# COMMISSION OF THE EUROPEAN COMMUNITIES

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Brussels, 11th December 1979

PROPOSAL FOR A ESTIMATE OF SUPPLY

AND DEMAND FOR BEEF AND VEAL IN THE PROCESSING INDUSTRY

FOR THE PERIOD 1 JANUARY TO 31 DECEMBER 1980

(presented by the Commission to the Council)

#### Proposed

Estimate of supply and demand for beef and veal in the processing industry for the period 1 January to 31 December 1980

THE COUNCIL OF THE EUROPEAN COMMUNITIES,

Having regard to the Treaty establishing the European Economic Community,

Having regard to the Council Regulation (EEC) No 805/68 of 27 June 1968 on the common organization of the market in beef and veal (1), as last amended by Regulation (EEC) No 425/77 (2), and in particular Article 14 (2) thereof,

Having regard to the proposal from the Commission,

HAS ADOPTED THIS ESTIMATE:

#### Foreword

Article 14 (2) of Regulation (EEC) No 805/68 provides that each year before 1 December, the Council, acting by a qualified majority on a proposal from the Commission shall draw up an estimate of meat which may be imported under the arrangements laid down in that Article. This estimate shall take account, on the one hand, of the expected Community supplies of meat of a quality and type of cut suitable for industrial use and, on the other, of industrial need.

This estimate shall mention separately the quantities of meat

- a) intended for the manufacture of preserved food which does not contain characteristic components other than beef and jelly;
- b) intended for the processing industry for the manufacture of products other than the preserved food referred to in (a).

<sup>(1)</sup> OJ No L 148, 28.6.1968, p. 24.

## Introduction

This estimate covers the period 1 January to 31 December 1980. It has been prepared in the light of information available to the Commission and on the light of Vforecasts

It is derived from estimates of demand in the industry and of Community supplies of meat of qualities and types of out suitable for industrial use, hereinafter referred to as "meat for processing".

Demand in the industry for meat for processing has been assessed by the reference to the quantities of fresh and frozen meat used each year.

Community supplies of meat for processing have been estimated by reference to the quantities of fresh and frozen meat normally used for this purpose.

## Chapter I

## Supplies of meat for processing

According to information supplied to the Commission by the Member States in September 1979, Community supplies of home-produced fresh meat for processing for 1980 can be estimated at 879,000 tonnes of meat on the bone, which includes cows slaughtered in accordance with Council Regulation (EEC) No 1078/77 (3), as last amended by Regulation (EEC) No 1270/79 (4).

It is also estimated that at the end of 1979 the Community will hold a public stock of meat as a result of standing intervention purchases. The quantity of this meat satisfying the requirements of meat for processing can be estimated at 87,000 tonnes of meat on the bone.

At the end of 1979 there will be a stock of meat held in private storage under Commission Regulations (EEC) Nos  $1198/79^{(5)}$  and  $2061/79^{(6)}$ , which provide for the granting of private storage aid for beef.

The quantity of this meat satisfying the requirements for processing is estimated at 40,000 tonnes of meat on the bone.

With effect from January 1980 the Community is to open a tariff quota for 50,000 tonnes of boned frozen meat, which corresponds to 65,000 tonnes of meat on the bone.

<sup>2 (3)</sup> OJ No L 131, 26.5.1977, p. 1. (4) OJ No L 161, 29.6.1979, p. 10. (5) OJ No L 150, 19.6.1979, p. 10.

<sup>00</sup> Novi 240, 22.9.1979,

Experience shows that under this quota 11,900 tonnes of frozen meat on the bone will be imported in 1980 for processing.

In 1979 the quantity of meat to be imported into the Community and originating from Botswana, Kenya, Madagascar or Swaziland which satisfies the requirements for processing after taking into account the possible increase in beef imported from these countries, is estimated at 12,900 tonnes of meat on the bone.

For 1980 the total available supplies will thus be as follows:

Fresh meat:		879,000 tonnes
Frozen meat for processing taken over at		
intervention:		87,000 tonnes
Frozen meat for processing resulting from		
private storage aid contracts:		40,000 tonnes
Frozen meat imported for processing under		
GATT quota:		11,900 tonnes
Frozen meat imported for processing under	•	
A.C.P. agreement:	1. 1.	12,900 tonnes
		1,030,800 tonnes

## Chapter II

## Industrial demand for meat for processing

According to information supplied to the Commission by the Member States in September 1979, Community demand for meat for processing in 1980 can be estimated at 1.090,800 tonnes of meat on the bone. This figure includes quantities required for the preparation of preserved foods as specified in Article 14 (1)(a) of Regulation (EEC) No 805/68. This latter quantity is estimated at 112,000 tonnes.

## Conclusion

The needs of the processing industries, including those producing preserved foods referred to in Chapter II and containing no characteristic components other than beef and jelly, have been estimated at 1.090,800 tonnes of meat on the bone.

The tonnage of the supplies available from the total of home production in 1980, plus stocks in store at the end of 1979 suitable for processing and imports under the different special arrangements suitable for processing has been estimated at 1,030,800 tonnes of meat on the bone.

The deficit in meat for processing in 1980 can be estimated at 60,000 tonnes of meat on the bone.

In light of the experience gained in 1979 it is proposed to apportion this tonnage, as required by Article 14 (1) of Regulation (EEC) no 805/68, so that:

- a) 30,000 tonnes of meat intended for the manufacture of preserved food which does not contain characteristic components other than beef and jelly shall qualify for the total suspension of the levy, and
- b) 30,000 tonnes of meat intended for the processing industry for the manufacture of products other than the preserved food referred to in (a) shall qualify for the total or partial suspension of the levy.

## FINANCIAL STATEMENT

23.11.1979.

1. BUDGET HEADING : 100	The state of the s		APPROBIATIO	ons : ] . 19	642,1 M 80	EUA					
2. TITLE: Draft estimated balance sheet concerning the beef intended for the processing industry in the period 1.1. to 31.12.1980											
3. LEGAL BASIS: Article 14 of Council Regulation 805/68											
4. AIMS OF PROJECT: Estimation of the shortfall in processing meat in the Community for 1980 and as proposition of the quantities of beef for which a total or partial suspension of the levy would be applied											
5. FINANCIAL IMPLICATIONS	PERIOD OF 12 MONTHS	CURRENT FINAN		FOLLOWING	FINANCIA 81 )	L YEAR					
5.0 EXPENDITURE - CHARGED TO THE EC BUDGET (REFUNDS/INTERVENTIONS)		,				· ·					
<ul><li>NATIONAL ADMINISTRATION</li><li>OTHER</li></ul>					• **						
5.1 RECEIPTS - OWN RESOURCES OF THE EC (LEVIES/CMSTONSCRONDES) - NATIONAL		- 28.7 M	EUA (1)	-	5.8 M	EUA(1)					
	1982	1983									
5.0.1 ESTIMATED EXPENDITURE 5.1.1 ESTIMATED RECEIPTS			•								
5.2 METHOD OF CALCULATION  30 000 t with total suspension of the levy of 782 ECU/T  30 000 t with 55% suspension of the levy of 782 ECU/T  23.46 M ECU 12.90 M ECU  36.36 M ECU 34.50 M EUA  of which 5/6 in 1980 and 1/6 in 1981.											
6.0 CAN THE DOOLEGE OF THANKS FOR ADD											
6.0 CAN THE PROJECT BE FINANCED FROM APP	ROBIATIONS ENTERED I	N THE RELEVANT	CHAPTER OF	THE CURRE		? YES/ <u>MX</u>					
<del>%AATEKKERTETETETETETETETETETETETETETETETETE</del>	<del>₽₽¥₹₽¥¥₽¥₩₽₩₩₽₽₩₽₽</del>	<u> </u>	x <del>8⊬3.8€1.x</del> 3	· · · · · · · · · · · · · · · · · · ·		xr3/ng					
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6.3 WILL FUTURE BUDGET APPROBIATIONS BE	NECESSARY ?					YES/NIX					
OBSERVATIONS: This does not con	ncern a new mea	asure, but	a system	which	was						

already applied in previous years. Therefore the draft budget for 1980 takes it into account.

