Economic Impact of Bycatch in Area 4CDE

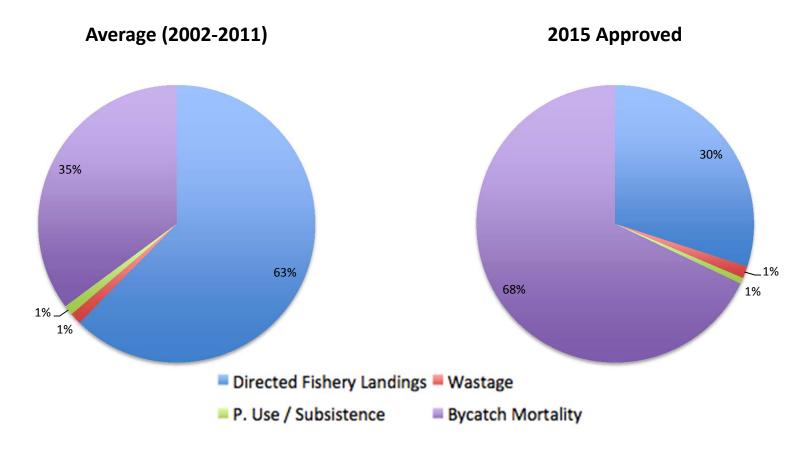
(millions of pounds, net weight)

(and the product of the second of the secon						
	1		Total O26 non-FCEY			ı
			Commercial Wastage,	O32/O26 Bycatch		
_	Year	TCEY	Personal Use	Mortality	FCEY	Ex-vessel Value
	2011	6.50	0.23	2.48	3.72	\$24,068,400
	2014	3.58	0.09	2.23	1.285	\$7,363,050
_	2015 Blue Line	3.48	0.05	2.91	0.52	\$2,979,600
	% Change from 2014	-2.8%	-44.4%	30.5%	-59.5%	-59.5%
	% Change from 2011	-46.5%	-78.3%	17.6%	-86.0%	-87.6%

^{*}Ex-vessel value is based on a simple average of the NMFS Standard Ex-vessel prices for the Bering Sea

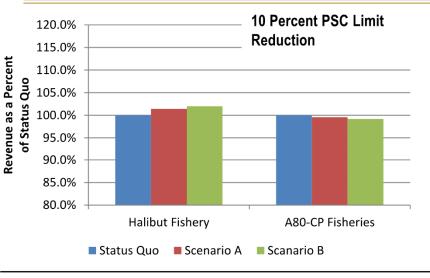
- The decline in exploitable biomass in Area 4CDE reduced the TCEY, and has resulted in a conservation effort taken in whole by the directed fishery
- Bycatch mortality in Area 4CDE increased over the same time period that the FCEY decreased
- 2015 Blue Line is shown as the current FCEY approved by IPHC is unlikely to be approved next year unless TCEY increases or bycatch mortality decreases

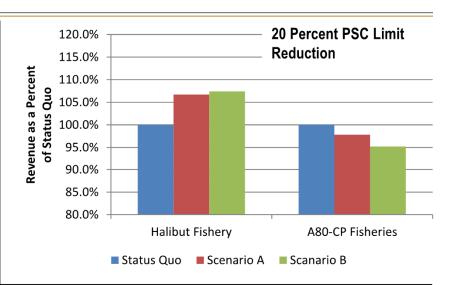
Comparison of O32/O26 Removals in Area 4CDE

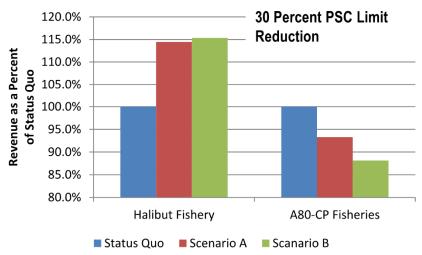


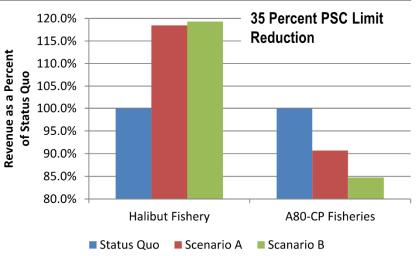
- 2002-2011 is the 10-yr period of time prior to sharp reductions in FCEY
- The distribution of O26/O32 removals has changed significantly since 2011
- Bycatch mortality now comprises the bulk the removals in Area 4CDE
- Note that in 2011, IPHC changed the deduction of bycatch from O32 to O26

Impact Percentages for A80-CP PSC Limit Reductions











BSAI Bycatch Cap Reduction

- Based on the 2015 TCEY, to achieve an Area 4CDE FCEY of 1,285,000 lbs., the total BSAI bycatch cap would need to be reduced by 42% to 2,567 MT (-26.1% from 2014 use).
- The current bycatch cap reduction options of 10% to 35% are not sufficient enough to result in any gains to Area 4CDE FCEY, under current conditions.
- A 50% reduction to the cap reduces it to 2,213 MT (-36.3% from 2014 use)
- The Area 4CDE directed fishery FCEY has already been reduced by 65% since 2011.
 - Based on the 2015 Blue Line TCEY, a 50% reduction to the bycatch cap a 36.3% reduction from 2014 use results in an Area 4CDE FCEY of 1,540,000 lbs. This is an increase of 196% from the Blue Line FCEY.

Note that these figures are based on NMFS and IPHC numbers that report where bycatch mortality occurred in the BSAI and the size composition of that bycatch in 2014, specifically: 79.3% of BSAI Bycatch was taken in 4CDE 64% of the 4CDE Bycatch was 026 3,474 MT of BSAI bycatch mortality occurred in 2014