

COMMISSION OF THE EUROPEAN COMMUNITIES

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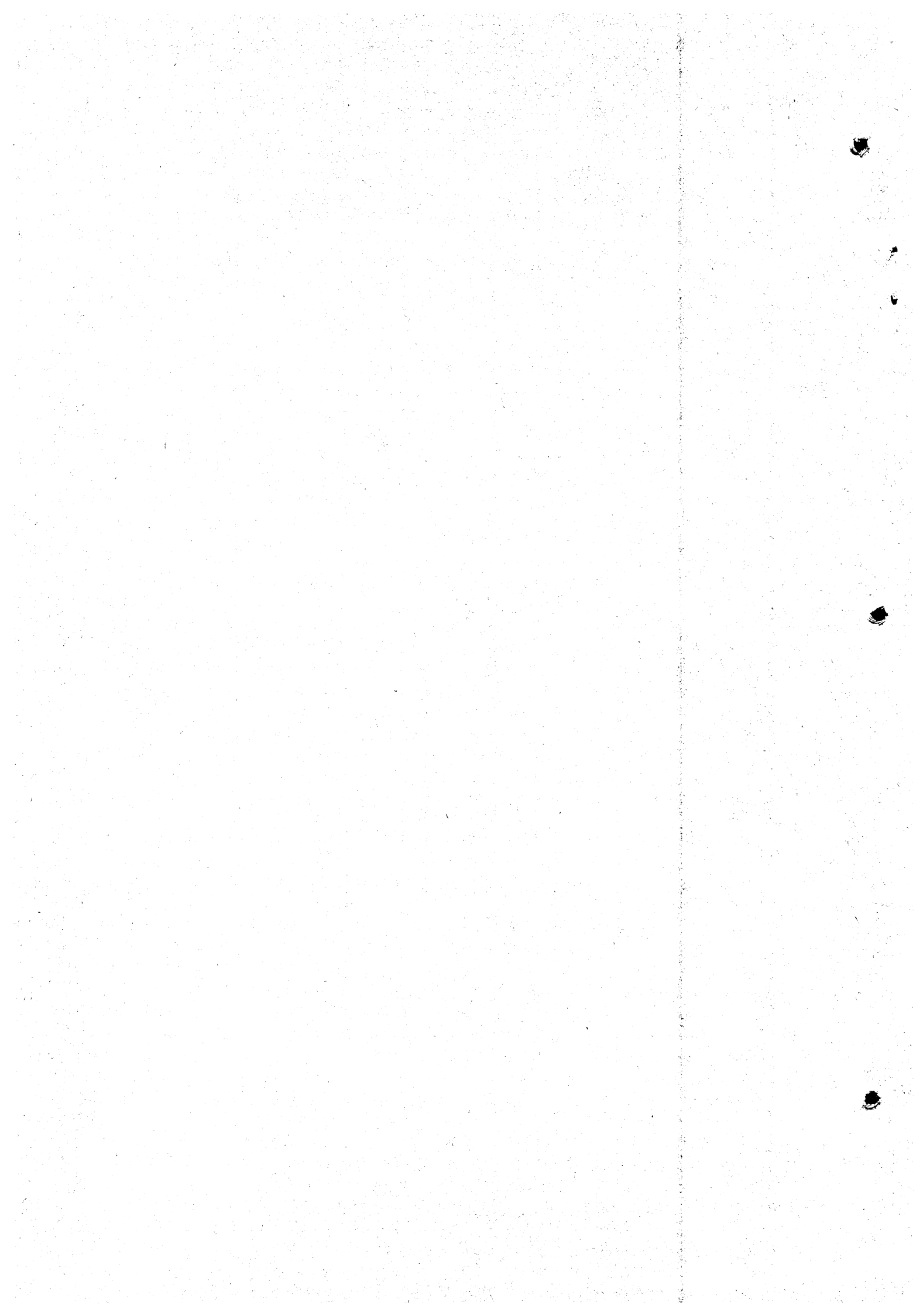
Brussels, 19th July 1979

PROPOSAL FOR A COUNCIL REGULATION (EEC)
OPENING, ALLOCATING AND PROVIDING FOR THE ADMINISTRATION
OF A COMMUNITY TARIFF QUOTA FOR CERTAIN PETROLEUM
PRODUCTS FALLING WITHIN CHAPTER 27 OF THE COMMON CUSTOMS
TARIFF, REFINED IN SPAIN (1980)

PROPOSAL FOR A COUNCIL REGULATION (EEC)
OPENING, ALLOCATING AND PROVIDING FOR THE ADMINISTRATION
OF A COMMUNITY TARIFF QUOTA FOR OTHER WOVEN FABRICS OF
COTTON FALLING WITHIN HEADING No 55.09 OF THE COMMON
CUSTOMS TARIFF, ORIGINATING IN SPAIN (1980)

(presented by the Commission to the Council)

COM(79) 405 final



EXPLANATORY MEMORANDUM

1. Article 2 of the Agreement between the European Economic Community and Spain, read with Articles 2, 3 and 4 of Annex I thereto, provides for the opening of Community tariff quotas for the importation into the Community of the following products, originating in Spain, at the quota duties specified below :

CCT heading No	Product	Annual Volume	Quota duty
Chapter	Certain petroleum products	1 200 000 t	} 40% of the } CCT duties
55.09	Other cotton fabrics	1 800 t	

2. However, this regime has been provided only for the importation of these products into the six original Member States, whereas the three new Member States have applied different regimes. According to the Act of Accession the importation of these products into the three new Member States are subject to the rates of duty of the Common Customs Tariff from 1 July 1977.

In this situation, a uniform regime of importation should be established. Hence the forementioned quota volumes should be increased in such a manner as to take account of the traditional quantities imported in the new Member States. This leads to an increase to 1 900 tonnes in the quota for cotton fabrics and to 1 400 000 tonnes for petroleum products.

3. The Regulations provide, in the usual way, for the splitting up of the quota volumes into two parts, of which the first will be allocated among the Member States as quota shares and the second will be kept as a reserve.

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4. The allocation of the first part of each quota has been undertaken according to the rules generally applied hitherto. The total imports of each Member State for 1976 to 1978 have been expressed as a proportion of total Community imports over the same period. The resulting percentages have been applied State by State to the volume of the first part, the last digit of the number of metric tons being rounded off.
5. The proposed Regulation on other cotton fabrics provides for a single method of administration, to be applied by all Member States, namely the "as and when" method.

However it is at present impossible to provide for a single method of administration ("as and when" or advance allocation) of the quota for certain petroleum products. The rules governing the market in these products vary from one Member State to another, with the effect that the Member States regard the application of a single method of administration as impossible. In contrast to general practice, therefore, each Member State will be empowered to administer its own share of the quota according to its own rules, while ensuring that all importers of the relevant products have free access to the quota.

Proposal for a
COUNCIL REGULATION (EEC)

opening, allocating and providing for the administration of a Community tariff quota for certain petroleum products, falling within Chapter 27 of the Common Customs Tariff and refined in Spain (1980)

THE COUNCIL OF THE EUROPEAN COMMUNITIES,

Having regard to the Treaty establishing the European Economic Community, and in particular Article 113 thereof,

Having regard to the proposal from the Commission,

Whereas the Agreement between the European Economic Community and Spain ⁽¹⁾ provides in Article 2 (1) together with Article 3 of Annex 1 for the opening by the Community of an annual total Community tariff quota of 1 200 000 tonnes of certain petroleum products, falling within Chapter 27 of the Common Customs Tariff and refined in Spain; whereas, pursuant to Article 2 of the said Annex, the quota duty is equal to 40% of the Common Customs Tariff duties; whereas this preferential tariff arrangement has been provided only for imports of these products into the Member States of the Community in its original composition; whereas, according to the Act of Accession, imports of these products into the three new Member States are subject to the rates of duty of the Common Customs Tariff from 1 July 1977; whereas the import arrangements relating to these products should be uniform throughout the Community; whereas the aforementioned annual quota volume should be increased to 1 400 000 tonnes; whereas this Community tariff quota should be opened for 1980

Whereas it is in particular necessary to ensure for all Community importers equal and uninterrupted access

⁽¹⁾ OJ No L 182, 16. 8. 1970, p. 2.

to the abovementioned quota and uninterrupted application of the rate laid down for that quota to all imports of the product concerned into all Member States until the quota has been used up; whereas, having regard to the above principles, the Community nature of the quota can be respected by allocating the Community tariff quota among the Member States; whereas, to reflect as accurately as possible the true trend of the market in the products in question, such allocation should be in proportion to the requirements of the Member States, calculated by reference to the statistics for imports from Spain over a representative period and also to the economic outlook for the quota period concerned;

Whereas, during the last three years for which statistics are available, the corresponding imports by each of the Member States represent the following percentages of the imports into the Community from Spain of the products concerned:

Member States	197 6	197 7	197 8
Benelux	24.8	38.0	10.6
Denmark	0.0	6.4	-
Germany	32.4	15.5	13.9
France	8.5	13.0	28.4
Ireland	0.0	0.0	-
Italy	6.4	15.8	31.4
United Kingdom	27.9	11.3	15.7

Whereas, in view of these factors, and of market forecasts for the products concerned and in particular of the estimates submitted by certain Member States,

initial quota shares may be fixed approximately at the following percentages:

Benelux	22.77 %
Denmark	7.14 %
Germany	42.86 %
France	6.07 %
Ireland	0.18 %
Italy	4.91 %
United Kingdom	16.07 %

Whereas, in order to take into account import trends for the products concerned in the various Member States, the quota volume should be divided into two instalments, the first being shared between the Member States and the second constituting a reserve to cover at a later date the requirements of Member States which have used up their initial quota shares; whereas to give importers in each Member State a certain degree of security, the first instalment of the Community quota might under the present circumstances be fixed at about 80% of the quota;

Whereas the Member States' initial shares may be used up at different times; whereas, in order to take this fact into account and avoid any break in continuity, any Member State which has almost used up its initial quota share, should draw an additional share from the reserve; whereas this must be done by each Member State as and when each of its additional shares is almost used up, and repeated as many times as the reserve allows; whereas the initial and additional shares must be valid until the end of the quota period; whereas this method of administration requires close cooperation between the Member States and the Commission, and

the latter must be in a position to monitor the extent to which the quota volume has been used up and to inform the Member States thereof;

Whereas if, at a given date in the quota period, a substantial quantity of an initial share remains unused in any Member State, it is essential that that Member State should return a significant proportion to the reserve, to prevent a part of any Community tariff quota from remaining unused in one Member State when it could be used in others;

Whereas, since the Kingdom of Belgium, the Kingdom of the Netherlands and the Grand Duchy of Luxembourg are united in and represented by the Benelux Economic Union, any operation relating to the administration of the quota shares allocated to that economic union may be carried out by any of its members,

HAS ADOPTED THIS REGULATION:

Article 1.

From 1 January until 31 December 1980 and subject to the measures which might be taken pursuant to Article 3 (2) and (4) of Annex I to the Agreement between the European Economic Community and Spain, the Common Customs Tariff duties in respect of the products refined in Spain and listed below shall be suspended partially at the levels indicated for each of them, within the limits of a global Community tariff quota of 1 400 000 tonnes:

CCT heading No	Description	Rate of duty (%)
27.10	Petroleum oils and oils obtained from bituminous minerals, other than crude; preparations not elsewhere specified or included, containing not less than 70% by weight of petroleum oils or of oils obtained from bituminous minerals, these oils being the basic constituents of the preparations:	
	A. Light oils:	
	III. For other purposes	2.4
	B. Medium oils:	
III. For other purposes	2.4	
C. Heavy oils:		
I. Gas oil:		
c) For other purposes	1.4	

CCT heading No	Description	Rate of duty (%)
27.10 (cont'd)	II. Fuel oil: c) For other purposes III. Lubricating oils: other oils: c) to be mixed in accordance with the terms of Additional Note 7 to this Chapter (a) d) For other purposes	1.4 1.6 2.4
27.11	Petroleum gases and other gaseous hydrocarbons: B. Other: 1. Commercial propane and commercial butane: c) For other purposes	0.6
27.12	Petroleum jelly: A. Crude: III. For other purposes B. Other	0.8 2.8
27.13	Paraffin wax, micro-crystalline wax, slack wax, ozokerite, lignite wax, peat wax and other mineral waxes, whether or not coloured: B. Other: I. Crude: c) For other purposes II. Other	0.8 2.4
27.14	Petroleum bitumen, petroleum coke and other residues of petroleum oils or of oils obtained from bituminous minerals: C. Other: II. Other	0.8

(a) Entry under this subheading is subject to conditions to be determined by the competent authorities.

Article 2

1. A first instalment amounting to 1 120 000 tonnes of the Community tariff quota referred to in Article 1 shall be allocated among the Member States; the respective shares, which subject to Article 5 shall be valid until 31 December 1980 shall be as follows:

Benelux	255 000 t
Denmark	80 000 t
Germany	480 000 t
France	68 000 t
Ireland	2 000 t
Italy	55 000 t
United Kingdom	180 000 t

2. The second instalment amounting to 280 000 tonnes shall constitute the reserve.

Article 3

1. If 90% or more of a Member State's initial share as specified in Article 2 (1), or 90% of that share minus the portion returned to the reserve where Article 5 is applied, has been used up, then, to the extent permitted by the amount of the reserve, that Member State shall forthwith, by notifying the Commission draw a second share equal to 15% of its initial share, rounded up where necessary to the next unit.

2. If, after its initial share has been used up, 90% or more of the second share drawn by a Member State has been used up, that Member State shall, in accordance with the conditions laid down in paragraph 1, draw a third share equal to 7.5% of its initial share, rounded up where necessary to the next unit.

ANNEX A

3. If, after its second share has been used up, 90% or more of the third share drawn by a Member State has been used up, that Member State shall, in accordance with the conditions laid down in paragraph 1, draw a fourth share equal to the third.

This process shall continue until the reserve is used up.

4. By way of derogation from paragraphs 1, 2 and 3, a Member State may draw shares smaller than those fixed in those paragraphs if there is reason to believe that these might not be used up. It shall inform the Commission of its reasons for applying this paragraph.

Article 4

Each of the additional shares drawn pursuant to Article 3 shall be valid until 31 December 1980.

Article 5

The Member States shall return to the reserve, not later than 1 October 1980 such unused portion of their initial share as, on 15 September 1980 is in excess of 20% of the initial volume. They may return a greater quantity if there are grounds for believing that it may not be used.

Member States shall, not later than 1 October 1980 notify the Commission of the total quantities of the products in question imported up to 15 September 1980 and charged against the Community tariff quota, and of any quantities of the initial shares returned to the reserve.

Article 6

The Commission shall keep an account of the shares opened by the Member States pursuant to Articles 2 and 3 and shall, as soon as it is notified, inform each Member State of the extent to which the reserve has been used up.

It shall inform the Member States not later than 5 October 1980 of the amounts still in reserve after quantities have been returned thereto pursuant to Article 5.

The Commission shall ensure that the drawing which uses up a reserve does not exceed the balance available and to this end shall notify the amount of that balance to the Member State which makes such last drawing.

Article 7

1. Member States shall take all measures necessary to ensure that additional shares drawn pursuant to Article 3 are opened in such a way that imports may be charged without interruption against their accumulated shares in the Community tariff quotas.

2. Member States shall ensure that importers of the products in question established in their territory have free access to the shares allocated to them.

3. Member States shall charge imports of the goods in question against their shares as and when such goods are entered with the customs authorities for home use.

Article 8

At the request of the Commission, Member States shall inform it of imports actually charged against their shares.

Article 9

The Member States and the Commission shall cooperate closely in order to ensure compliance with this Regulation.

Article 10

This Regulation shall enter into force on 1 January 1980.

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

Done at Brussels.

For the Council

The President

Proposal for a
COUNCIL REGULATION (EEC)

opening, allocating and providing for the administration of a Community tariff quota for other woven fabrics of cotton, falling within heading No 55.09 of the Common Customs Tariff and originating in Spain (1980)

THE COUNCIL OF THE EUROPEAN COMMUNITIES,

Having regard to the Treaty establishing the European Economic Community, and in particular Article 113 thereof,

Having regard to the proposal from the Commission,

Whereas the Agreement between the European Economic Community and Spain ⁽¹⁾ provides in Article 2 (1) together with Article 4 of Annex I for the opening by the Community of an annual Community tariff quota of 1 800 tonnes of other woven fabrics of cotton, falling within heading No 55.09 of the Common Customs Tariff and originating in Spain; whereas, pursuant to Article 2 of the said Annex, the quota duty is equal to 40% of the Common Customs Tariff duty in respect of the products concerned; whereas the Community tariff quota contains quota duties of 5.2, 5.6, 5.6 and 6% for the products falling within subheadings 55.09 A I, A II, B I and B II respectively; whereas this preferential tariff arrangement has been provided only for imports of these products into the Member States of the Community in its original composition; whereas, pursuant to the Act of Accession, imports of these products into the three new Member States are subject to the rates of duty of the Common Customs Tariff from 1 July 1977; whereas the import arrangements relating to these products should be uniform throughout the Community; whereas the aforementioned annual quota volume should be increased to 1 900 tonnes; whereas this Community tariff quota should be opened for 1980.

Whereas it is in particular necessary to ensure to all Community importers equal and uninterrupted access to the abovementioned quota and uninterrupted application of the rate laid down for that quota to all imports of the products concerned into all Member States until the quota has been used up; whereas, having regard to the principles mentioned above, the Community nature of the quota can be respected by allocating the Community tariff quota among the Member States; whereas to reflect as accurately as possible the true trend of the market in the products in question, such allocation should be in proportion to the

requirements of the Member States calculated by reference to the statistics of imports from Spain over a representative period and also to the economic outlook for the quota period concerned;

Whereas, during the last three years for which statistics are available, the corresponding imports by each of the Member States represent the following percentages of the imports into the Community from Spain of the products concerned:

Member States	1976	1977	1978
Benelux	18.7	8.2	3.8
Denmark	0.0	0.3	0.9
Germany	4.4	7.0	3.7
France	68.8	73.1	66.7
Ireland	0.5	2.7	0.4
Italy	5.8	6.0	8.1
United Kingdom	1.8	2.7	16.4

Whereas, in view of these factors, of market forecasts for the products in question and in particular of the estimates submitted by certain Member States, initial quota shares may be fixed approximately at the following percentages:

Benelux	6.15 %
Denmark	0.39 %
Germany	6.15 %
France	70.77 %
Ireland	1.54 %
Italy	13.08 %
United Kingdom	1.92 %

Whereas, in order to take into account import trends for the products concerned in the various Member States, the quota volume should be divided into two instalments, the first being shared among the Member States and the second constituting a reserve to cover at a later date the requirements of those Member States having used up their initial quota shares; whereas, in order to give importers in each Member State a certain

(1) OJ No L 182, 16. 8. 1970, p. 2.

ANNEX B

degree of security, the first instalment of the Community quota should under present circumstances be fixed at 68% of the quota;

Whereas the Member States' initial shares may be used up at different times; whereas, in order to take this fact into account and avoid any break in continuity, any Member State which has almost used up its initial share, should draw an additional share from the reserve; whereas this must be done by each Member State as and when each of its additional shares is almost used up, and repeated as many times as the reserve allows; whereas the initial and additional shares must be valid until the end of the quota period; whereas this method of administration requires close cooperation between the Member States and the Commission, and the latter must be in a position to monitor the extent to which the quota volume has been used up and to inform the Member States thereof;

Whereas if, at a given date in the quota period, a substantial quantity of an initial share remains unused in a Member State, it is essential that that Member State

should return a significant proportion to the reserve, to prevent a part of any Community quota from remaining unused in one Member State when it could be used in others;

Whereas since the Kingdom of Belgium, the Kingdom of the Netherlands and the Grand Duchy of Luxembourg are united in and represented by the Benelux Economic Union, any operation concerning the administration of the quota shares allocated to that economic union may be carried out by any of its members.

HAS ADOPTED THIS REGULATION:

Article 1

From 1 January until 31 December 1980 the Common Customs Tariff duties in respect of the products originating in Spain and listed below shall be partially suspended at the levels indicated for each of them within the limits of a global Community tariff quota of 1 900 tonnes:

CCT heading No	Description	Rate of duty (%)
55.09	Other woven fabrics of cotton:	
	A. Containing 85% or more by weight of cotton:	
	I. Of a width of less than 85 cm	5.2
	II. Other	5.6
	B. Other:	
	I. Of a width of less than 85 cm	5.6
	II. Other	6

Article 2

1. A first instalment amounting to 1 300 tonnes of the Community tariff quota referred to in Article 1 shall be allocated among the Member States; the respective shares, which subject to Article 5 shall be valid until 31 December 1980 shall be as follows:

Benelux	80 t
Denmark	5 t
Germany	80 t
France	920 t
Ireland	20 t
Italy	170 t
United Kingdom	25 t

2. The second instalment of 600 tonnes shall constitute the reserve.

Article 3

1. If 90% or more of a Member State's initial share as specified in Article 2 (1), or 90% of that share minus the portion returned to the reserve where Article 5 is applied, has been used up, then to the extent permitted by the amount of the reserve, that Member State shall forthwith, by notifying the Commission draw a second share equal to 15% of its initial share, rounded up where necessary to the next unit.

2. If, after its initial share has been used up, 90% or more of the second share drawn by a Member State has been used up, that Member State shall, in accordance with the conditions laid down in paragraph 1, draw a

ANNEX B

third share equal to 7.5% of its initial share, rounded up where necessary to the next unit.

3. If, after its second share has been used up, 90% or more of the third share drawn by a Member State has been used up, that Member State shall, in accordance with the same conditions, draw a fourth share equal to the third.

This process shall continue until the reserve is used up.

4. By way of derogation from paragraphs 1, 2 and 3, a Member State may draw shares smaller than those fixed in those paragraphs if there is reason to believe that these might not be used up. It shall inform the Commission of its reasons for applying this paragraph.

Article 4

Each of the additional shares drawn pursuant to Article 3 shall be valid until 31 December 1980.

Article 5

The Member States shall return to the reserve, not later than 1 October 1980 such unused portion of their initial share which, on 15 September 1980 is in excess of 20% of the initial volume. They may return a larger quantity if there are grounds for believing that it may not be used.

The Member States shall, not later than 1 October 1980 notify the Commission of the total quantities of the products in question imported up to 15 September 1980 inclusive, and charged against the tariff quota and, of any quantities of the initial shares returned to the reserve.

Article 6

The Commission shall keep an account of the shares opened by Member States in accordance with Articles 2 and 3 and shall, as soon as it is notified, inform each Member State of the extent to which the reserve has been used up.

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

Done at Brussels,

It shall inform the Member States, not later than 5 October 1980 of the amount in the reserve after quantities have been returned pursuant to Article 5.

The Commission shall ensure that any drawing which exhausts the reserve does not exceed the balance available and, to this end, shall notify the amount of that balance to the Member State which makes such last drawing.

Article 7

1. The Member States shall take all measures necessary to ensure that additional shares drawn pursuant to Article 3 are opened in such a way that imports may be charged without interruption against their accumulated shares of the Community quota.

2. The Member States shall ensure that importers of the products in question established in their territory have free access to the shares allocated to them.

3. The Member States shall charge imports of the said goods against their shares as and when the goods are entered with the customs authorities for home use.

4. The extent to which a Member State has used up its share shall be determined on the basis of the imports charged in accordance with paragraph 3.

Article 8

At the request of the Commission, Member States shall inform it of imports actually charged against their shares.

Article 9

The Member States and the Commission shall cooperate closely in order to ensure compliance with this Regulation.

Article 10

This Regulation shall enter into force on 1 January 1980.

For the Council

The President

