COMMISSION OF THE EUROPEAN COMMUNITIES



Brussels, 11.05.1998 COM(1998) 292 final

1995 Report on progress in implementation of the specific measures for the smaller Aegean islands

(presented by the Commission)

TABLE OF CONTENTS

1. INTRODUCTION	18
2. MEASURES PROVIDED FOR IN REGULATION (EEC) NO 2019/93	2
3. PROGRESS IN IMPLEMENTATION OF THE MEASURES	2
3.1 Specific supply arrangements (1) Yoghurt (2) Sugar (3) Wheat flour (4) Feeding stuffs (5) Fruits and vegetables	2 3 4 5 5 7
3.2 Measures to support local products (1) Stockfarming (2) Milk products (3) Fruit, vegetalbes and flowers (4) Potatoes (5) Wine sector (6) Olive groves (7) Honey	7 8 9 10 10 11 12
4. EAGGF GUARANTEE SECTION EXPENDITURE ON IMPLEMENTATION OF THE MEASURES	12
5. DEROGATIONS APPLICABLE TO STRUCTURAL MEASURES	13
6. NATIONAL SYSTEM OF CONTROLS	14
7. CONCLUSIONS	17
ANNEX 1 - REGULATIONS ADOPTED AT 31 DECEMBER 1995 1. FRAMEWORK RÈGULATION 2. DETAILED RULES OF APPLICATION (1) Specific supply arrangements (2) Measures to support local products 3. DÉROGATIONS APPLICABLE TO STRUCTURAL MEASURES	19 19 19 19 20 22
ANNEX 2 - ADMINISTRATIVE ACTS ADOPTED TO IMPLEMENT THE MEASURES 1. SPECIFIC SUPPLY ARRANGEMENTS 2. MEASURES TO SUPPORT LOCAL PRODUCTS 3. DEROGATIONS APPLICABLE TO STRUCTURAL MEASURES	23 23 23 25
ANNEX 3 - AID FOR SUPPLY - SUMMARY TABLE	26
ANNEX 4 - SUMMARY TABLE - AID FOR LOCAL PRODUCTION	27

1. Introduction

The Rhodes European Council of 2 and 3 December 1988 recognised the specific socioeconomic problems affecting certain island regions of the Community.

In line with the conclusions of the aforementioned European Council and in compliance with its commitments, the Commission undertook a general study of the specific problems of the Aegean islands in partnership with the Greek authorities, which resulted in the drafting of an interim Commission report¹ on progress in the study. This study phase enabled the Commission to submit a final report², accompanied by suitable proposals, defining the overall strategy and practical means of solving the problems of the Aegean islands.

The final report outlined the Community's response and enabled the Commission, in the agricultural field, to submit its regulatory proposals designed to draw up a framework of agricultural measures to be financed by the EAGGF Guarantee and Guidance Sections.

The proposed measures were intended to encourage the economic and social development of small islands (less than 100 000 inhabitants) featuring a difficult geographical situation and structural backwardness in relation to other regions of the Community.

The difficulties experienced by such islands in kickstarting their economic and social development stem from their insularity, remoteness, small land area, and difficult relief and climate.

In view of the islands' specific problems, the Commission proposal contemplated a series of multiannual and multisectoral measures designed to facilitate supplies, provide financial support for production with a view to improving the islands' self-sufficiency, and improve their agricultural structures and the living conditions of their inhabitants.

The Council followed up the Commission proposals by adopting Regulation (EEC) No 2019/93³.

The Commission quickly adopted all the regulations needed to implement the measures planned, so making their implementation possible as of 1993, but the administrative procedures for actual execution and the necessary adaptation of the economic operators to the new mechanisms introduced meant that only a small number of measures in support of local products could be executed in 1993. In 1994 all the measures were implemented except for that relating to the development and/or diversification of production and/or improvement of the quality of the fruit, vegetables and flowers, which could not be implemented in 1995 either, owing to a lack of personnel in the national administration.

. j

¹ SEC (92) 36 final of 13 January 1992.

² COM (92) 569 final of 23 December 1992.

³ OJ L 184, 27.7.1993, p. 1.

In accordance with Article 15(1) of Regulation (EEC) No 2019/93, the Commission is required to present an annual report on the implementation of the measures planned.

In 1996 the Commission presented the first report to Parliament and the Council on the implementation of the programme during 1993 and 1994 (COM (96)387 final).

This report covers 1995 but also includes data on 1993 and 1994 to give an idea of progress in implementation of the measures. There are also some adjustments to certain data included in the previous report.

The late preparation of the reports is due to the national administration's difficulties in obtaining all the information needed to compile them from regional offices in the islands.

2. MEASURES PROVIDED FOR IN REGULATION (EEC) No 2019/93

The Regulation introduces:

- a set of specific market measures with expenditure to be borne by the EAGGF Guarantee Section (essentially specific supply arrangements and aid for certain local products), for which specific headings were included in the Community budget for a total of ECU 15 million in 1993, ECU 19 million in 1994 and ECU 27 million in 1995 (ECU 12 million, ECU 18 million and ECU 23 million under item B1-1833 for plant products in 1993, 1994 and 1995 respectively and ECU 3 million, ECU 1 million and ECU 4 million under item B1-2513 for livestock products for 1993, 1994 and 1995 respectively);
- a series of derogations needed in the structural field, in order to facilitate EAGGF Guidance operations. However, additional amounts were not entered in the budget for these derogations, the expenditure being covered by EAGGF Guidance appropriations under the CSF.

3. PROGRESS IN IMPLEMENTATION OF THE MEASURES

3.1 Specific supply arrangements

The arrangements seek to offset the extra costs, due to the geographical situation of the islands, of supplies of a certain number of products for everyday consumption from the rest of the Community, so they are available at fair prices.

The quantities of products qualifying under these supply arrangements are determined on the basis of forecast supply balances, reviewed periodically in the light of market requirements. Special attention is paid to the knock-on effects of the arrangements, in particular as regards the passing-on to the end user of the benefits granted.

For the purposes of applying the supply arrangements, the islands were classified in two groups A and B on the basis of their distance from the mainland and the aid was determined on the basis of the marketing costs calculated from the usual ports of shipment in mainland Greece.

The islands and the prefectures (nomoi) belonging to group A (islands close to mainland) are Thasos, Samothrace, Sporades, Kithira, Antikithira, Amouliani, the islands of the

prefecture of Evvia, excluding the island of Evvia, and of the prefecture of the Kiklades islands, Kea, Kithnos, Giaros, Andros, Tinos, Siros, Mykonos, Dilos and Rinia.

The islands and prefectures belonging to group B (distant islands) are the Prefectures of the Dodecanese, Khios, Lesvos and Samos and the islands of the prefecture of the Kiklades, excluding those in group A.

The Community contribution accounts for 90% of the total cost of the measures, the remaining 10% being borne by the Member State.

The aid for supplies was fixed at ECU 15/t and ECU 30/t⁴ for groups A and B respectively. In addition, the aid for 1993 was to be increased by 50% in order to encourage the operators to implement the measure quickly.

In the case of fruit and vegetable supplies, implementation was to be temporary and degressive (from 1993 to 1997). For 1994, 1995, 1996 and 1997, the aid was fixed at 80%, 60%, 40% and 20% of the amount applicable in 1993.

Implementation of the measure started in 1994 only, as the relevant administrative instruments needed to be approved and the Greek administration and the operators needed to adapt to the new procedure.

The situation regarding the development of supplies by product is as follows:

(1) Yoghurt

Progress in implementation

Table 1

group of	unit aid		1993			1994			1995		
islands		balance	outturn		balance	out	turn	balance	ou	tturn	
	(ECU/t)		fixed (t)	quantity (t)	total cost (ECU'000)		quantity (t)	total cost (ECU'000)	1 ''	quantity (t)	total cost (ECU'000)
A	15 (1) 18 (2)	500 (3)	0	. 0	2 000 (3)	0	0	1 000 (4)	. 0	0	
	30 (1) 36 (2)	1 250 (3)	. 0	0	5 000 (3)	2,3	0,07	3 000 (4)	34	1,2	
Total		1.750,0	0	0	7.000	2,3	0,07	4.000	34	1,2	

⁽¹⁾ Regulation (EEC) No 2958/93 of 27 October 1993. A 50% increase was laid down for 1993.

⁽²⁾ Regulation (EC) No 1802/95 of 25 July 1995

⁽³⁾ Regulation (EC) No 3163/93 of 17 November 1993.

⁽⁴⁾ Regulation (EC) No 3004/94 of 9 December 1994.

Since 1995 when the correcting factor for the agricultural conversion rates was done away with, the aid has been ECU 18/t and ECU 36/t respectively.

The measure shows very poor implementation and take-up in 1995 is well below the forecast supply balances, which in turn are significantly down on the 1994 forecast. In all likelihood this is due partly to the very high cost of the special labelling of each pot, as required by national provisions, to show that the product is subsidised by the EAGGF, and to the low rate of aid in terms of the product's value, and partly to the industry's difficulties in passing on the aid to the end user.

The Greek authorities propose increasing the unit aid to offset the extra cost of the labelling. However, the situation could be improved by special labelling on the cardboard packs only and displaying a sign at sales points to the effect that the product is subsidised.

(2) Sugar

Progress in implementation

Table 2

	unit aid		1993			1994		, ,	1995	٠,	
group of		balance	outturn		balance	outt	urn	balance	outturn		
islands	(ECU/t)	fixed (t)	quantity (t)	total cost (ECU'000)		quantity (t)	total cost fixed (t) (ECU'000)	quantity (t)	total cost (ECU'000)		
, A	15 (1) 18 (2)	2 250 (3)	0	.0	3 000 (3)	265	. 4	3 000 (4)	237,0	4,3	
В	30 (1) 36 (2)	6 750 (3)	0	0	9 000 (3)	7.866	236	9 000 (4)	7.902,5	284,5	
Total		9.000,00	o	0	12.000,00	8.131	240	12.000,00	8.139,5	288,8	

⁽¹⁾ Regulation (EEC) No 2958/93 of 27 October 1993. A 50% increase was laid down for 1993.

Implementation of the measure is fairly satisfactory (68% compared with the forecast supply balance), particularly for the islands in group B, where it is 88%.

(3) Wheat flour

Progress in implementation

⁽²⁾ Regulation (EC) No 3004/94 of 9 December 1994.

⁽³⁾ Regulation (EC) No 3065/93 of 5 November 1993.

⁽⁴⁾ Regulation (EC) No 1731/95 of 14 July 1995.

Table 3

1	unit aid		1993			1994	· ·		1995	,
group of	,	balance	outturn		balance	out	turn	balance	out	turn
islands	(ECU/t)	fixed (t)	quantity (t)	total cost (ECU'000)			total cost (ECU'000)			total cost (ECU'000
A	15 (1) 18 (2)	2 500 (3)	0	0	10 000 (3)	7.268	109	: 10 000 (4)	8.055,5	145
В	30 (1) 36 (2)	7 500 (3)	0	0	30 750 (3)	30.750	923	30 750 (4)	30.750,0	1.107
Total		10.000	0	0	40.750	38.018	1.032	40.750	38.805,5	1.252

⁽¹⁾ Regulation (EEC) No 2958/93 of 27 October 1993.

Implementation is progressing very satisfactorily and stands at 95% (100% for the islands in group B).

(4) Feedingstuffs

As the following table shows, implementation of this measure is proceeding very satisfactorily, particularly for the islands in group B, and for some products it stands at 100% of the forecast supply balance.

As from 1995, barley produced on the islands of Limnos has been covered by the arrangements and qualifies for the aid for the islands in group A, irrespective of the island of destination. During 1995, barley supplies rose only slightly, no doubt owing to late implementation.

⁽²⁾ Regulation (EC) No 3004/94 of 9 December 1994.

⁽³⁾ Regulation (EC) No 3066/93 of 5 November 1993.

⁽⁴⁾ Regulation (EC) No 1961/95 of 9 August 1995.

Progress in implementation

Table 4	` '				-					(ECU '000))
		unit	<u> </u>	1993			1994			1995	
group of islands	product	aid #REFI	balance (t)	outti quantity (t)	total cost	balance (t)	outti quantity (t)	total cost	balance (t)	outtu quantity (t)	total cost
	grain cereals		2 500 (3)	0	0	10 000(3)	5.319,5	80	10 000(4)	4.627	83,3
· ·	residues and waste from the food industries	15 (1)	250 (3)	0	0	1 000(3)	680,5	10	- 1 000(4)	850	15,3
Α .	preparations used in animal feeding	18 (2)				•					-
1	lucerne and fodder	<u> </u>	250 (3) 1 000(5)		. 0	1 000(3) 4 000(5)		- 11 - 12	1 000(4)		- 11,8 0,6
		<u> </u>	7 000(0)			, 4 000(0)	- 101,0		7 000(//	30	0,0
	Total 1		4.000,00	0	0	18.000,00	7.480,9	113	16.000,0	6.170	. 111
•	grain cereals		7 700(3)	0	Ō	30 750(3)	29.391,80	882	30 750(4)	29.539	1.063,
	barley from Limnos		,					1	1 12 L53000(1	200	3,6
	residues and waste from the food industries	` '	4 150(3)	0	0	16 500(3)	17 336.7(6)	495	16 500(4)	16.058	578,
В	preparations used in animal feeding	36 (2)						·			.*
			1 600(3)	0	0	6 500(3)	4.756,70	143	6 500(4)	6.360	229,0
	lucerne and fodder		0(5)	0	0	250(5)	282(8)	- 8	250(7)	250	9,0
	Total 2		13.450,0	0	. 0	54.000,00	51 787,2(9)	1.528	66.000,0	52.407	1.883,10
	Grand total		17.450,0	,o	.0	70.000,00	59 248,1(10)	1.641	82.000,0	58.577	1.994,

⁽¹⁾ Regulation (EEC) No 2958/93 of 27 October 1993. The aid is increased by 50% for the first year of application.

⁽²⁾ Regulation (EC) No 3004/94 of 9 December 1994.

⁽³⁾ Regulation (EC) No 3066/93 of 5 November 1993.

⁽⁴⁾ Regulation (EC) No 1961/95 of 9 August 1995

⁽⁵⁾ Regulation (EEC) No 3021/93 of 29 October 1993.

⁽⁶⁾ Aid limited to 18 500 t.

⁽⁷⁾ Regulation (EC) No 3173/94 of 21 December 1994.

⁽⁸⁾ Aid payable in respect of up to 250 t only.

⁽⁹⁾ Aid payable in respect of up to 50 898.5 t only.

⁽¹⁰⁾ Aid payable in respect of up to 58 379.4 t only.

⁽¹¹⁾ Aid for group A, i.e. ECU 18/t.

(5) Fruit and vegetables

Progress in implementation

Table 5										(ECU '000)
		unit		1993			1994			1995	
group of	product	aid	balance	outt	um	balance	outt	um	balance	outtur	1
islands		Ì	fixed	quantity	total	fixed	quantity	total	fixed	quantity	total
		(ECU/t	(t)	(t)	cost	(t)	(t)	cost	(t)	(t)	cost
	potatoes	15 (1)	500(3)	0	Ō	3 000(3)			3 000(4)		
A	vegetables	18(2)	613(3)	o	0	3 679(3)			1 000(4)		
	fruit		1 598(3)	0	. 0	9 590(3)	'		2 000(4)		
	total 1		2.711,00	0	0	16.269,00	148,0	1,8	6.000,0	0	0
	potatoes	30 (1)	1 667(3)	0	0	10 000(3)			10 000(4)	782	16,9
В	vegetables	36 (2)	11 311(3	0	0	67 864(3)			5 300(4)	1.136	24,5
	fruit		5 145(3)	0	0	30 867(3)]		7 518(4)	1.828	39,5
	total 2		18.123,0	0	0	108.731,0	975	23,4	22.818,0	3.746	80,9
	Grand total		20.834,0	0	0	125.000,0	1.123	25,2	28.818,0	3.746	80,9

⁽¹⁾ Regulation (EEC) No 2958/93 of 27 October 1993.

The forecast supply balances for group A include 1 000 t of mandarins from Khios, 4 000 t of potatoes from Naxos, 2 000 t of tomatoes and 300 t of courgettes from Siros for transport to the other islands.

In the case of fruit and vegetable supplies, implementation was intended to be degressive and to cover a limited time span (until 1997) in order to facilitate supplies to the islands for a period, pending the adaptation of local production through specific incentives provided for in the programme.

As Table 5 shows, there is no progress in implementation of the measure. Even after the drastic reduction in the forecast supply balance for 1995 as compared with the previous year, the rate of implementation remains very poor. This can be put down to the fact that fruit and vegetables are supplied to the islands in small quantities and by small operators without the facilities to complete the administrative procedures necessary to take advantage of the aid.

3.2 Measures to support local products

(1) Stockfarming

The following aid is granted to support the sector:

⁽²⁾ Regulation (EC) No 3004/94 of 9 December 1994.

⁽³⁾ Regulation (EC) No 3254/93 of 26 December 1993.

⁽⁴⁾ Regulation (EC) No 3128/94 of 20 December 1994.

- fattening aid for male bovine animals, equal to an additional ECU 40/head on top of the special premium provided for in Article 4b of Regulation (EEC) No 805/68 on the common organisation of the market in beef and veal;
- a supplement to the suckler-cow premium provided for in Article 4d of Regulation (EEC) No 805/68, paid to beef and veal producers. The supplement is equal to ECU 40 per suckler cow held by the producer on the day of the application, subject to a ceiling of 40 cows per holding.

The aid has been increased to ECU 48.3 per head in 1996 since the correcting factor for the agricultural conversion rates was done away with.

Progress in implementation

Table 6

V .	unit aid	. 19	93	199	94	19	995	
	·	out	turn	outt	urn	outturn		
type of ald	(ECU/head)	quantity (head)	total cost (ECU '000)	quantity (head)	total cost (ECU '000)	quantity (head)	total cost (ECU '000)	
aid for fattening male bovine animals	40 (1) 48.3 (2)	6.355	254,2	10 710 (3)	428,4	11 872(4)	474,88	
suckler cow premium	40 (1) 48.3 (2)	8.735	349,4	8.060	322,4	9.921	396,84	
Total		15.090	603,6	18.770	750,8	21.793	871,72	

⁽¹⁾ Regulations (EEC) No 2019/93 of 19 July 1993 and No 2889/93 of 21 October 1993.

Implementation of the measure is progressing satisfactorily. As a result, 15% of bovine animals qualify each year for the second instalment of the fattening aid for male bovine animals.

(2) Milk products

Aid amounting to ECU 2.28/t/day (ECU 2.75/t/day from 1995) is granted for the private storage of certain local cheeses (feta, graviera and ladotyri).

There is a ceiling of 5 000 t/year and the minimum storage period is 60 days. The aid must not exceed the amount corresponding to the standard storage period of 150 days.

Progress in implementation

⁽²⁾ Regulation (EC) No 2417/95 of 13 October 1995

⁽³⁾ The second instalment of the aid granted in 1993 was paid in 1994 in respect of 1 996 of these bovine animals.

⁽⁴⁾ The second instalment of the aid granted in 1994 was paid in 1995 in respect of 1 482 of these bovine animals

Table 7

· · · · · · · · · · · · · · · · · · ·	unit ald	19	93	19	94	19	95
		out	turn '	outt	um	outturn	
product	(ECU/t/day)	quantity (t)	total cost (ECU '000)	quantity (t)	total cost (ECU '000)	quantity (t)	total cost (ECU '000)
ladotyri	2.28 (1) 2.75 (2)	⁄ O	0	10	1,71	22,5	7,02
graviera	2.28 (1) 2.75 (2)	0		. 0	0	8,0	2,4
feta	2.28 (1) 2.75 (2)	0	0	200	40,13	453,5	136,7
Total		0	0	210	41,84	484	146,12

⁽¹⁾ Regulation (EC) No 3393/93 of 10 December 1993.

In 1994, aid was paid under the measure in respect of 10 t of ladotyri cheese and 200 t of feta. Storage in 1994 amounted to 3 151 tonne-days.

In 1995, the above quantities were stored for 13 340 tonne-days, while storage of 253.5 t of feta, 12.5 t of ladotyri and 8 t of graviera commenced for a total of 39 794 tonne-days.

The relevant aid was only paid on completion of storage of each lot.

Implementation of the measure was poor on account of fast disposal of production.

(3) Fruit, vegetables and flowers

Aid per hectare is granted to producers and recognised producer groups implementing programmes of initiatives approved by the competent authorities for the development and/or improvement of the quality of the fruit, vegetables and flowers. The initiatives supported must seek in particular to develop production and product quality, in particular by varietal conversion and improvements in cultivation techniques. They must be incorporated in programmes implemented for at least three years and must cover at least 0.3 ha. The programme does not cover tomatoes.

Payable on a yearly basis for up to three years, the aid can amount to up to ECU 500/ha where the Member State contributes at least ECU 300/ha and if the individual producer or producer group contributes at least ECU 200/ha. If the Member State's and/or the producers' contribution is lower than those amounts, the Community aid is reduced proportionally. The aid is increased by ECU 100/ha where the programme of initiatives is submitted and implemented by a producer group or organisation; it provides for technical assistance for implementation and must cover at least 2 ha. From 1995 on, the above amounts were increased to ECU 603.75, ECU 362.25, ECU 241.50 and ECU 120.75 respectively.

The measure was not implemented until the end of 1995 owing to lack of personnel at the local authorities responsible for publicising the measure and mobilising the

⁽²⁾ Regulation (EC) No 1802/95 of 25 July 1995.

farmers. Another reason is the small size of holdings, which often have less than the minimum area necessary for implementation.

(4) Potatoes

Aid of ECU 500/ha (ECU 603.75/ha from 1995) is granted each year for growing seed potatoes and potatoes for human consumption on plots of at least 0.2 ha and a maximum of 3 200 ha of land cultivated and harvested a year.

Progress in implementation

Table 8

	unit	19	1993			1994		1995			
crop .	aid	balance	out	turn	balance	out	turn	balance	ou	tturn	
1	(ECU/ha)	fixed (ha)	quantity	total cost	fixed	quantity	total cost	fixed	quantity	total cost	
	1.		(ha)	(ECU'000)	(ha)	(ḥa)	(ECU'000)	(ha)	(ha)	(ECU'000)	
		-		·							
	500 (4)				2 000	1 202	004	2 200		005.07	
potatoes	500 (1)	3.200	ľ	0	3.200	1.202	601	3.200	1.484	895,97	
	603.75(2)		1 -	1							

⁽¹⁾ Regulations (EEC) No 2019/93 of 19 July 1993 and (EC) No 3404/93 of 10 December 1993.

Implementation is progressing fairly satisfactorily, attaining 34.6% and 46.4% of the maximum in 1994 and 1995 respectively. The target of 3 200 ha was probably not achieved because of the minimum of 0.2 ha laid down to qualify under the measure.

(5) Wine sector

- Area under vines

Flat-rate aid of ECU 394.83/ha (ECU 476.76/ha from 1995) is granted for the continued cultivation of vine varieties geared to local production of quality wines psr.

Progress in implementation

Table 9

	unit	19	93	199	94 .	1995 outturn		
	aid	outi	urn	outt	urn			
crop	(ECU/ha)	quantity (ha)	total cost ECU '000	quantity (ha)	total cost (ECU '000)	quantity (ha)	total cost (ECU '000)	
areas under vines	394.83 (1) 476.76 (2)		1.930	4.993,52	1.972	5.199,55	2.478,90	

⁽¹⁾ Regulation (EC) No 3112/93 of 10 November 1993.

Implementation of the measure is progressing satisfactorily.

As from the 1997/98 wine year, the aid will be granted solely to producer groups or organisations which introduce a measure for improving the quality of wines produced on the basis of a programme approved by the national authorities, entailing in particular facilities for improving conditions of vinification, storage and distribution.

⁽²⁾ Regulation (EC) No 150/95 of 23 January 1995.

⁽²⁾ Regulation (EC) No 2537/95 of 30 October 1995.

Private storage of liqueur wines

Aid is granted for the ageing for at least two years of local quality liqueur wines produced by traditional methods. It is paid during the second year of ageing for up to 40 000 hl a year.

Progress in implementation

Table 10

	unit	1993				1994		1995			
	ald	quantity	outturn		quantity	out	turn	balance	outturn		
product	(ECU/hl/day	fixed (hl)		total cost (ECU'000)		quantity (hl)	total cost (ECU'000)		quantity (hl)	total cost (ECU'000)	
ageing of liqueur wines	0.0197 (1) 0.02379 (2)	40.000	2.000	1,2	40.000	2.154	14,5	40.000	2.154	17,23	

⁽¹⁾ Regulation (EC) No 3112/93 of 10 November 1993.

Progress in implementation has been very poor as local production is currently being disposed of quickly on the market. 2 000 hl went into storage on 1 December 1993 and 154 hl on 31 November 1994. The aid is paid at the end of two years of storage. The table shows the costs for the period of the calendar year when a quantity of wine was in storage.

(6) Olive groves

Fixed-rate aid of ECU 120/ha/year (ECU 144.9/ha from 1995) is granted for maintaining olive groves in areas of traditional olive cultivation, provided that the trees are kept and maintained in good production conditions. The minimum density was set initially at 50 trees/ha. As from 1995, the minimum density was increased to 80 trees/ha.

Progress in implementation:

Table 11

		unit	unit 1993			94	1995		
1		ald	ald outt		outt	urn	outturn		
· .	crop	(ECU/ha)	quantity (ha)	total cost (ECU '000)	quantity (ha)	total cost (ECU '000)	quantity (ha)	total cost (ECU '000)	
	olive groves	120 (1) 144.9 (2)	93 020.4 (2)	11.162	100 390 (2)		90 473.4 (4)	13.109,66	

⁽¹⁾ Regulation (EEC) No 2019/93 of 19 July 1993.

Progress in the measure is very satisfactory.

⁽²⁾ Regulation (EC) No 2537/95 of 30 October 1995.

⁽²⁾ Regulation (EEC) No 2837/93 of 18 October 1993. Density 50 trees/ha.

⁽³⁾ Regulation (EC) No 150/95 of 23 January 1995.

⁽⁴⁾ Regulation (EC) No 2813/94 of 18 November 1994. Density 80 trees/ha

(7) Honey

Aid per hive in production is granted to recognised honey-producer groups for the production of honey of specific quality with a high thyme-honey content who undertake to carry out annual programmes of initiatives to improve the conditions under which quality honey is marketed and promoted. The aid amounts to ECU 10/hive/year (ECU 12.08 from 1995), subject to a maximum of 50 000 hives/year. For a transitional period of two years while groups are established and recognised, aid of ECU 7/hive is to be granted to any bee-keeper with at least 10 hives, and is subject to a maximum of 100 000 hives.

Progress in implementation:

Table 12

	unit	1993			1994			1995		
	ald	balance	outturn		balance	outturn		balance	outturn	
	(ECU/hive)	fixed (hives)	•	total cost (ECU'000)			total cost (ECU'000)	fixed (hives)		total cost (ECU'000)
hives	7 or 10 (1) 8.453 or 12.08 (2)	100.000	85.304	597	100.000	105 074(3)	700	50.000	47.663	575,77

⁽¹⁾ Regulation (EC) No 3063/93 of 5 November 1993.

In 1993 and 1994 respectively, 1 325 and 1 732 bee-keepers were granted the aid. In 1995, five groups comprising 711 members received the aid after their programmes were approved by the national authorities.

EAGGF GUARANTEE SECTION EXPENDITURE ON IMPLEMENTATION OF THE MEASURES

The costs shown in Chapter 3 and set out in the tables in Annexes 3 and 4 are calculated per calendar year on the basis of the figures provided by the Greek authorities. In view of the time needed by the latter to check and declare expenditure to the Commission on the one hand, and of the lack of correspondence between the calendar year (for implementing the measures) and the budget year (16 October to 15 October of the following year) (for payments by the EAGGF Guarantee Section) on the other, expenditure declared and charged to the EAGGF Guarantee Section per budget year in 1993 and 1994 is as follows.

⁽²⁾ Regulation (EC) No 2362/95 of 9 October 1995.

⁽³⁾ Aid payable in respect of up to 100 000 hives only.

Table 13 (ECU million)

	Expenditure declared and charged							
products	1993	1994	1995					
plant	. 0	16,8	20					
animal	0	0,7	0,9					
total	0	17,5	20,9					

The EAGGF's contribution to the cost of the supplies amounts to 90% of the total in Annex 3.

5. DEROGATIONS APPLICABLE TO STRUCTURAL MEASURES

- (1) Notwithstanding Articles 5, 6, 7, 10 and 19 of Regulation (EEC) No 2328/91 on improving the efficiency of agricultural structures⁵, investment aid for agricultural holdings located in the smaller Aegean islands is granted under the following conditions:
 - the investment aid scheme can be applied to farmers who do not practise farming as their main activity but draw at least 25% of their overall income from farming their holdings and whose farms do not require more than the equivalent of one man-work unit (MWU) as long as the investments planned do not exceed ECU 25 000. Except for local specialities, all food produced must be for local consumption;
 - simplified accounts must be kept;
 - on family pig farms, the limits laid down by Regulation (EEC) No 2328/91 need not be met. However, once the plan has been completed, the equivalent of at least 10% of the food consumed by the pigs must be produced on the holding;
 - in the case of egg and poultry production, investments are allowed on family holdings;
 - the maximum aid for investments is 55% for any type of investment;
 - the compensatory allowance may be increased to ECU 180.5/LU for up to a maximum of ECU 3 540 per holding in 1993 and this may be granted for all vegetable crops, as long as they are produced in a manner compatible with the requirements of environmental protection;

⁵ UJ L 218, 6.8.1991, p. 1. Last amended by Regulation (EEC) No. 950/97 (OJ. L 142, 2.6.1997, p. 1).

- when the compensatory allowance for all the less-favoured areas is calculated, account will be taken of cows whose milk is intended for the market within that region.
- (2) Notwithstanding the second subparagraph of Article 17(3) of Regulation (EEC) No 4253/88, the Community contribution can be increased to over 50% in the case of investments in the processing and marketing of certain agricultural products with a view to improving the living conditions of the inhabitants.

Progress in implementation

Table 14

	1993			1994	1995		
		estimated additional cost to EAGGF (ECU '000)		estimated additional cost to EAGGF (ECU '000)		estimated additional cost to EAGGF (ECU '000)	
Improvement plans for non-farmers	0	. 0	. 77	163	69	457	
improvement plans for farmers with 65% aid	. 0	0	0	0	8	80	
improvement plans for farmers with 55% ald	o	, 0	357	65	381	828	
improvement plans for poultry production	o			. 0	1	23	
improvement plans for plg production	0	. 0	0	0	0	ì	
young farmers setting up in farming with 0.5 MWU.	o	0	4	0	50	248	
compensatory allowance	15.000	2.800	15.000	2.980	8 593(1)	1.280(1)	
processing/marketing	0	. 0	. 0	0	. 0	c	
Total		2.800		3.208		2.916	

(1) The aid for recipients in the nomos of Kiklades was paid in 1996.

As from 1993 the derogation in respect of the compensatory allowance has not been applied. In 1994, certain improvement plans based on the corresponding derogations were approved and use was made of all the derogations in 1995, with the exception of improvement plans for pig production and the derogation for processing/marketing, although there was provision for the latter in the national OP for 1994-99.

6. NATIONAL SYSTEM OF CONTROLS

With a view to effective monitoring of aid for supplies, an interministerial Decision (No 443790 of 22 December 1993) specifying the supporting documents to accompany the products was published. It designates the bodies responsible for controls and lays down the method of payment and the rules for checking that the aid is actually passed on to the end user. This procedure is applied in all cases as regards the supporting documents. Sampling checks are carried out by the regional offices of the Ministry of Agriculture.

In the case of measures to support local products, specific administrative acts covering each activity were published on the implementation of the measures and the procedure for granting the aid. Controls involve general administrative and on-the-spot sampling checks.

The checks conducted and the results are set out in Table 15 below.

	-	**************************************			·			
Profecture,	Year	Type of r	neasure	(number (ha, t), applications, etc.) or	percentage of appli- cations, quantities	Number of	es observed	Remorks
T TOTOCOMO,	,	cupities	local production	checks conducted	or areas checked	puppiles	· focal production	runt_ru
1	2	3	4	8	6	7	5	9
1. Lasvos	1994	Animal feedingstuffe		181	100%	0		Administrative check .
	ļ	fruit and vogotables	oliva groves	17 379 opplications (44.200 h	100%		Add and localisms	A designation of the second second
		l	Alue Aroses	157 applications (44.200 n	100%	ł	145 opplications	Administrative + on-the-spot chack On-the-spot check
			potatoes	176 (63.56 he)	10%		10 rejected (63.6 ha)	On-the-epot check
		ì	hives	199 applications	10%		0	On-the-spot check
		1	aucider cows	(661 applications (2 630 head)	100%	`	a	On-the-spot check
	1995	5 4 V 4 V 1	maje bovine animaja	596 applications (2 775 head)	100%		<u> </u>	On-the-spot check
	1995	Sugar, fruit and vegetoble animal feedingstuffs	î	. .	5%	(1)		Administrative check (*) payments suspended because
	ĺ	arang requigeons	1	١.	'		}	of supporting documents
1	ĺ		olive groves	1 905 applications (166,7 ha)	100%		76	On-the-spot check
		1	vineyerde	175 applications	10%	l	o	On-the-spot check
			potatoes	35 applications (2.3 hs)	10%		10	On-the-spot check
		}	hives storage of cheese	5 applications -	10% 100%)	0	On-the-spot check On-the-spot check
2. Samos .	1994	Animal feedingstuffs		10	10%	6	<u> </u>	Administrative check
		fruit and vegetables	· ·	15	10%	1 0	ł	Administrative check
		engar	 	5	10%		ļ	Administrative check
	1	ĺ	olive groves	300	3,5%	1	0 '	Administrative + on-the-apot check
		}	vineyards (Nes	230 40	10%	ļ.	0	Administrative + on-the-spot check Administrative + on-the-spot chack
			potatoes	10	50%		o .	Administrative + on-the-spot check
		1	ageing of wine	ia .	100%	,	, i	Administrative + on-the-epol check
	1996	Sugar, fruit and vegetable		,				
	· · ·	animal feedingstuffe		27	15%	L		
3. Dodecanese	1994	Animal feedingstuffs					8,5%	Administrative check
	. '	sugar, wheat,	ì	,		1	1	į
		potatose	olive groves	7 14 400 applications (18 016 ha)	 	 		
		(1	checks: 1 484	10,31%	ł	0	Administrative + on-the-spot check
	!	'	auckler cows	567 applications (3 066 head)	100%		r)	(*) 2 126 cows found
·]	J .		l (ŀ	lii)	The sid was cancelled for the
1			.			1	-	others
		Į.	male bovine animals	587 applications (2 339 head)	100%	1		(*) 2 120 bovine enimals found.
		! .	1	ļ i	!	1		The aid was cancelled for the others.
·)	1995	Animal feedingstuffs	 					
		augar, wheal,	i	1	1	1	1)
		polatoes	 	66	10,50%		ļ	<u> </u>
- 1			olive groves	1 476 ha 89.9 ha	10%	l .	0	On-the-epot check On-the-epot check
1	'	1	polatoes Vineyards	1 164.5 ha	12%		0	On-the-spot check
1			male bovine animals	2 017 head	100%	1	o	On-the-epot check
		<u></u>	sucider cows .	2 016 head	100%		0	On-the-epot check
4. Kiklades	1994	Wheat, animal	1	22	11%	6	,	Administrative check
. 1		feedingstuffs	Olive groves	761	10%	 	31	Administrative check Administrative + on-the-apol check
		{	potatoes	591	92%	1	o	Administrative + on-the-spot check
		! .	vineyards	212	11%	ļ	0.	Administrative + on-the-spot check
		•	ageing of wine	1	100%	Į.	0	Administrative + on-the-apot check
			Mes	76	12%	ì	!	Administrative + on-the-spot check
			sucider cowe	1.428	100%	ì	0	Administrative • on-the-spot check
	1995	Animal feedingstuffs	male bovine enimals	1.871	2%	0	ļ v	Administrative + on-the-spot check
	1000	wheat			3%	[·	l l
)			private storage of					
			chaese	81	100%		8	l
5. Khios	1994	Anknal feedingstuffs,	Į.	0	3%	0	,	On-the-spot sheck
	٠, ٠,	wheat,		6	3% 3%		•	On-the-apol check On-the-apol check
1	i	auger	1	6	3%	1 6		On-the-spot check
1			olive groves	applications for 10 459 ha	10%			Administrative check
	-		{ ·	91 applications (45.3 hs)	10%	{ ·	3 applications rejected	
1						ĺ	(4.6 hs) +1 application	
}			ĺ	44 mmminustrana 49 99 5m2	10%	,	10% reduction 3 applications rejected	On-the-spot check
. i				14 applications (3.86 ha)	10%	ſ	(1.068 ha)	On-the-apot check
	ļ			26 applications (10.45 ha)	10%	.	2 applications rejected	On-the-spot check
·	1995	Animal feedingstuffs,				}		
' - 1		wheat,		·		l .	l ,	<u>,</u>
	1	polaloes,		\ <u>.</u>	.	f .	, '	
ſ	. (augar	nike or	10 8 400 applications (7 448 ha)	5% 10%	•	0	
1			potatoes	161 applications (7 448 ha)	10%	-	7	46 (10% reduction to
1	ì					1	l	28 applications, 18
			l 	ا ــــــــــــــــــــــــــــــــــــ		<u> </u>		applications rejected)
6. Evros (Island	1994		hives	2	10%	I .	•	On-the-epot check
of Samothrace)	1995	Animal fearings: #fa		12		(· •		Sempling check
7. Khaikidiki	1994	Animal feedingstuffs	olive groves	7 applications (10,19 ha)	100%		6 applications rejected	On the and chart
· · · · · · · · · · · · · · · · · · ·					140.4	} `-	(8.1 he)	
	1995			ļ	' '	{	· •	No checks. No activity
<u> </u>		· · · · · · · · · · · · · · · · · · ·				ļ		on Islands of Amoutiani.
8 Evvia (Island	1994		olive graves	574 applications (59 checks)	10%	1	0	11.
Skyros) 9. Magnisia	1994	Wheat	hives	27 applications (1 261 hives)	100%	· •	0	Administrative check
v. magnara	, you		Olive graves	126 applications	10%	, ,	٠	
, [sucider cowe	4	100%	L	<u> [</u>	L
7	1995	Wheat		2		1		l _.
. }			alive graves	167	10%		12 applications (21.7h))
			sucider cows and male bovine animals		100%	!	0%	1
10 Kavala	1094	Animal feedingstuffs,		11	45%			<u> </u>
		wheat,	I	7	38%	ĺ	1	
		fruit and vegetables	<u></u>	18	50%		L	<u> </u>
, 1			alive groves	applications (6 715.5 ha)	11%			Anomalies were observed in respe-
		<u> </u>	<u> </u>	<u></u>		ļ <u></u>		of 1 228 applications (1 111,16 ha)
	1995	Animai feedingstuffs,	}	14		1 .	,	1'
		wheat, fruit and vegetables	1	8 15	· ·	1	ľ	1
		" eim Adharamas	olive groves	l'. <u>-</u>	10%	Į.	Į.	1 ,
11 Piress	1994	 	alive groves	1 215 applications	11%	1	 	3 applications rejected
		1	auckler cows	121 applications	100%] -	1	3 applications rejected
		L	male bovine animals	88 applications	100N	 		3 applications rejected
į i	1995	Wheat		400 ((1 -		
)	1	alive graves suckler cows	1 335 applications (1 451.6 ha)		1 .	l.	61 applications rejected (163 ha)
	1			124	100%	i	2	ĭ
	}	1 .	male bovine enimels	le1 ·	100%			

For structural measures, the procedure applied for checks is the same as for the normal implementation of the measures.

To be more precise:

- in the case of improvement plans, the checks are applied to all investments;
- in the case of young farmers, each individual case is examined to see whether the recipient meets all the requirements, and
- in the case of the compensatory allowance, both general administrative and on-the-spot sampling checks are applied.

7. CONCLUSIONS

Regulation (EEC) No 2019/93 was adopted by the Council on 18 July 1993 and certain measures in support of local products (measures to support stockfarming and for the continued cultivation of areas under vines and olive groves and honey production) were applied from 1993. The supply measures were applied from 1994 only, despite a 50% rise in the aid to encourage speedy implementation.

In 1994 and 1995 implementation of the supply measures averaged 41.8% and 65.2% respectively as against the forecast supply balances, and 47.1% and 90.5% as against the forecast cost for those periods, though the rate of implementation varied considerably from one product to another. The highest rate was achieved for animal feedingstuffs, flour and, to some extent, sugar. The lowest rate was recorded for fruit, vegetables, potatoes and yoghurt.

Generally, implementation of the measures in support of local products progressed satisfactorily, with the exception of the measure for the production of fruit, vegetables, and flowers, which was not implemented at the end of 1995, although the aid for supplies of fruit, vegetables and potatoes was to fall progressively in order to encourage fast development of local production of such products with a view to improving supplies of fruit and vegetables to the local market.

Best performances were achieved on the one hand in the case of the measures to maintain olive groves, where an increase in the minimum density laid down for the allocation of the aid was applied from 1995 (it rose from 50 trees/ha to 80 trees/ha) and areas under vines for the production of quality wines psr, and on the other hand for honey.

Progress in the implementation of the measures for fattening male bovine animals and the maintenance of suckler cows and the production of potatoes for human consumption and seed potatoes was fairly satisfactory, while it was poor in the case of the private storage of certain cheeses and liqueur wines owing to fast disposal of local production in those years.

As regards the derogations concerning structural measures, the provisions on derogations from Regulation (EEC) No 2328/91 on improving the efficiency of agricultural structures were adopted in 1993, so enabling 15 000 farmers to take

advantage of the derogation concerning the compensatory allowance. The only measure where no progress was recorded at the end of 1995 concerned the processing/marketing of agricultural products.

In 1994 and 1995, a large number of checks were conducted by the Greek authorities to see whether the measures were applied properly.

Overall progress in the programme is satisfactory, initial difficulties in starting up having been overcome.

The Greek authorities have presented requests for certain measures to be adapted. The Commission will shortly define its position with respect to these requests after drafting the general report on the economic situation in the islands in accordance with Regulation (EEC) No 2019/93.

ANNEX 1

Regulations adopted at 31 December 1995

1. FRAMEWORK REGULATION

- Council Regulation (EEC) No 2019/93 of 19 July 1993 introducing specific measures for the smaller Aegean islands concerning certain agricultural products(1)
- (1) OJ L 184, 27.7.1993, p. 1.

2. DETAILED RULES OF APPLICATION

(1) Specific supply arrangements:

Commission Regulation (EEC) No 2958/93 of 27 October 1993 laying down detailed rules for the application of Council Regulation (EEC) No 2019/93 as regards the specific arrangements for the supply of certain agricultural products

```
(1) OJ L 267, 28.10.1993, p. 4.
```

Commission Regulation (EC) No 3163/93 of 17 November 1993 establishing the forecast supply balance as part of the specific arrangements for the supply of milk products to the smaller Aegean islands⁽¹⁾, as amended by Commission Regulation (EC) No 3004/94⁽²⁾

```
(1) OJ L 283, 18.11.1993, p.18. (2) OJ L 317, 10.12.1994, p. 4.
```

Commission Regulation (EC) No 1802/95 of 25 July 1995 amending the Regulations that fixed, prior to 1 February 1995, certain prices and amounts in the market in milk and milk products of which the value in ecus was adapted as a result of the abolition of the correction factor for agricultural conversion rates

```
(1) OJ L 174, 26.7.1996, p. 27.
```

Commission Regulations No 1445/94 of 23 June 1994 (1), and No 1731/95 of 14 July 1995(2) establishing the sugar forecast supply balances to the smaller Aegean islands for 1994/95 and 1995/96

```
(1) OJ L 157, 24.6.1994, p 7. (2) OJ L 165, 15.7.1995, p. 4.
```

Commission Regulation (EC) No 3254/93 of 26 November 1993 laying down detailed rules for the application of Council Regulation (EEC) No 2019/93 as regards the specific supply arrangements for certain fruits and vegetables for the benefit of the smaller Aegean islands⁽¹⁾, as amended by Regulations (EC) No 2747/94⁽²⁾ and (EC) No 3128/94⁽³⁾

```
(1) OJ L 293, 27.11.1993, p. 34.
(2) OJ L 290, 11.11.1994, p. 8. (3) OJ L 330, 21.12.1994, p. 45.
```

 Commission Regulation (EC) No 822/94 of 13 April 1994 adjusting the CN codes for apples listed in the Annex to Council Regulation (EEC) No 2019/93 introducing specific measures for the smaller Aegean Islands concerning certain agricultural products (1)

(1) OJ L 95, 14.4.1994, p. 1.

Commission Regulation (EC) No 1363/95 of 15 June 1995 amending the Regulations that fixed, prior to 1 February 1995, certain prices and amounts in the market in fruit and vegetables and the market in processed fruit and vegetable products, of which the value in ecus was adapted as a consequence of abolishing the corrective factor for agricultural conversion rates⁽¹⁾

(1) OJ L 132, 16.6.1995, p. 8.

Commission Regulation (EC) No 825/94 of 13 April 1994 adjusting the CN codes for apples listed in Annexes to Regulation (EC) No 3254/93 laying down detailed rules for the application of Council Regulation (EEC) No 2019/93(1)

(1) OJ L 95, 14.4.1994, p.7.

 Commission Regulation (EC) No 3175/94 of 21 December 1994 laying down detailed rules for application for the specific arrangements for the supply of cereal products to the smaller Aegean islands and establishing the forecast supply balance⁽¹⁾.

(1) OJ L 274, 6.11.1993, p 12.

Commission Regulations (EEC) No 3173/94 of 21 December 1994(1) laying down
detailed rules of application for the specific measures for the smaller Aegean islands
with regard to the special arrangement for the supply of dried fodder

(1) OJ L 335, 23.12,1994, p. 51.

Council Regulation (EC) No 150/95 of 23 January 1995 amending Regulation (EEC)
 No 3813/92 on the unit of account and the conversion rates to be applied for the purposes of the common agricultural policy⁽¹⁾

(1) OJ L 22, 31.1.1995, p 1.

(2) Measures to support local products

 Commission Regulation (EEC) No 2889/93 of 21 October 1993 laying down certain detailed rules for the application of Regulation (EEC) No 2019/93 as regards the supplements to the special premium for producers of beef and veal and to the premium for maintaining suckler cows⁽¹⁾

(1) OJ L 263, 22.10.1993, p 8.

Commission Regulation (EC) No 2417/95 of 13 October 1995 updating and amending Regulations in the beef sector fixing before 1 February 1995 certain prices and amounts whose values in ecus have been adjusted because of the abolition of the corrective factor in agricultural conversion rates⁽¹⁾

(1) OJ L 248, 14.10.1995, p 39.

 Commission Regulation (EC) No 3393/93 of 10 December 1993 laying down detailed rules governing the granting of private storage aid for certain cheeses manufactured on the smaller Aegean islands⁽¹⁾

(1) OJ L 306, 11.12.1993, p 32.

 Commission Regulation (EC) No 3253/93 of 26 November 1993 laying down detailed rules for the application of Council Regulation (EEC) No 2019/93 as regards the support measures for local products for the smaller Aegean islands in the fruit, vegetable and flower sectors⁽¹⁾

```
(1) OJ L 293, 27.11.1993, p 28.
```

Commission Regulation (EC) No 3404/93 of 10 December 1993 on rules for the application of Council Regulation (EEC) No 2019/93 introducing specific measures for the smaller Aegean islands, as regards the growing of potatoes for human consumption and seed potatoes⁽¹⁾

```
(1) OJ L 310, 14.12.1993, p 7.
```

 Commission Regulation (EC) No 3112/93 of 10 November 1993 laying down detailed rules for the application of the specific aid arrangements for the smaller Aegean islands in respect of areas under vines and the private storage of liqueur wines⁽¹⁾

```
(1) OJ L 278, 11.11.1993, p. 52.
```

- Commission Regulation (EC) No 2537/95 of 30 October 1995 amending the Regulations that fixed, prior to 1 February 1995, certain prices and amounts in the market in wine, of which the value in ecus was adapted as a consequence of abolishing the corrective factor for agricultural conversion rates⁽¹⁾

```
(1) OJ L 260, 31.10.1995, p. 10.
```

Commission Regulation (EEC) No 2837/93 of 18 October 1993 laying down detailed rules for the application of Council Regulation (EEC) No 2019/93 with regard to the maintenance of olive groves in traditional olive-growing areas⁽¹⁾, as amended by Regulations (EC) No 3499/93⁽²⁾ and (EC) No 2813/94⁽³⁾

```
(1) OJ L 260, 19.10.1993, p 5.
(2) OJ L 319, 21.12.1993, p 22.
(3) OJ L 298, 19.11.1994, p. 24.
```

 Commission Regulation (EC) No 3063/93 of 5 November 1993 laying down detailed rules for the application of Council Regulation (EEC) No 2019/93 with regard to the aid scheme for the production of honey of specific quality⁽¹⁾

```
(1) OJ L 274, 6.11.1993, p 5.
```

Commission Regulation (EC) No 2362/95 of 9 October 1995 amending Council Regulation (EEC) No 2019/93 which fixed before 1 February 1995 the amount of aid for the production of honey for the smaller Aegean islands, whose value in ecus has been adapted due to the abolition of the corrective factor of the agricultural conversion rate⁽¹⁾

```
(1) OJ L 241, 10.10.1995, p. 12.
```

3. DÉROGATIONS APPLICABLE TO STRUCTURAL MEASURES

- Commission Decision of 4 May 1994 concerning greater efficiency in agricultural structures in Greece (smaller Aegean islands) in accordance with Regulation (EEC) No 2328/91
- Commission Decision of 28 March 1995 on improving the efficiency of agricultural structures in Greece in accordance with Regulation (EEC) No 2328/91

Annex 2

Administrative acts adopted to implement the measures

1. SPECIFIC SUPPLY ARRANGEMENTS

- Ministerial Decision No 443790 of 22 December 1993 on the supporting documents required for payment of aid for supplies of certain agricultural products to the smaller Aegean islands (Greek OJ B No 927 of 23 December 1993)
- Ministerial Decision No 186854 of 19 July 1995 amending Decision No 443790 of 22 December 1993 on the procedures and the supporting documents required for payment of aid for supplies of certain agricultural products to the smaller Aegean islands
- Administrative Act No 2/94 laying down strict rules on the transport and normal marketing of subsidised products as regards the marking of the purchase price on the shipping document, as amended and supplemented by Administrative Acts Nos 4/94 and 8/94 (Greek OJ No 244 of 7 April 1994)
- Administrative Act No 4/94 on markings on packs of yoghurt qualifying for consumption aid in the Aegean islands
- Administrative Act No 5/94 of 19 May 1995 on markings on packs of yoghurt qualifying for consumption aid in the Aegean islands (Greek OJ Section 2 No 489 of 1 June 1995)
- Ministerial Decision No A2-1292 of 22 March 1994 on the marketing of animal feedingstuffs qualifying for aid for supplies to the Aegean islands (Greek OJ No 244 of 7 April 1994)
- Ministerial Decision No A2-2201 of 15 April 1994 on the marketing in bulk of animal feedingstuffs in the Aegean islands (Greek OJ No 313 of 25 April 1994)
- [Circular No 145348 of 26 January 1996 on the specific arrangements for supplies of certain agricultural products to the smaller Aegean islands]

2. MEASURES TO SUPPORT LOCAL PRODUCTS

- Stockfarming:

Ministerial Decision No 190019 of 1 July 1994 on additional aid for the fattening of male bovine animals and the supplement to the premium for the maintenance of suckler cows (Greek OJ No 536 of 7 July 1994)

- Private storage of certain locally manufactured cheeses:

Ministerial Decision No 190080 of 1 July 1994 on the supporting documents for entry into and removal from storage and additional procedures relating to aid for the private

storage of certain locally manufactured cheeses in accordance with Regulations (EEC) No 2019/93 and (EC) No 3393/93

- Potatoes for human consumption and seed potatoes:

Circular No 166309 of 26 February 1994 on procedures for the granting of aid per hectare to potato producers in the Aegean islands

 Continued cultivation of areas under vines for the production of quality wines psr in traditional areas of production:

Circulars No 444236 of 1 December 1993 and No 326567 of 16 March 1994 concerning the implementation of the specific aid scheme for areas under vines producing quality wines psr in the smaller Aegean islands under Council Regulation (EEC) No 2019/93

Ministerial Decision No 328321 of 14 March 1995 on the granting of aid for continued cultivation of areas under vines for the production of quality wines psr in the smaller Aegean islands under Council Regulation (EEC) No 2019/93 (Greek OJ B 211 of 23 March 1995)

- Ageing of locally produced liqueur wines:

Ministerial Decision No 189304 of 28 June 1994 on procedures for granting aid for the ageing of liqueur wines in the smaller Aegean islands

- Maintenance of olive groves:

Circular No 212538 of 7 December 1993 on the procedure for granting flat-rate aid for the maintenance of olive groves in the smaller Aegean islands

- Honey:

Circular No 212538 of 7 December 1993 on procedures for granting aid per hive for the production of honey of specific quality (Greek OJ B 215 of 1 April 1994)

Decision No 329361 of 23 March 1994 on the authority responsible, the procedure, the supporting documents and controls for implementation of the specific procedure for granting aid for the production of honey of specific quality (thyme) in the smaller Aegean islands (Greek OJ B 215 of 1 April 1994)

Ministerial Decision No 344487 of 17 April 1995 on the approval of programmes of initiatives of honey producer groups for 1995

- Management and controls:

Agricultural Ministry Circular No 17344() of 27 March 1995 on the Integrated Administration and Control System and the rules for the application of certain Community aid schemes

3. DEROGATIONS APPLICABLE TO STRUCTURAL MEASURES

- Ministerial Decree No 112 of 27 December 1993 on the implementation of Regulation (EEC) No 2019/93 introducing specific measures for the smaller Aegean islands concerning certain agricultural products. Derogations applicable to structural measures: improvement plans and compensatory allowances
- Ministerial Decree No 149 of 30 November 1994 on the aid scheme for mountain and hill areas and for less-favoured areas for 1994 (compensatory allowance) pursuant to Council Regulation (EEC) No 2328/91 on improving the efficiency of agricultural structures
- Ministerial Decision No 415312/6255 of 29 September 1994 on procedures for the inclusion of investment plans in Council Regulation (EEC) No 866/90 of 29 March 1991 on improving the processing and marketing conditions for agricultural products, as amended by Regulation (EC) No 3669/93, and the procedure for granting national and Community aid
- Circular No 432922/7249 of 12 December 1994 on the implementation of Regulation (EEC) No 866/90 for the period 1994-99
- Ministerial Decision No°372828/10012 of 11 December 1996 on incentives for young farmers to set up in farming under Regulation (EEC) No 2328/91
- Ministerial Decision No°252 of 11 December 1996 on incentives and aid for speeding up the adjustment of agricultural structures under Regulation (EEC) No 2328/91

ANNEX 3

Aid for supply - summary table

(The EAGGF Guarantee Section covers 90% of the amounts mentioned in the table.)

Table 16 (ECU '000) 1993 1994 1995 product unit forecast balance outturn balance outturn outturn tota quantity tota quantity tota (ECU/t) (t) cost (t) cost (t) cost (t) cost (t) cost (t) cost (a) yoghurt total 1.750 67,5 7.000 180,0 0,07 4.000 105,0 . 2,3 34.0 1,2 group A 15(1)(2) 500 11.25 2.000 30.0 0,0 0.00 1.000 15,0 group B 30(1)(2) 1.250 56,25 5.000 150.0 2,3 0.07 3.000 90.0 34,0 1,2 (b) sugar tota 9.000 354.38 0 12,000 315.0 8131.0 240.00 12,000 135.0 8.139.5 288.8 of which: 15(1)(2) 2.250 50,63 3.000 45.0 265,0 4,00 3.000 45,0 237,0 group B 30(1)(2) 6.750 303.75 9 000 270.0 7866.0 236.00 9.000 90.0 7.902,5 284,5 (c) wheat flour total 10,000 393,75 40.750 1072.5 38.018,0 1,032,00 40,750 1.072,50 38,805,5 1.252,0 of which 15(1)(2) 2.500 56,25 10.000 150,0 7.268,0 109,00 10.000 150,0 8.055,5 145,0 group A group B 30(1)(2) 7.500 337,50 30.750 922,5 30,750,0 923,00 30.750 922,5 30,750,0 1.107,0 (d) animal feedingstuffs 58.577,0 1.860,0 59.248,10 1.641,00 total 17.450 695,25 이 70.000 82.000 2.220,0 1.994,1 of which: group A 15(1)(2) 4.000 80.00 0 16.000 240.0 7.480.90 113.00 16,000 240.0 6.170.0 111.0 0 13,450 51.767,20 1.528,00 66.000 605,25 1.620.0 1.980.0 52.407.0 30(1)(2) 54.000 1883.1 group B grain cereals R3,3 group A 15(1)(2) 2.500 56,25 0 0 10.000 150.0 5.319.5 80.00 10.000 150.0 4 627 0 group B (6) 30(1)(2) 7.700 346,50 0 30,750 922.5 29391.8 882.00 42.750 1.282.50 29,739,0 1.067.0 residues and waste of ood industry group A 15(1)(2) 250 5.63 0 0 1.000 15.0 680.5 10.00 1.000 15.0 850.0 15.3 group B 30(1)(2) 4150 186,75 16.500 495,0 17.336,7(4) 495,00 16.500 495,0 16058,0 578,1 Preparations for animal feed of which: group A 15(1)(2) 1.000 15,0 699,1 11,00 1.000 15,0 657,0 group B 30(1)(2) 1.600 72.00 0 0 6.500 195,0 4.756,70 143,00 6.500 195,0 6360.0 229.0 lucerne and fodder 15(1)(2) 1.000 22,50 0 4.000 60,0 781,8 12,00 4.000 group / 60 36.0 0.6 30(1)(2) 0 282(5) 8,00 group B 250,0 (e) fruit, vegetables and 20 834 866.54 125,000 2.804,70 1.123 25,20 28.818 464.7 3.746.0 80,9 potatoes, of which: 5(1)(2)(3) group A 16.269 195,2 6 000 group B 0(1)(2)(3) ۰٥ 18,123 805.54 108.731 2.609,5 975 23,40 22.818 410,7 3.746,0 80,9 2.387,41 2.938,27 total 59.034 254.750 6.232.2 106.522.4 167.568 3.997.2 3.617.0 109,302,0 of which: group A 11 961 269.12 47.269 660.2 15.161.9 227,80 36.000 group B 47.073 2.118,29 207.481 5.572.0 91.360,5 2,710,47 131.568 3.493,2 94.839.5 3,356.7

⁽¹⁾ Regulation (EEC) No 2958/93. The aid is increased by 50% for the first year

⁽²⁾ Regulation (EC) No 3004/94 of 9 December 1994.

⁽³⁾ For 1994 and 1995 the aid payable equals 60% and 60% respectively of the aid for 1983.

⁽⁴⁾ Aid payable in respect of up to 16 500 t only.

⁽⁵⁾ Aid payable in respect of up to 250 t only.

ANNEX 4 Summary table - aid for local production

Table 17 (ECU '000)

Table 17							(ECO '000)		
		forecast	outturn 1993 1994 1995						
	unit aid		1993		1994		19		
product	:	quantity (head,ha, hi,t, etc.)	quantity	total cost	quantity	total	quantity	total	
1.Livestock production									
bovine animals (ECU/head)					•				
- premium for fattening	40(1)		6.355	254,2	10.710	428,40	11.872	474,88	
- suckler cow premium	40(1)		8.735	349,4	8.060	322,40	9.921	396,84	
total			15.090	603,6	18.770	750,80	21.793	871,72	
- private storage of cheese (ECU/t/day)	2.28(2)	5.000	0	0	210(3)	41,84	484(4)	146,12	
total 1				603,6		792,64		1.017,84	
2. Crop production									
- aid for production of fruit and vegetables (ECU/t) - fruit and vegetables - potatoes	500(5) 500(6)	3.200	· 0	D O	0 1.202	0,0 6 01,0	0 1.484,00	0 895,97	
- wine sector - aid per hectare (ECU/ha) - ageing of quality wines psr (ECU/hl/day)	394.83(7) 0.0197(8)	40.000	4.887,30 2.000	1.929,6 1,2	4.993,52 2.154,00	1971,6 14,5	5.199,55 2.154,00	2.478,90 17,23	
- olive-oll sector flat-rate aid (ECU/ha)	120(9)		1)3,020,40	11.162,0	100.390,00	12.047,0	90.473,40	13.109,66	
- honey (ECU/ hive)	7 or 10(10)	100 000(11)	85.304	597,1	105.074(12)	700,0	47.663,00	575,77	
total 2				13.689,9		15.334,1		17.077,53	
grand total				14.293,5		16.126,7		18.095,37	

⁽¹⁾ The unit aid for 1995 is ECU 40 (Regulation (EC) No 2417/95).

⁽²⁾ The aid for 1995 is ECU 2,75/t/day (Regulation (EC) No 1802/95).

⁽³⁾ Of which 200 t of feta cheese and 10 t of ladotyrl cheese.

⁽⁴⁾ Of which 210 I placed in storage in 1994.

⁽⁵⁾ The aid for 1995 is ECU 603.75/ha.

⁽⁶⁾ The aid for 1995 is ECU 603.76/ha.

⁽⁷⁾ The unit aid for 1995 is ECU 476.76/ha.

⁽⁸⁾ The aid for 1995 is ECU 0.02379/hl/day.

⁽⁹⁾ The aid for 1996 is ECU 144.9/ha.

⁽¹⁰⁾ The aid for 1995 is ECU 12.08/hive.

⁽¹¹⁾ Since 1995 aid has been payable for up to 50 000 hives.

⁽¹²⁾ The aid was payable for up to 100 000 hives.

COM(98) 292 final

DOCUMENTS

EN

03 13 10 01

Catalogue number : CB-CO-98-303-EN-C

ISBN 92-78-35966-1

Office for Official Publications of the European Communities L-2985 Luxembourg