the access of people to goods and services for the satisfaction of their needs... and to establish penalties, sanctions and compensation for injury; as well as to regulate its application ...with the active participation of communities." Venezuela amended the law on February 1, 2010, and published it in the Official Gazette No. 39,358. SUNDDE enforces the law and has the

authority to inspect and, if necessary, shutdown points of sales, manufacturing and processing facilities, and warehouses.

6. Law on Fair Costs and Prices

The Venezuelan Law of Profits, Costs, and Fair Prices went into effect in November 2011 and later amended in January 2014. SUNDDE is the primary regulatory authority enforcing the law. The law aims to stabilize prices, guarantee access to goods, and to attack inflation. The new regulatory authority will establish the standards for the National Registry of Prices of Goods and Services, as well as regulating prices. Under this law, SUNDDE has the authority to set maximum retail prices or price ranges for goods and services. An online version of the Law of Profits, Costs, and Fair Prices is available at: http://www.mppp.gob.ve/wp-content/uploads/2018/05/GacetaOficialnúmero40.340.pdf

Section II - Labeling Requirements

There are currently three sets of documents on labeling requirements in Venezuela. These include:

- The General Food Norm
- The Law for the Defense of People in the Access for Goods and Services
- The General Standards for Labeling of Packaged Foods (Venezuelan Commission for Industrial Norms, COVENIN No. 2952:2001)

An online version of the General Standards for Labeling of Packaged Foods is available at: <u>http://www.sencamer.gob.ve/sencamer/normas/2952-01.pdf</u>

The MINSALUD oversees processed food labeling in Venezuela. Labeling is mandatory for domestically produced and imported food products. MINSALUD authorities may require the elimination or modification of any paragraph or phrase concerning a particular product and recommend the addition of any paragraph or phrase they deem necessary. An informal summary of the relevant labeling information is following.

Language

All labels must be in Spanish. MINSALUD must authorize a Spanish translation of the original/foreign label. The approved label must be affixed, stamped, sealed, or printed with indelible ink to the product prior to export because it must enter the country with its final labeling. The information on the label must be stamped, sealed, or printed with indelible ink. The use of computer technology for labeling is allowed. Suppliers are to inform the importer about the characteristics of the product. In addition, suppliers must also indicate the percentages of the components and ingredients of the product on the label. For approval, labels must be submitted through the online system of the MINSALUD Sanitary Health Service (Sistema de Información Automatizado de Contraloría Sanitaria), available at http://www.sacs.gob.ve/site/sistemas-en-lineas

The label must include the following:

- Brand name or trademark
- Descriptive name of the product
- Net weight or net content (only metric measurements are accepted)

- List of ingredients in decreasing order of importance
- Manufactured by (name of company) in (name of city, state, country)
- Imported by (name of importer/importing company)
- Special handling and storage requirements to keep the product safe, if any
- Cooking and oven temperatures must be indicated both in Celsius and Fahrenheit
- Detailed instructions for preparation or use
- Expiration date and/or minimum shelf life, in a legible, visible, and indelible form
- The MINSALUD registration number
- The SENCAMER (metrology) registration number

Other Specific Labeling Requirements

<u>Nutritional Labeling</u>: Only foods for special dietary use must include nutrient information on the label (according to the Official Gazette No. 31.106, dated November 9, 1976). Nutritional information must be expressed as a percentage of the recommended daily requirement set by the National Nutrition Institute (Spanish acronym: INN). Recommended Daily Nutritional Intake may be different from those in the United States. The complete list is available at the INN. The following additional information must appear on labels for processed foods that are marketed for specific dietary use:

- Energy value, protein, digestible carbohydrate, and fat contents (expressed in grams)
- Amounts of any nutrients claimed to have special nutritional value
- For vitamins A and D, nutrient content must be expressed in international units. For all other vitamins and minerals, nutrient content must be expressed in milligrams or micrograms.
- Energy values must be expressed in calories.

Labeling of foods for human consumption that contains high levels of sodium, sugar, saturated fats, and trans fats: According to resolutions No. 011 (Official Gazette No. 41,804 of January 21, 2020) and 137 (Official Gazette No. 42,271 of December 7, 2021), the Ministry of Health set new guidelines for the labeling of foods for human consumption containing sodium (Resolution No. 001), sugar, saturated fats, and trans fats (Resolution No. 137). For foods containing high sodium levels, the new labeling requirements are mandatory as of January 21, 2022. For foods containing high levels of sugar, saturated fats, and trans fats, the new labeling requirements will be mandatory as of December 7, 2024.

Sodium

Manufactured foods must comply with the labeling regulation whenever salt or any food additive or ingredient containing sodium is added in the manufacturing process and in which the final composition, the sodium content is equal to or greater than 600 milligrams of sodium per 100 grams of solid food and 300 milligrams of sodium per 100 milliliters of liquid food or beverages. Manufactured foods with sodium content equal to or higher than these parameters must have a black octagon-shaped figure with a white border on the front of the label or container label, with a text in Spanish inside that reads: "ALTO EN SODIO" (High Sodium). The label to be used is similar to the following:



Edible salt and sodium-based food additives are excluded from the regulation.

Details of this regulation are published in the Official Gazette No. 41,804 of January 21, 2020, available online at <u>http://www.imprentanacional.gob.ve</u>.

Sugar, Saturated Fats, and Trans Fats

Manufactured foods must follow the labeling regulation if they use any of these nutrients and that have in their final composition the amount established in the table below

Nutrients	If 100g of solid food contains	If 100 mL of liquid food contains
Added Sugars	Equal or higher than 11 g	Equal or higher than 5.5 g
Saturated Fats	Equal or higher than 5 g	Equal or higher than 3 g
Trans Fats	Equal or higher than 0 g	Equal or higher than 0 g

Manufactured foods with sugar, saturated fat, or trans-fat content equal to or higher than these parameters must have a black octagon-shaped figure with a white border on the front of the label or container label, with a text in Spanish inside that reads: "ALTO EN " followed by "AZUCAR," "GRASAS SATURADAS," or "GRASAS TRANS" as appropriate. The labels to be used are similar to the following:



The following foods are excluded from the regulation:

• Foods to which sugar, saturated fats, or trans fats have not been added in their manufacturing process

• Unprocessed or minimally processed foods, for example, fruits, vegetables, grains, seeds, cereals, cereals, meats, vegetable oils, sugars, raw materials for the food industry

Details of this regulation are published in the Official Gazette No. 42,271 of December 7, 2021, available online at http://www.imprentanacional.gob.ve

<u>Labeling for Baby Food</u>: There are no special labeling requirements for baby foods, though MINSALUD is concerned about the use of modified food starches. Mentioning processes used in modified food starches is strongly recommended at the time of product registration.

<u>Seasonings, Colorings, and Flavorings</u>: Locally produced and imported ingredients that could be used in the formulation or further processing of food products must be registered with MINSALUD. The names of spices used as seasoning, colorings, and flavorings of processed food products must be specified on the label.

<u>Health Claims</u>: Information about health claims is subject to the Ministry of Health's consideration and is subject to case-by-case approval.

<u>Products that may cause allergies</u>: If a product contains any potential allergens listed below, they must be enumerated on the label with a specific name as follows:

- Processed food products containing grain gluten (wheat, rye, oats, barley, spelt or any grain hybrid or product)
- Crustacean and by-products
- Eggs and by-products
- Fish and fishery products
- Soybeans and their products
- Milk and dairy products, including lactose
- Nuts and derived products

Section III - Packaging and Container Regulations

In general, the National Autonomous Standardization, Quality, Metrology, and Technical Regulations Service (Spanish acronym: SENCAMER) enforces packaging and container regulations. SENCAMER adheres to COVENIN established standards and norms, but the Codex Alimentarius guidelines apply in some cases. The MINSALUD established new manufacturing, storage, and transportation practices for foods for human consumption through Official Gazette N° 38,739, dated August 5, 2007 (which replaced the norms of Official Gazette N° 36,081, dated November 7, 1996). Containers, vessels, canning, bottling, and packing materials used to handle inputs or finished products should meet the following general requirements:

- Manufactured with materials suitable for that kind of food, such as glass, tin, plastic, paper, cardboard, or another material approved by MINSALUD authorities
- Must not transmit substances to the food beyond the allowed limits under the standards in force
- Shall not be used for any different purpose that might contaminate the food

All COVENIN standards related to food product packaging are available in the containers and packaging section at <u>http://www.sencamer.gob.ve/sencamer/action/normas-find</u>

Packaging Sustainability Measures

Venezuela does not have regulations addressing packaging sustainability measures.

Section IV - Food Additives Regulations

General definitions concerning food additives and contaminants are in COVENIN norm No. 910. U.S. exporters should note that some food additives authorized by the Food and Drug Administration in the United States are not authorized in Venezuela.

Some general guidelines concerning food additives are:

- COVENIN food standards specify food additives and contaminant tolerance levels.
- MINSALUD, using COVENIN standards, approves food additives during registration.
- In the absence of a COVENIN standard for specific food additives, MINSALUD will use guidelines from Codex Alimentarius to approve additives on a case-by-case basis.
- For sausages, ham, meat, and meat products in combination with other foods, the total level of nitrite and nitrate must be indicated.
- "Maximum Level of Chemical Residues" is based on Codex Alimentarius guidelines.
- When using monosodium glutamate (MSG), it would be useful to specify the level used for MINSALUD's health registration purposes.

Section V - Pesticides and Other Contaminants

INSAI is the government agency with authority to monitor pesticide residues in agricultural and processed food products arriving at Venezuelan ports. If INSAI suspects an agricultural or processed food product is contaminated with pesticides or similar products, they can recommend detaining products until further analysis proves otherwise. INSAI can recommend specific lab analyses to confirm contamination. However, MAT, MINAL and MINSALUD are responsible for enforcing product retention. If a lab's results confirm pesticide contamination, INSAI will destroy the products without compensation.

All domestically produced and imported pesticides require registration with INSAI. Venezuela does not have a national standard for pesticide Maximum Residue Levels (MRLs). However, regulations and guidelines concerning manufacturing, marketing, and use of pesticides fall under the "General Pesticide Regulations" (in Spanish: Reglamento General de Pesticidas), published in 1968 and updated in 1991 as per Official Gazette No. 34877, available at

http://www.cipram.com.ve/pdf/Decreto%201847%20Reglamento%20General%20de%20Plaguicidas.pd f. INSAI generally observes Codex Alimentarius "Pesticide Residue Tolerances Guidelines." Information about approved pesticides is available through INSAI's offices. INSAI maintains the list of prohibited or restricted pesticides and severely hazardous pesticide formulations (FPEP).

Section VI - Other Requirements, Regulations, and Registration Measures

Processed Food Products / Health Registration

All domestically produced and imported processed food products must be registered with MINSALUD's Sanitary Control Service (available at <u>www.sacs.gob.ve</u>), through the Food Hygiene Division prior to commercialization to Venezuelan consumers. Although Venezuelan law does not prohibit a foreign exporter from registering food products, a local consultant or agent may be a helpful resource to navigate the food registration process. Beverage alcohol products must be registered with MINSALUD.

The Venezuelan Food Industry Chamber (Spanish acronym: CAVIDEA) provides a suggested list of experts in the registry of food products. See Appendix I for details. The Norms Committee represents CAVIDEA members. See CAVIDEA's website for more details at <u>http://www.cavidea.org</u>

Below are general guidelines for registering a processed food product:

- All consumer-ready food products under the following Venezuelan Harmonized Schedule headings HS codes: 03,04,05,16,19,20,21 and 22 are subject to registration.
- Prior to importing consumer-ready food products, importers should obtain a registration number from MINSALUD.
- Processed foods unregistered in the country of origin cannot be registered in Venezuela.
- All new-to-market local or foreign processed food products must be submitted for registration before being imported. This new product will be subject to approval for registration by MINSALUD after several lab tests and to prove that it is apt for human consumption.
- The foreign exporter/seller is the owner of the product registration, although authorized importers can proceed with the registration process.
- The processed food product health registration is valid for five years; however, renewals are permitted.
- MINSALUD can consider exceptions to the registration process for food imported by government entities in Venezuela.
- If an imported product does not meet the minimum quality standards or does not have a health registration number, it could be confiscated and/or destroyed by MINSALUD authorities.
- Inspection at the point of sale is done by MINSALUD and SUNDDE authorities on a regular basis to determine if imported products are fit for human consumption, have a sufficient shelf life, or are thought to have been adulterated.

Obtaining a Health Registration Number for Processed Foods: Step-by-Step

In general, it takes 45 to 60 business days to register processed food goods with MINSALUD, but it often takes longer because of the high number of applications. You must submit an application for the Health or Sanitary Registration for Food (form SIE 5 197) from MINSALUD. Documents accompanying the application, certificate of free sale, and the authorization or a power of attorney to a representative or a local consultant or agent must be issued by foreign authorities, translated into Spanish, and authenticated or stamped (as per the Hague Convention on Foreign Public Documents). Documents required as part of this process include:

• A certificate of free sale and consumption issued by competent authorities in the country of origin, which states that the food has been authorized for human consumption, for processing, or for use as an input in food for human consumption in the country of origin, with a validity period of 12 months from the date of application (authenticated)

- Certificate of chemical, physical and microbiological test conducted by an accredited lab in the country of origin
- A power of attorney authorizing the Venezuelan representative to apply for health registration of the product in Venezuela (authenticated)
- A letter of authorization from the Venezuelan representative, if a third party is requesting the health registration on their behalf
- One sample of the food product
- Three copies of the original labels from the country of origin and three examples of the label for marketing the product in Venezuela, in Spanish
 - Labels should include the following information:
 - Descriptive name of the product
 - Trademark
 - Net weight
 - Net contents
 - List of ingredients in the manufacture of the product, in descending order
 - Manufactured by [company name], in [plant location]
 - Imported by [local importer/distributor]
 - MINSALUD registration number [#]
 - In the case of food products that require special storage conditions, these should be clearly indicated
 - Any other requirement listed by SENCAMER (COVENIN) standards, the General Food Norms, or specifications of MINSALUD
 - List of ingredients, including additives, colors, and preservatives

After submitting all the required documents, MINSALUD gives the authorization to conduct the corresponding laboratory testing for each food product to be registered. For meat, poultry, and dairy products, lab tests must be completed in the MINSALUD's main laboratory, the Rafael Rangel National Institute of Hygiene. MINSALUD designates (on a case-by-case basis) an accredited private lab to conduct food testing for all other processed food products. Lab results are submitted directly to MINSALUD. If the lab results are considered satisfactory, MINSALUD will assign a health registration number. Health registration numbers are published in the Official Gazette.

Samples for the Registration Process

As part of the health registration process, the U.S. exporter or Venezuelan importer must submit samples (no more than three) of each product or model for which registration is being sought to MINSALUD's previously designated and accredited Venezuelan laboratory. Samples without commercial value should meet the following requirements to obtain an exemption from the payment of import duties and value-added tax:

- The sender must be the product's manufacturer, representative, or authorized exporter.
- The addressee shall be a company or an importer with experience in this activity.
- All documentation (commercial invoices, transportation invoices, or others) shall contain annotations demonstrating that the products are samples without commercial value.
- Samples should be identified as having no commercial value. It is advisable to mark the package with the following wording "Muestras sin valor commercial para su registro en el Ministerio de Salud" (samples without commercial value for registration with the Ministry of Health).

The fees applied by the Venezuelan government for the sanitary registration of food products are available at <u>http://www.sacs.gob.ve/site/wp-content/uploads/2023/02/4.4Tarifas-de-las-Activ-Realizadas-SACS-Nivel-Central-Inoc-Alim-y-Beb-agosto-2022.pdf</u>

Facility and Product Registration Requirements

Animal Products and Unprocessed Plant Products

Imported products and sub-products of plant or animal origin, breeding animals, and plant breeding material are subject to the issuance of SPS permits from INSAI. INSAI is authorized to restrict or prohibit the importation, marketing, or use of animal and plant products. For these cases, INSAI's "Standing Technical Advisory Body" will recommend the appropriate course of action based on a risk analysis.

The general guidelines for importing animal and plant products are:

- The importer, exporter, or producer must register with INSAI. The validity of this registration is indefinite, but it can be canceled due to non-compliance with dispositions stated by pre-established laws and regulations.
- Prior to importing animal products and/or unprocessed plant products, importers should request and obtain an SPS import permit from INSAI.
- Specific SPS statements (treatment and other conditions) for each type of product are determined by INSAI on a case-by-case basis.
- The import permit issued by INSAI requires specific SPS statements.
- INSAI's SPS import permits have a non-renewable period of validity between 60 and 90 days, depending on the product.
- Sanitary health import permits are issued for animal products and livestock-farming inputs (validity of 60 days).
- Phytosanitary import permits are issued for plant products (validity of 90 days).
- Import permits are only for one shipment and one pre-designated port of entry.
- Every shipment must have an import permit issued by INSAI and its corresponding U.S. Animal and Plant Health Inspection Service (APHIS) or U.S. Food Safety Inspection Service (FSIS) export certificate.
- The "remarks" section of the APHIS or FSIS export certificate should include the specific SPS statements in English and Spanish.
- No product should be loaded in a vessel before the import permit is received, and the corresponding sanitary statements from a competent authority are included in the export documentation.

Seeds

INSAI issues seed import permits after conducting the pest risk analysis and assessing the corresponding results. INSAI will provide requirements for the pest risk analysis on a case-by-case basis. Both locally produced and imported seeds require registration through the National Institute of Agricultural Research at the Division of the National Seed Service.

Processed Animal Products

A U.S. Department of Agriculture FSIS certificate must accompany each shipment of meat and poultry and/or processed animal products. Venezuela accepts imports from all FSIS-approved plants for meat products that have market access to Venezuela. All federally inspected meat and poultry plants are eligible to export to Venezuela. Importers must have an import permit before shipping unprocessed meat and poultry products.

Other Certification and Testing Requirements

Inspections

The MINSALUD and/or INSAI officers inspect products based on the type of imported product. The MINSALUD inspects processed products, while INSAI inspects non-processed animal and plant-origin products. INSAI handles phytosanitary inspections which address plant pests and diseases. Sanitary inspections address human health concerns associated with hazardous pathogens and are handled by MINSALUD. No matter the type of agricultural and processed food products, all imports are subject to inspection by the National Integrated Tax Administration Service (Spanish acronym: SENIAT), the National Guard (in Spanish: Guardia Nacional), and the Anti-Drug Command. There are no inspection fees.

Control of Products at Ports of Entry

The General Food Law authorizes MINSALUD, INSAI, the National Guard, and SENIAT authorities to reject, confiscate, or destroy imported food and agricultural products if:

- Documentation is incomplete
- Permits are invalid
- The product is unfit for human consumption
- The product has an insufficient shelf life
- Adulterated products

Rejected cargo can be temporarily stored at the port of entry at the importer's expense until the appeals procedures have been completed. In cases where imports are confiscated or destroyed because competent authorities have judged them to be unfit for consumption, importers are not eligible for compensation.

Section VII - Other Specific Standards

No available information at this time.

Section VIII - Trademarks, Brand Names, and Intellectual Property Rights

The Intellectual Property Registration Service (Spanish acronym: SAPI) is responsible for intellectual property rights administration in Venezuela. While Venezuela is a member of the World Intellectual Property Organization and remains a signatory to various international intellectual property agreements, until recently, it applied Andean Community regulations. Through Andean Community Decision 486, Venezuela ratified the provisions of the WTO Agreement on Trade-Related Aspects of Intellectual Property Rights. Even though Venezuela is no longer a member of the Andean Community, Andean Community regulations for trademark protection are still valid in Venezuela.

Brand Name and Trademark Registration Process

All brand names and trademarks of local and imported processed food products to be sold in Venezuela must be registered with SAPI. Usually, brand name and trademark registrations are among the services specialized law firms provide in Venezuela. The procedures for the registry of brands are available online at: <u>https://sapi.gob.ve</u>

The basic guidelines for the registration of brand names and trademarks are:

- Prior to registering, a name search should be conducted.
- Approval or rejection of a brand name is based on phonetics and spelling matches with brands for similar products.
- Approved and registered brand names are published in quarterly SAPI bulletins.
- All the documents relating to patents, designs, trademarks, etc., are published in the Industrial Property Bulletin.
- The process takes from three to six months to be completed.

Section IX - Import Procedures

The Maduro regime implemented the United Nations Customs Computerized System in most Venezuelan ports of entry. By law, only nationals and private customs agencies with Venezuelan local staff can conduct customs procedures. A customs agent assesses customs fees, port charges, and taxes and fills out paperwork. The customs agent's fee is one percent of the cost, insurance, and freight (CIF) value, plus any other charges accrued during offloading. Clearing customs should take five to eight working days.

All imported goods presented at the ports of entry must be officially declared to SENIAT authorities within five days of arrival. Fines may be levied and applied to any shipment when the customs entry is made later than five days after the arrival date. When an importer either delays or refuses to claim a product arriving in Venezuelan ports, SENIAT will impound the goods not claimed, and, if steep fines and storage fees are not promptly paid, sell the goods at an auction.

All shipments must be made on a direct consignment basis. Customs regulations stipulate that the consignee is the shipment owner and is responsible for all customs payments. Importers must register all products with MINSALUD's Comptroller prior to placing the product on the Venezuelan market.

Import Duties

Import duties are calculated using the WTO Harmonized Scheduled Tariff classification system on the CIF value of the products (using the commercial invoice as basis). They are assessed, due, and payable at time of arrival, in local currency, regardless of the currency listed on the commercial invoice. The VAT rate of sixteen percent is calculated based on the CIF value.

Customs Fees

SENIAT charges one percent of the CIF value for processing shipments and for the use of the port of entry. In some cases, an additional stamp fee is added to offset the cost of processing these imports. Both the SENIAT Customs & Port Fee and Customs Stamp Fee are calculated on CIF value. Procedures at the port of entry may include:

- A SENIAT agent must inspect incoming shipments. The SENIAT agent will compare the contents of the load to the import documentation such that it conforms to the invoices, packing lists, and other paperwork.
- Afterward, MINSALUD (or INSAI) inspects the goods.
- A SENIAT appraiser compares the declared invoice price with international prices to monitor for evidence of dumping or tax evasion.
- A customs agent assesses customs, port charges, and taxes and completes a liquidation form.
- SENIAT and port authorities stamp the liquidation form, accompanied by the required MINSALUD import permits.
- The customs agency deposits the amount due in a SENIAT account in a local bank and presents the deposit slip to SENIAT and port authorities to obtain final clearance.
- Customs releases the merchandise.

Document Requirements

According to Venezuelan customs regulations, all imports must be warehoused at the port of entry while customs clearance is being completed. All shippers are urged to provide all documents tendered for customs purposes in Spanish to avoid processing delays. The documents needed for customs clearance may include, but are not limited to:

- Customs declaration of value
- Commercial invoice (original invoice/no photocopies accepted)
- Insurance and freight must be listed separately on the commercial invoice.
- Bill of landing
- Certificate of origin
- Shipment manifest
- SPS certificate, if required
- Import license, if required

Import Tax Exoneration for Some Agricultural and Food Products

Since 2018, the Venezuelan public authorities have issued temporary tariff exemption decrees for food products, agricultural products, and raw materials. The list of products included in the exoneration decrees has been constantly modified without prior notice. The exoneration decrees and regulations are published in the Official Gazette.

Products that Can be Exempted from Import Tax

Live bovine animals	Meat of bovine animals, fresh, chilled, frozen, including boneless	Powdered milk, infant formula, and soy-based infant formula
Durum wheat and other wheat	Potato seeds	Sugar cane seed for sowing
Oilseeds (soybean, sunflower, cottonseed and palm nuts, and	White and yellow corn seed for sowing	Vegetables, for sowing: onion, broccoli, carrot, lettuce, and tomato

kernels) for sowing		
Dry beans, peas, and lentils for sowing	Dry beans, peas, and lentils	Protein concentrates and textured protein substances

Source: Official Gazettes of The Bolivarian Republic of Venezuela

Value Added Tax

Venezuela, through the SENIAT, applies a flat 16 percent Value Added Tax (VAT) on sales of domestically produced and imported food products. The VAT applied to imports is based on the total customs value. Certain food products from the basic food basket are VAT exempted.

Rice	Coffee, beans or grounded	Milk, soy-bases		
All flours of vegetable origin	Tuna, canned, natural	Cheese, white, hard		
Bread and pasta	Sardines, canned	Margarine and butter		
Eggs	Milk, crude or pasteurized	Poultry, fresh or frozen		
Salt	Milk, powdered	Certified seeds		
Sugar	Milk, infant formulas	Vegetables		

Products Exempted from VAT

Source: Official Gazettes of The Bolivarian Republic of Venezuela

Section X – Trade Facilitation

Some Venezuelan public agencies involved in importing food and agricultural products have made online systems available for the management of import procedures, certifications, and registrations. However, these systems may have sporadic failures and are generally difficult to access outside Venezuela. To date, Venezuela has not ratified the World Trade Organization's Trade Facilitation Agreement.

APPENDIX I: Government Regulatory Key Agency Contacts

Foreign Agricultural Service (FAS) Office in Caracas

Email: <u>CaracasFAS@fan.gov</u> Note: As of March 2019, the Office of Agriculture Affairs and the U.S. Embassy in Caracas are closed until further notice. Please contact the Office of Agriculture Affairs at the U.S. Embassy in Bogota, Colombia at <u>AgBogota@usda.gov</u> with any Venezuela-related questions.

Ministry of Food

Av. Andrés Bello - Edificio "Las Fundaciones" Municipio Libertador, Caracas Tel: (58-212) 577-0257 / 395-7474 Fax: (58-212) 578-2647 <u>http://www.minpal.gob.ve</u> Email: oirp@minal.gob.ve

The Ministry of Food (Spanish acronym: MINPAL) is responsible for ensuring food safety. Imports and exports of food for human consumption are also under the authority of MINPAL through the issuance of import permits, licenses, and any other document needed for agricultural and processed food products. MINPAL supervises almost every aspect related to the production, distribution, and storage of food for human consumption.

Ministry of Agriculture and Lands

Av. Urdaneta, Edificio "MAT" Esquina de Platanal a Candilito La Candelaria, Caracas Tel: (58-212) 509-0347/ 0348/ 0359/ 0360/ 0361 <u>http://prensamat.blogspot.com</u> Email: <u>relacionespublicasmat@gmail.com</u>

The Ministry of Agriculture and Lands (Spanish acronym: MAT) is responsible for promoting sustainable development of the Venezuelan agricultural and livestock sectors through the support, direction and evaluation of agricultural activities.

National Institute of Integral Agriculture and Animal Health

Av. Principal Las Delicias Edif. INIA, Maracay, Edo. Aragua Tel. (58-243) 242-8062 <u>http://www.insai.gob.ve</u> Email: <u>presidencianuevoinsai@gmail.com</u>

The National Institute of Integral Agriculture and Animal Health (Spanish acronym: INSAI) is the principal MAT's sanitary/phytosanitary (SPS) agency. INSAI is responsible for managing and protecting domestic agricultural production, including ensuring the legislation and compliance of SPS regulations for preventing the introduction or spread of diseases and pests that threaten sustainability and food sovereignty. Among its functions is the regulation of the export, import, and internal transfer of animals

and plants as well as agricultural products and by-products. INSAI's charge is to guarantee the nation's comprehensive agricultural health and is the counterpart to the U.S. Department of Agriculture (USDA) Animal and Plant Health Inspection Service (APHIS).

Ministry of Fishing and Aquaculture

Av. Lecuna, Torre Este, Parque Central, piso 17 Caracas Tel. (58-212) 577-76-45. (58-212) 574-43-11 <u>http://minpesca.gob.ve/</u> Email: <u>atención@minpesca.com</u>

The Ministry of Fishing and Aquaculture (Spanish acronym: MPA) is responsible for the regulation and promotion of the national fisheries and aquaculture sectors. MPA promotes production, industry development, and related marketing activities that support domestic product demand and promote international trade. In addition, MPA regulates the fisheries and aquaculture sectors through the Fishing and Aquaculture Institute.

Fishing and Aquaculture Institute

Av. Santa Lucia con Av. Principal del Bosque y Santa Isabel Urb. El Bosque, Torre Credicard, piso 9. Caracas Tel. (58-212) 593.86.91 . (58-212) 951.39.86 <u>http://insopesca.gob.ve/</u> Email: <u>info@insopesca.com.ve</u>

The Fishing and Aquaculture Institute (Spanish acronym: INSOPESCA) is the regulatory arm of MPA that establishes and implements policies that support the sanitary development of the fishing and aquaculture sectors.

Ministry of Health

Av. Baralt, Centro Simón Bolívar, Edificio Sur El Silencio, Caracas Tel: (58-212) 408-0000 <u>http://mpps.gob.ve/</u> Email: atencionalciudadanompps@gmail.com

The Ministry of Health (Spanish acronym: MINSALUD) regulates domestically produced and imported processed food products, beverages, additives, and food colors destined for human consumption. MINSALUD has responsibility in developing and implementing food norms and regulations, such as enforcing food recalls and recommendations to other ministries to ban a local and/or imported food product hazardous to human health. The following are MINSALUD's key regulatory authorities for food products:

- The Sanitary Health Service (or Comptroller).
- The Rafael Rangel National Hygiene Institute.
- The National Nutrition Institute.

Sanitary Health Service (or Comptroller)

Directorate for Food Safety and Inspection Ministerio del Poder Popular para la Salud Av. Baralt, Centro Simón Bolívar, Edificio Sur, piso 3, Of. 313 El Silencio, Caracas Tel: (58-212) 408-1533/ 484-3066 Fax: (58-212) 483-1533 <u>http://www.sacs.gob.ve/site</u> Email: <u>sacsdireccion@gmail.com</u>

The Sanitary Health Service (or Comptroller), through the Directorate for Food Safety and Inspection, is responsible for registering processed food products. Imported and local products must be registered with the Comptroller before being sold in Venezuela.

Rafael Rangel Hygiene Institute

Gerencia de Control y Registro de Alimentos Ciudad Universitaria UCV, Los Chaguaramos, Caracas Tel: (58-212) 219-1670 / 219-1663 <u>http://www.inhrr.gob.ve</u> Email: <u>grcontrol@inhrr.gob.ve</u>

The Rafael Rangel National Hygiene Institute serves as the government's reference laboratory for all food testing. This is the only authorized institute to conduct food analysis for product testing and registration.

National Nutrition Institute

Av. Baralt, Esquina El Carmen Edificio INN El Silencio, Caracas Tel: (58-212) 482-6473 <u>http://www.inn.gob.ve</u> Email: <u>prensa@inn.gob.ve</u>

The National Nutrition Institute (Spanish acronym: INN) is responsible for establishing nutrition guidelines and recommended daily nutritional intakes.

Ministry of Commerce

Av. Lecuna, Torre Oeste de Parque Central Entrada Nivel Lecuna, Caracas Tel. (58-212)-596-7616 <u>http://mincomercionacional.gob.ve</u> Email: <u>atencionciudadanamppcn@gmail.com</u>

The Ministry of Commerce (Spanish acronym: MINCOMERCIO) has the primary responsibility for the industrial and commercial sectors of Venezuela, including policies regarding technical standards and intellectual property. MINCOMERCIO is also part of an inter-ministerial commission along with

MINPAL, MAT, and MINSALUD that define the criteria for allowing imports of agricultural and processed food products. The Ministry also supervises advertisements dealing with food, food quality, labels and health-related issues.

The following are MINCOMERCIO's agencies involved with agricultural and processed food products:

- The National Autonomous Standardization, Quality, Metrology, and Technical Regulations Service.
- The Intellectual Property Registration Service.
- The National Superintendence for the Protection of Socio-Economic Rights.

National Autonomous Standardization, Quality, Metrology, and Technical Regulations Service Av. Libertador, C.C. Los Cedros, Planta Baja La Florida, Caracas Tel: (58-212) 761-6474 <u>http://www.sencamer.gob.ve</u> Email: <u>acreditacion@sencamer.gob.ve</u>

The National Autonomous Standardization, Quality, Metrology, and Technical Regulations Service (Spanish acronym: SENCAMER) is responsible for technical standardization, quality control, metrology, and certification programs and maintains the register of mandatory technical regulations. Selected processed food products must be registered through SENCAMER. The former Venezuelan Commission for Quality and Industrial Norms (Spanish acronym: COVENIN) was the compiling body for technical standards and norms; however, that responsibility now lies with SENCAMER, but the name "COVENIN" has been kept for the published norms. Readers should note that the Fund for Standardization and Quality Certification (Spanish acronym: FONDONORMA) is no longer authorized to certify products and quality systems.

Intelectual Property Registration Service

Centro Simón Bolívar, Edificio Norte, Piso 4 El Silencio, Caracas Tel: (58-212) 481-6478 Fax (58-212) 483-1391 <u>https://sapi.gob.ve</u> Email: recepcionvirtual@sapi.gob.ve

The Intellectual Property Registration Service (Spanish acronym: SAPI) is responsible for the administration of intellectual property rights in Venezuela. SAPI has two main operational branches: 1) the Industrial Property Registration Directorate (Spanish acronym: DRPI) is responsible for granting patents, utility models, industrial designs, breeder certificates (for plant varieties), and the registration of trademarks, trade names, commercial slogans and appellations of origin; and, 2) the National Copyright Directorate (Spanish acronym: DNDA) has administrative responsibilities for registration, monitoring, and inspection in connection with copyright and related rights.

National Superintendence for the Protection of Socioeconomic Rights

Av. Libertador, C.C. Los Cedros, PB. La Florida, Caracas Tel: (58-212) 705-3100 (0-800-5658-786) http://www.sundde.gob.ve Email: sundde.rupdae@gmail.com

The National Superintendence for the Protection of Socioeconomic Rights (Spanish acronym: SUNDDE) is responsible for protecting consumers and end-users against fraudulent sales and promotions, overpricing, usury, and warranty incompliance. It has the authority to conduct on-site inspections of points of sale, manufacturing and processing facilities, and warehouses. SUNDDE's inspections can lead to the shutdowns of businesses and the expropriation of private sector property and manufactured goods.

National Integrated Tax Administration Service

Av. Blandín, C.C. Mata de Coco, Torre SENIAT La Castellana, Caracas Tel: (58-212) 274-4000/ 274-4026 <u>http://declaraciones.seniat.gob.ve</u> Email: <u>asistenciaaduanas@seniat.gob.ve</u>

The National Integrated Tax Administration Service (Spanish acronym: SENIAT) administers customs services and is responsible for the surveillance and control of imported and exported products through the borders and ports of Venezuela, as well as the assessment and collection of import duties and taxes. SENIAT observes the Organic Law of Customs and corresponding customs import and export procedures regulations. SENIAT has the authority to shut down businesses based on contraband charges or tax collection non-compliance.

Venezuelan Central Bank

Details on the currency exchange system are available at the Venezuelan Central Bank: <u>https://www.bcv.org.ve</u>

APPENDIX II: Other Import Specialist Technical Contacts

Venezuelan-American Chamber of Industry and Commerce. VENAMCHAM

2da. Av. de Campo Alegre Torre Credival, Piso 10, Ofic. A Caracas Tel: (58-212) 263-0833/267-20-76/64-81 Fax: (58-212) 263-20-60 <u>http://www.venamcham.org</u> Email: <u>eventos@venamcham.org</u>

Venezuelan Food Industry Chamber. CAVIDEA

Av. Principal de los Ruices Centro Empresarial Los Ruices, Piso 5, Ofic. 510 Caracas Tel: (58-212) 237-6183 Fax: (58-212) 237-9918 <u>http://www.cavidea.org</u> Email: <u>administracion@cavidea.org</u>

National Association of Supermarkets. ANSA

Av. Principal de los Ruices Centro Empresarial Los Ruices, Piso 1, Ofic. 116 Caracas Tel: (58-212) 234-4490 / 235-7558 Fax: (58-212) 238-0308 <u>https://twitter.com/ansa_venezuela</u> Email: <u>info@ansa.org.ve</u>

APPENDIX III: Food Products that can be Subject to Regulated Price Controls

Beef - several types, carcass meat Bologna sausage Bottled water Cheese - white, soft, Gouda, Dembo, Edam, Fymbo, Munster, etc. Chicken, whole, cut, breast, legs Chicken (feed for chicken) Cocoa (domestic production) Coffee (domestic production) beans, roasted and ground Corn (domestic production) white and yellow Corn flour Corn oil Fruit juices Infant formulas Jams/baby food Margarine Milk, infant formulas Oatmeal Pasta and bread Peas, lentils and black beans Pork – chops and pork ribs Powdered milk Refined sugar and brown sugar Rice Salt Sardines and tuna Sorghum Soy milk Soybeans Sunflower Sunflower oil Tomato sauce Vegetable oil – mix Wheat bread Wheat flour

Attachments:

No Attachments