# CONDITIONS AND CHALLENGES OF THE PLANT VARIETY PROTECTION IN INDONESIA

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SEMINAR ON BREEDER'S EXEMPTION IN PVP UNDER UPOV CONVENTION
JANUARY, 26<sup>th</sup> 2022







Indonesia Seed and Varieties System



PVP Law In Indonesia



Presumption about PVP



Responses to presumption



**Some Efforts** 

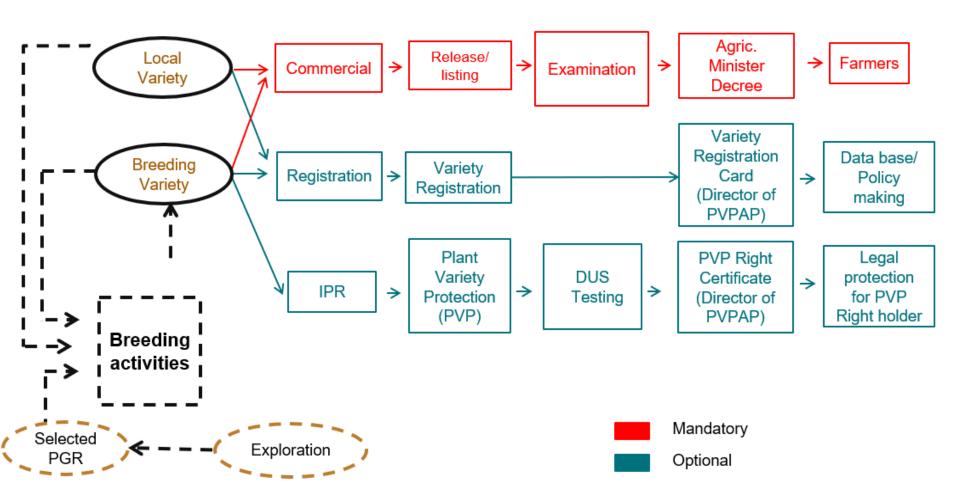


PVP Achievement





#### INDONESIA SEED AND VARIETIES SYSTEM



## Why PVP?

The plant breeding process takes a long time and high cost



Seed Companies/breeders want their investment are save and profitable



Indonesia has ratified the WTO Agreement by the Law No. 7 Year 1994

Document TRIPs Annex 1C, Article 27:

"Members shall provide for the protection of plant varieties either by patents or by an effective sui generis system or by any combination thereof".

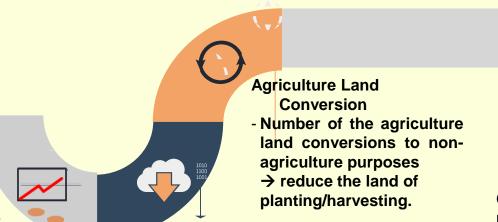


Seeds of plant varieties are easy to propagate/multiply



## THE CHALLENGES OF INDONESIAN AGRICULTURAL DEVELOPMENT

#### (Challenges for Plant Breeders):



Number of Population and growth

- Number: ± 270 million people
- Growth: ± 1.5%/year (4.05 million people/year or 11,096 people/day)

**Environmental issues** 

- Climate change
- Uncertain climate
- FloodDrought
- Explosive of pests/diseases Required the adaptive and environment friendly varieties.

Global business competition

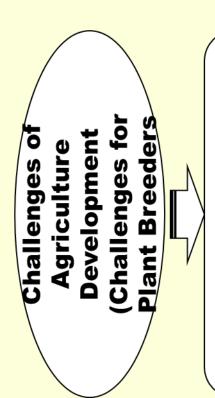
prices.

- WTO, AEC : Business competition is getting tougher → quality products and competitive

Consumer preferences

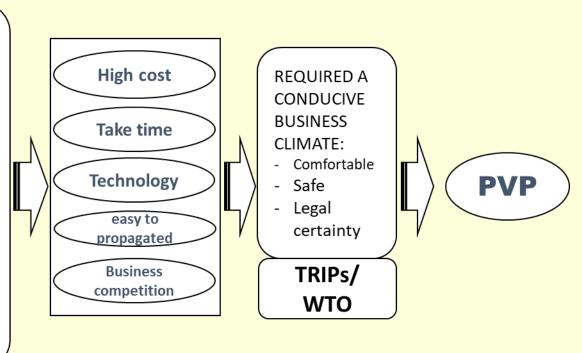
- Well educated and welfare people → Increased product quality demands

## LOGICAL FRAMEWORK OF PLANT VARIETY PROTECTION (PVP)

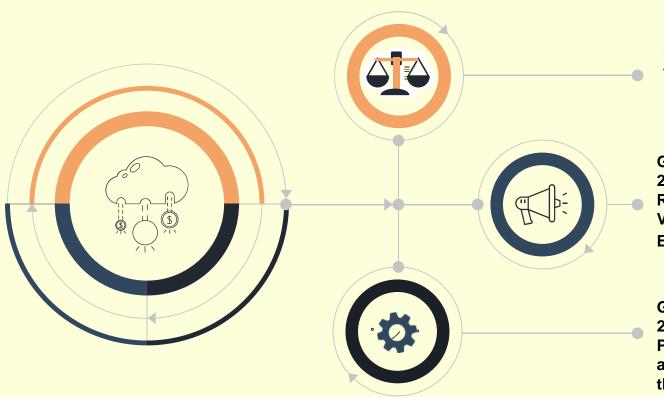


Needed new superior varieties:

- High productivity
- Tolerant to bio/abiotic stress
  - Meet to the consumers taste
- Shorter life
- Environmental ly friendly
- Etc.



## **LEGAL BASIS**



Law No. 29 of 2000 concerning the Plant Variety Protection

Government Regulation No. 13 of 2004 concerning Denomonation, Registration and Use of Original Varieties for the Production of Essential Derivative Varieties.

Government Regulation No. 14 of 2004 concerning Terms and Procedures for Transfer of PVP and Use of Protected Varieties by the Government.

### THE APPLICANTS OF PVP RIGHTS







The institution/ party that employs the breeder.



Parties who order varieties to breeders.



## Further rights recipients:

- Inheritance
- Grant
- Purchase
- Court decisions



## THE REQUIEREMENTS OF VARIETIES CAN BE PROTECTED

- Breeding variety
- Novel
- Distinct
- Uniform
- Stable
- Denomination

# IT IS NOT CONSIDERED AS A VIOLATION OF THE PVP RIGHTS (Exception)

Article 10 paragraph (1) of the Law No. 29 of 2000:

It is not considered as a violation of the PVP rights, if:

- a. The use of a part of the harvest of protected varieties is not for commercial purposes.
  - → individual activities, especially small farmers for their own purposes and does not include disseminating activities for the needs of their groups.
  - → the market share for the protected varieties is maintained and the interests of PVP rights holders are not harmed.

- b. Use of protected varieties for research purposes, plant breeding and create new varieties.
  - → Breeders are given the freedom to use protected varieties for breeding activities as parent crosses, as long as they are not used as original varieties to create the Essential Derived Varieties.

c. Use by the Government of protected varieties in the framework of food and medicine procurement policies (with due observance of the economic rights of PVP rights holders).

Government Regulation No. 14 of 2004 concerning the requirements and procedures for the transfer of PVP and the use of varieties protected by the government.

This provision is intended to accommodate the possibility of food insecurity and threats to health. The use by the government is one way to overcome this threat. However, its implementation must still pay attention to the interests of breeders or PVP rights holders, therefore the stipulation must be stated in the form of a Presidential Decree.



## SOME PRESUMPTIONS OF THE INDONESIAN PEOPLE ABOUT PVP





## **#1. PVP CAUSES THE SEED PRICES HIGH (?)**

PVP ensures that the circulating seeds are of different varieties than the existing ones, uniform and stable.

PVP rights are not considered in determining the price. PVP is more towards security.. if there is a violation case, we have guidelines to act...

(PT. EWSI).

PVP is related to legality, does not directly affect the price of seeds. The production component is a factor main price of seeds.. Even though PVP has become a symbol of luxury varieties.

PT. AMP

PVP is not be a consideration in determining the price of seeds

The factors affect seed prices:

- 1. Seed quality (production cost, purity, and vigor)
- 2. Factors of production (research, marketing costs)
- 3. Market price competition with competitors

PVP ensures that the circulating seeds are of different varieties than the existing ones, uniform and stable PVP is related to legality, does not directly affect the price of seeds.

## **#2. PVP** → legal sanctions for Farm saved seed users (?)

- Use of harvested seeds (farm saved seeds) for non-commercial purposes is allowed.
- Prohibited: use for commercial purposes (selling harvested seeds) and distributing them to other parties.



# #3. PVP will facilitate the entry of transgenic varieties that are harmful to the environment (?)



PVP application requirements for transgenic varieties must pass the food safety and environmental safety test from the Biosafety/Food Commission.

Article 3 of the PVP Law:

Varieties that cannot be given PVP are the varieties that use are contrary to the prevailing laws and regulations, public order, morality, religious norms, health, and environmental sustainability.







## **#4. PVP** will erode the national genetic resources (?)

- PVP will stimulate plant breeding in Indonesia, so that our germplasm will be protected by itself when used as a source of assembly material by researchers from national seed companies/breeding farmers who conduct selection/breeding of local varieties.
- In essence, the erosion of SDGs occurs not because of the implementation of the PVP system, but rather on irresponsible human behavior in exploring SDGs and selling them without complying with applicable legal rules.



- In the process of applying for PVP rights, a search is carried out on the origin and breeding activities.
- Explanation of Law No. 29 of 2000 "In accordance with the objectives of national development, the development of the agribusiness system must be directed at mobilizing the entire potential of the nation in utilizing biological diversity in the form of germplasm through the development of science and technology to produce new superior varieties that are beneficial to the welfare of farmers and the wider community. Given that currently there are no laws and regulations that comprehensively regulate and provide protection for businesses to produce and develop new varieties, the existence of the Law on Plant Variety Protection (PVP) is very important. This law is expected to provide a strong legal basis for efforts to encourage the creation of new superior varieties and the development of the seed industry. In its implementation, this law is based on basic principles that balance the public interest and PVP rights holders."

## **#5. PVP** is expensive (?)

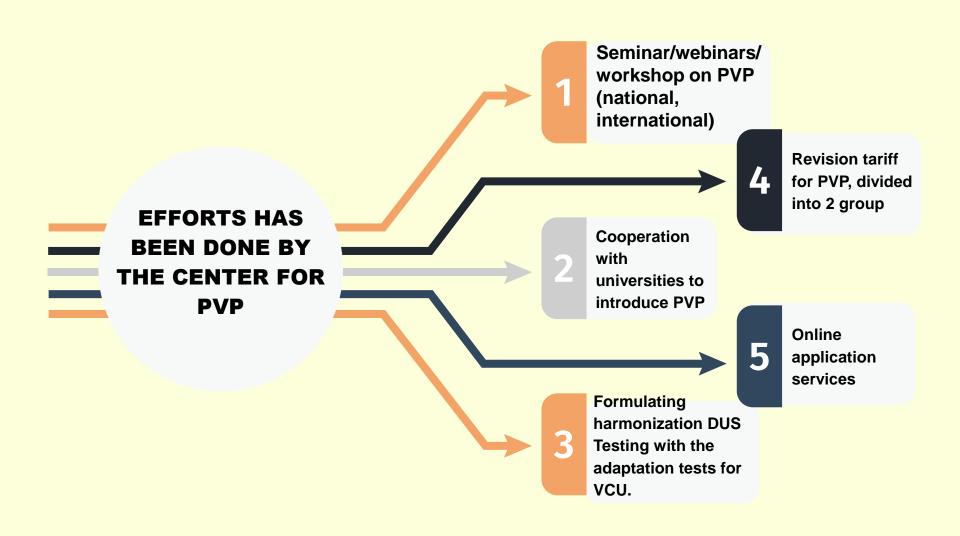
- Consistent with the Law of PVT and Government Regulation No. 35
   of 2016, all fee related with the application, examination and
   annual fee are charge to the applicant.
- There are some differences :
  - → Application fee : Group I (Individual breeders/farmers, governments, universities) : Rp.150k
    - Group II (others): Rp.250k
  - → Annual fee : Group I : Rp.750k
    - **Group II** : **Rp.1500k**
  - → In the future Government will give more attractive incentive for Group I, including examination fee.

# #6. There are no Farmer's Rights in the Indonesia PVP Law (?)

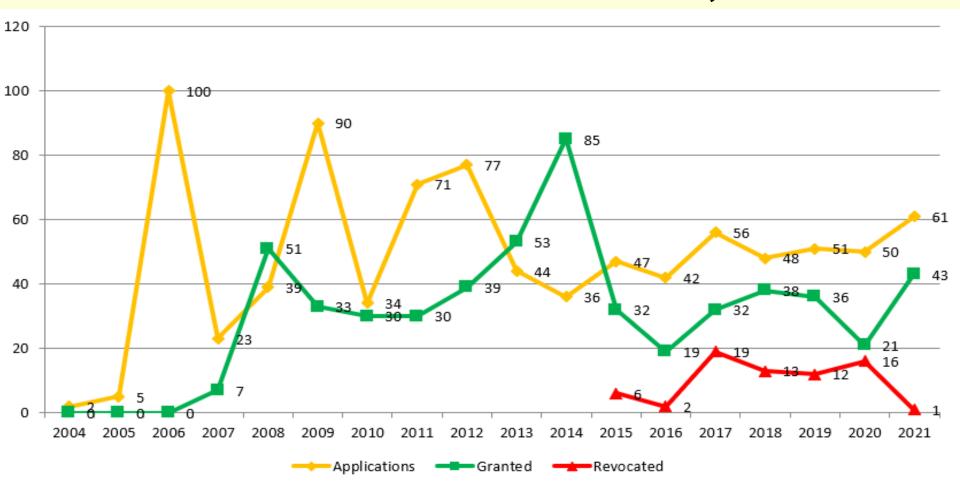
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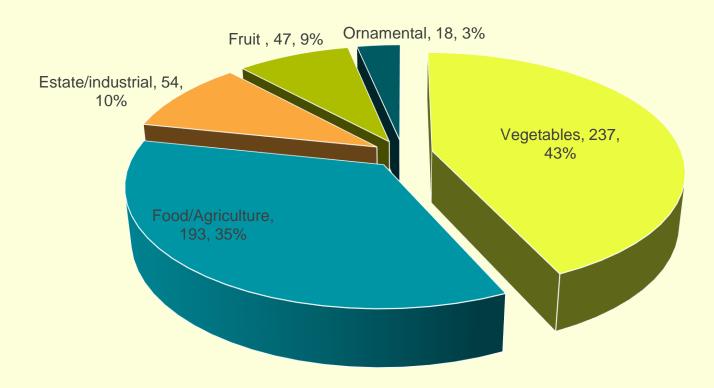
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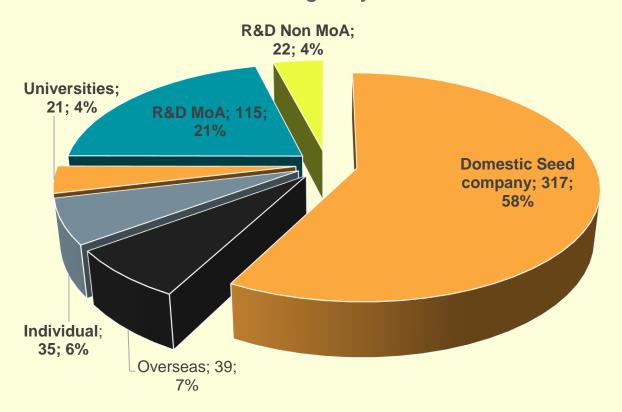
### Achievement of The PVP in Indonesia, 2004-2021



#### PVP Right by crop, 2021



#### PVP Right by Holder





Terima kasih Thank You