

Mothership Sector Vertical Integration

Summary Statistics

- 10 permits can be identified as fully or partially vertically integrated (affiliated)
- These permits may receive approximately 41 percent of the mothership sector allocation using both initial allocation formulas for the co-op alternative.
- Partially owned, or affiliated, permits may receive 21.5 – 22.6 percent of the mothership sector allocation depending on the co-op alternative initial allocation formula
 - (note: these statistics differ from those in Ch 4 of the Environmental Impact Statement because they include partially owned permits and use the co-op alternative initial allocation rules, rather than the individual fishing quota initial allocation rules)
- Of the six partially affiliated permits, two delivered to a company other than an affiliated mothership company over the 2003 to 2006 time period in years when that affiliated mothership was active in the fishery.

Importance of Vertical Integration on a Company Basis

Over the 2003 – 2006 time period, two companies received the majority of their deliveries from wholly owned or affiliated permits, while two qualifying companies received a relatively small portion of their deliveries from wholly owned or affiliated permits.

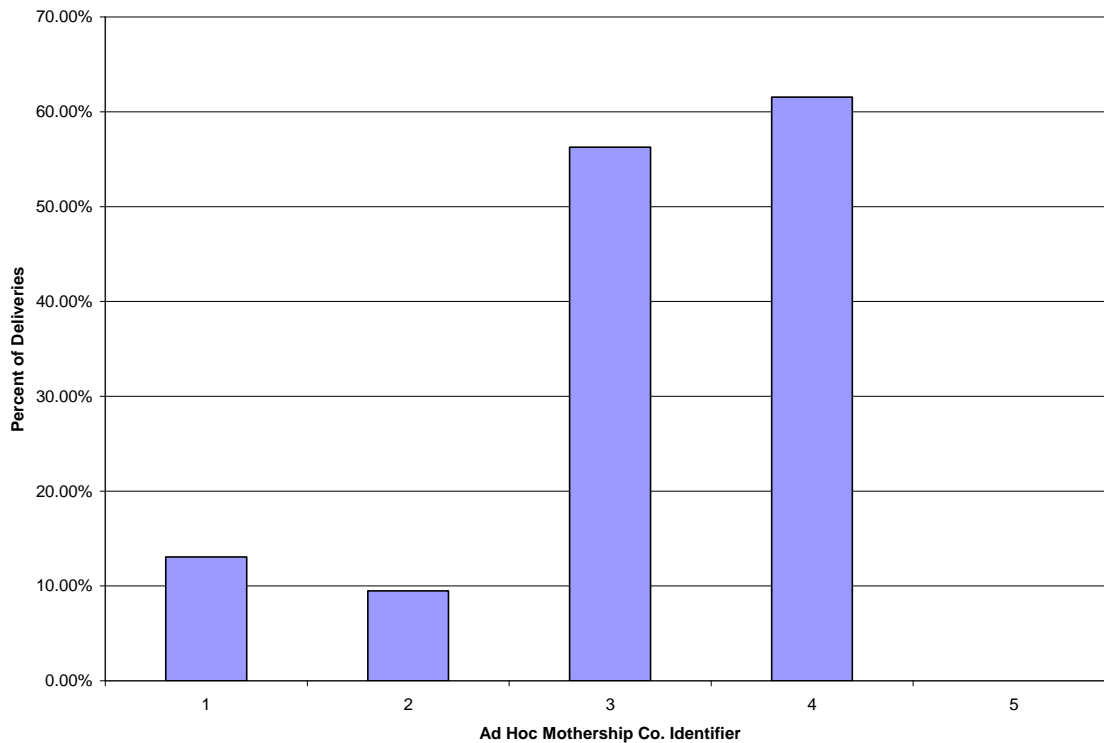


Figure 1 Portion of Deliveries Received by Wholly Owned or Affiliated Catcher Vessel Permits by Mothership Company (2003 - 2006)