

# COMMISSION OF THE EUROPEAN COMMUNITIES

COM(78) 423 final

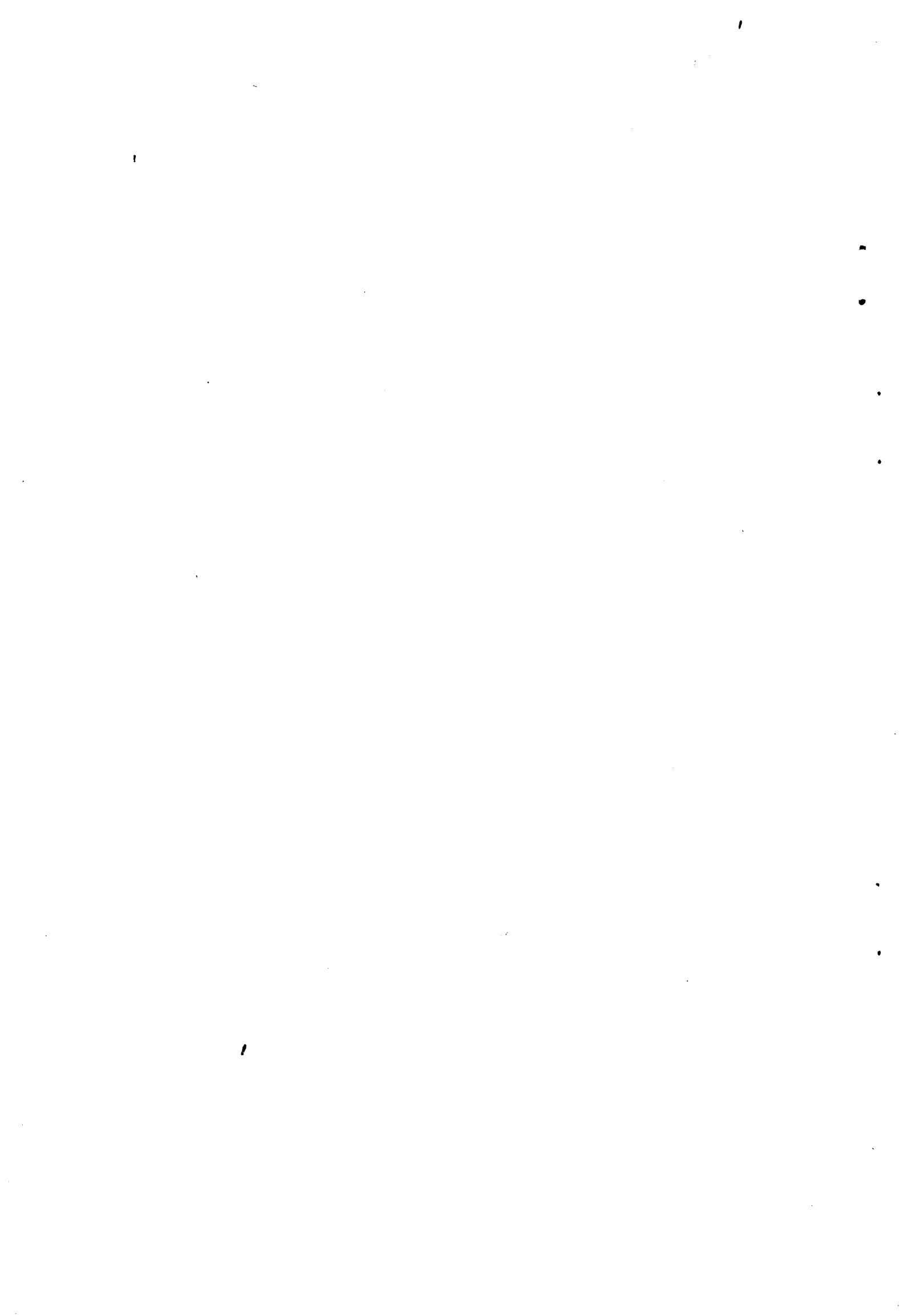
Brussels, 13 September 1978

Proposal for a  
COUNCIL REGULATION (EEC)  
on trade in oils and fats between the Community and Greece

---

(submitted to the Council by the Commission)

COM(78) 423 final



## EXPLANATORY MEMORANDUM

The purpose of this draft proposal for a Regulation is to adapt the system of trade between the Community and Greece to the situation resulting from the new organisation of the market in olive oil introduced by Council Regulation (EEC) No 1562/78 amending Regulation No 136/66/EEC establishing a common organisation of the market in oils and fats.

The new system of trade between the EEC and Greece only differs from the previous system on the following points :

- introduction on a permanent basis of the possibility of using the system of tendering for the import levy for olive oil;
- in the case of the application of the tendering system, the fixing for olives and olive oil cakes of a levy which takes account of the minimum levy applicable to the quantity of oil contained in those products.

The other amendments are purely in the wording.

---

Proposal for a  
COUNCIL REGULATION (EEC) No .../78

on trade in oils and fats between the Community and Greece

THE COUNCIL OF THE EUROPEAN COMMUNITIES,

Having regard to the Treaty establishing the European Economic Community, and in particular Article 43 thereof,

Having regard to the proposal from the Commission,

Having regard to the Opinion of the European Parliament,

Whereas Council Regulation No 136/66/EEC of 22 September 1966 on the establishment of a common organisation of the market in oils and fats <sup>(1)</sup>, as last amended by Regulation (EEC) No 1562/78 <sup>(2)</sup>, set up a common trading system for oils and fats with third countries; whereas this system provides for import levies on olive oil, olives intended for the production of oil, certain olive oil cakes and other residues and for the application of the Common Customs Tariff to other products;

Whereas the customs duties which the Member States apply with regard to Greece are fixed by the Agreement establishing an Association between the European Economic Community and Greece;

Whereas Protocol No 12 annexed to that Agreement stipulates that, if levies are introduced for olive oil and olives, Greece will benefit in anticipation of the harmonisation of the agricultural policies of the Community and Greece from the system which the Member States apply among themselves;

Whereas the system of prices introduced by Regulation No 136/66/EEC does not extend to Greece; whereas differences may therefore occur between the price on the Greek market and the price on the Community market; whereas these differences should be made good, in accordance with the principles of the levy system, by a levy calculated according to the rules which were generally applied under the common agricultural policy to trade between the Member States before the fixing of common prices;

Whereas, since Greece is not obliged to apply to olive oil and olives from third countries the levy system introduced by the Community, the application of the special levy in question to exports from Greece to the Community of products not produced entirely in Greece could lead to considerable distortions in trade; whereas the application of the special levy should therefore be limited to products produced entirely in Greece;

(1) OJ No 172, 30.9.1966, p. 3025/66

(2) OJ No L 185, 7.7.1978, p. 1

Whereas Council Regulation (EEC) No 2844/76 of 23 November 1976 laying down special measures in particular for the determination of offers of olive oil on the Greek market<sup>(3)</sup>, as amended by Regulation (EEC) No 2361/77<sup>(4)</sup>, made an exception to the arrangements for the fixing of the special import levy for Greece by providing for the fixing of the levy by a tendering procedure;

Whereas there is a risk that the difficulties in assessing the actual situation on the Greek market which led to the adoption of this special system will occur in the future; whereas in these circumstances provision should be made to enable recourse to be had to this system again, after suspension of the original system for fixing the levy;

Whereas trade with Greece in olives and olive oil cakes and other residues is only small compared with the trade in olive oil; whereas, to simplify administrative procedures, application of the system of tendering for the import levy should be limited to olive oil; whereas, for the same purpose, provision should be made to exempt from this system imports of olive oil which have no effect on the development of trade in this product;

Whereas the system provided for in this Regulation for imports and exports of olive oil and olives could in some circumstances lead to a disturbance on the Community market; whereas, therefore, measures should be provided to enable such a situation to be remedied;

Whereas the introduction of the system referred to above should enable all other obstacles to trade between the Community and Greece to be eliminated;

Whereas, subject to the obligations resulting from the Association Agreement, certain provisions of Regulation No 136/66/EEC may be applied to trade between the Community and Greece;

Whereas Council Regulation No 162/66/EEC of 27 October 1966 on trade in oils and fats between the Community and Greece should be repealed<sup>(5)</sup>,

HAS ADOPTED THIS REGULATION :

(3) OJ No L 327, 26.11.1976, p. 6

(4) OJ No L 277, 28.10.1977, p. 2

(5) OJ No 197, 29.10.1966, p. 3393/66

#### Article 1

Trade between the Community and Greece in the products referred to in Article 1 (2) of Regulation No 136/66/EEC, hereinafter referred to as "the basic Regulation", shall be governed by the following provisions.

#### Article 2

As regards the products referred to in points a), b) and d) of Article 1 (2) of the basic Regulation, with the exception of those falling within subheadings 07.01 N II and 07.03 A II of the Common Customs Tariff, and products falling within subheading 23.04 A I, the Member States shall apply, in trade between the Community and Greece, the customs duties resulting from the application of the Agreement establishing an Association between the European Economic Community and Greece, hereinafter referred to as "the Agreement".

#### Article 3

1. There shall be charged on imports of untreated olive oil falling within subheading 15.07 A I of the Common Customs Tariff, entirely produced in Greece and transported directly from that country to the Community, a levy the amount of which shall be equal to the difference between the threshold price fixed in accordance with Articles 4, 9 and 10 of the basic Regulation and a free-at-frontier price, minus a fixed amount.
2. The free-at-frontier price calculated for the Community frontier crossing point in accordance with Article 9 of the basic Regulation shall be determined on the basis of the most favourable purchasing opportunities on the Greek market; such prices shall be adjusted in accordance with any differences in the description or quality in relation to those for which the threshold price has been fixed.
3. The fixed amount shall be determined for each marketing year by the Council, acting by a qualified majority on a proposal from the Commission, and Greece shall be consulted in advance on the level of this amount.
4. The levy shall be fixed by the Commission. Detailed rules for the application of this Article shall be adopted according to the procedure provided for in Article 38 of the basic Regulation.

#### Article 4

1. There shall be charged on imports of olive oil falling within subheading 15.07 A II of the Common Customs Tariff, entirely produced in Greece and transported directly from that country to the Community, a levy corresponding to that applicable to the quantity, which may be fixed on a flat-rate basis, of olive oil required for the production of the olive oil in question.

2. Detailed rules for the application of this Article shall be adopted in accordance with the procedure provided for in Article 38 of the basic Regulation.

#### Article 5

1. Where the offers on the Greek market for untreated olive oil do not enable the price trend of the market to be determined, the import levy for the products referred to in Articles 3 and 4 shall be fixed by tender.
2. At regular intervals the Commission shall fix the minimum rate of the levy taking into account inter alia the rates of levy indicated by the tenderers. Any tenderer who has indicated a levy equal to or above the minimum rate shall be declared successful and shall be obliged to import the quantity given in his application at the rate of levy which he has indicated.
3. However, imports of quantities which have no influence on the market situation shall not be subject to this tendering procedure. In that case the levy charged shall be the last minimum levy fixed before importation.
4. If trends on the Greek market differ according to the presentation of untreated olive oil, different minimum levies may be fixed for the various presentations in question.
5. The Council, acting by a qualified majority on a proposal from the Commission shall adopt general rules for the application for this Article.
6. Detailed rules for the application of this Article shall be adopted according to the procedure provided for in Article 38 of the basic Regulation.

#### Article 6

1. There shall be charged on imports of olives falling within subheadings 07.01 N-II and 07.03 A II of the Common Customs Tariff, harvested in Greece and transported directly from that country to the Community, a levy calculated, on the basis of the oil content of the product imported, from that applicable to olive oil under Article 3.
2. There shall be charged on imports of products falling within subheadings 23.04 A-II and 15.17 B I of the Common Customs Tariff, entirely produced in Greece and transported directly from that country to the Community, a levy calculated, on the basis of the oil content of the product imported, from that applicable to olive oil under Article 3.
3. When Article 5 is applied, there shall be charged on imports of the products referred to in paragraphs 1 and 2 a levy which takes account of the minimum levy applicable to the quantity of olive oil contained in those products.

4. The levies referred to in this Article shall be fixed by the Commission at regular intervals.
5. Detailed rules for the application of this Article, and in particular those concerning the determination of the oil content which may be fixed as a standard rate, shall be adopted according to the procedure provided for in Article 38 of the basic Regulation.

#### Article 7

1. Where, in the Community, the market in olive oil is seriously disturbed or in danger of being seriously disturbed by :
  - imports of the products referred to in points c), d) and e) of Article 1 (2) of the basic Regulation, entirely produced in Greece and transported directly from that country to the Community, and in particular where the intervention agencies, because of these imports, buy in substantial amounts of olive oil in application of Article 12 (1) of the basic Regulation, or
  - exports of olive oil to Greece, and in particular where, because of such exports, the market price of olive oil is in danger of exceeding or considerably exceeds the level of the market target price, or a decision has been made to sell the buffer stock,appropriate measures may be applied until the disturbance or danger thereof has disappeared.
2. Greece shall be informed of any decision taken in accordance with paragraph 1.
3. The nature of the measures which may be adopted and the conditions for the application of this Article shall be determined, after consultation with Greece, by the Council acting by a qualified majority on a proposal from the Commission.

#### Article 8

Subject to the provisions of Articles 7, 9 and 10, the following shall be incompatible, in trade with Greece, with the application of the provisions of this Regulation :

- the levying of any customs duty or charge having a similar effect other than those provided for by this Regulation;
- the application of any quantitative restriction or a measure having an equivalent effect;
- recourse to Article 41 of the Agreement in respect of the products referred to in points c) d) and e) of Article 1 (2) of the basic Regulation, with the exception of those falling within subheadings 07.02 A and ex 07.04 B of the Common Customs Tariff.



Article 9

Subject as provided in the Agreement, the following Articles of the basic Regulation and the measures taken in implementation thereof shall apply : Article 18; Article 19; Article 20; Article 27 (3) (c) and (5); Article 28; Article 35; Article 41 (1).

Article 10

Where the products imported into the Community were not entirely produced in Greece or have not been transported directly from Greece into the Community, Articles 14,15,16,17 and 20b of the basic Regulation shall apply to products coming within their terms, subject as provided in the Agreement.

Article 11

The Council, acting on a proposal from the Commission and in accordance with the voting procedure provided for in Article 43 (2) of the Treaty, may, after consultation with Greece, amend the list of products to which this Regulation shall apply or may take any exceptional measures in order to take account of special conditions which may occur with regard to these products.

Article 12

Regulation No 162/66/EEC is hereby repealed.

Article 13

This Regulation shall enter into force on 1 November 1978.

This Regulation shall be binding in its entirety and directly applicable in all Member States.

Done at Brussels

For the Council

