

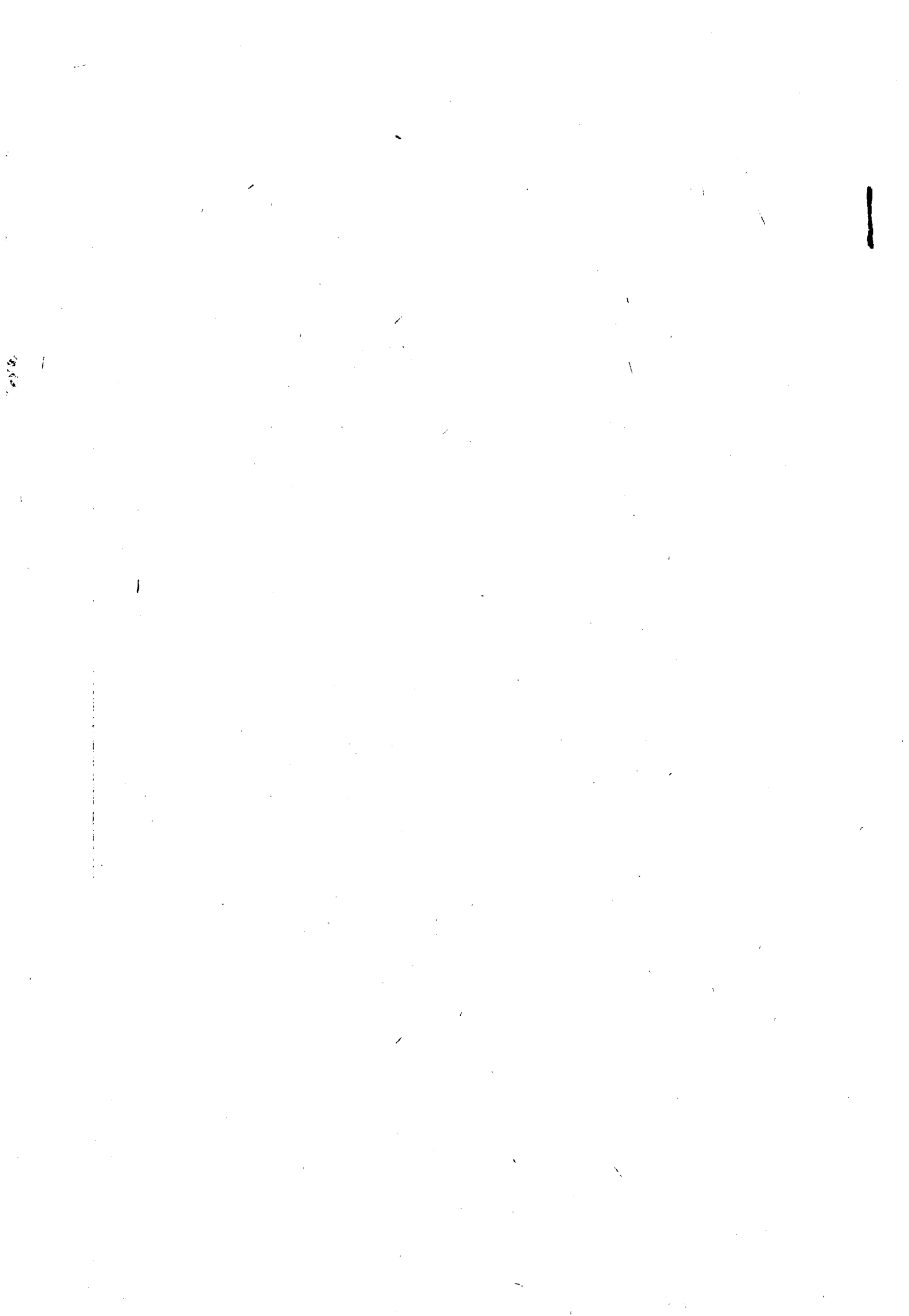
COMMISSION OF THE EUROPEAN COMMUNITIES

COM(76) 112 final.

Brussels, 19 March 1976

Proposal for a
REGULATION (EEC) OF THE COUNCIL
amending the rate of exchange to be applied for
agricultural purposes to the French franc

(submitted to the Council by the Commission)



PROPOSAL FOR
COUNCIL REGULATION (EEC) No /76

of

amending the rate of exchange to be applied
for agricultural purposes to the French franc

THE COUNCIL OF THE EUROPEAN COMMUNITIES,

Having regard to the Treaty establishing the European Economic Community,

Having regard to Council Regulation (EEC) No 129 on the value of the unit of account and the exchange rates to be applied for the purposes of the common agricultural policy¹, as last amended by Regulation (EEC) No 2543/73², and in particular Article 3 thereof,

Having regard to the proposal from the Commission,

Whereas Council Regulation (EEC) No /76 of on the exchange rate to be applied for agricultural purposes and repealing Regulation (EEC) No 475/75³ introduced a representative rate for the French franc to take effect

basically at the beginning of the marketing year for the various agricultural products and, in certain cases, from 15 March 1976 ;
whereas the movement of the French franc shows that it is necessary to revert to the representative rate previously valid for that currency ;

Whereas Article 7 of the abovementioned Regulation provides for a special measure in view of the fact that the new representative rate may, in certain circumstances result in a reduction in terms of the national currency of amounts fixed in units of account; whereas that special measure is no longer necessary if the old representative rate is restored;

Whereas the Monetary Committee will be consulted and whereas, in view of the urgency of the matter, the proposed measures should be adopted under the conditions laid down in Article 3(2) of Regulation No 129,

HAS ADOPTED THIS REGULATION:

(1) OJ No 106, 30.10.1962, p. 2553/62
(2) OJ No L 263, 19.9.1973, p. 1
(3)

Article 1

1. In Article 2(1)(d) of Regulation (EEC) No /76,
"Ffrs 1 = 0.18044 unit of account" is hereby replaced by
"Ffrs 1 = 0.177520 unit of account".

2. Article 7 of Regulation (EEC) No is repealed.

Article 2

This Regulation shall enter into force on 1 April 1976.

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

Done at Brussels,

For the Council

FINANCIAL RECORD SHEET

Date 17.3.1976

1. Relevant budget heading: Various Articles and items of Titles 6 and 7
2. Title of project: Proposal for a Council Regulation amending the exchange rate to be applied to the French franc for agricultural purposes.
3. Legal basis: Article 3 of Regulation No 129
4. Purpose: Realignment of the representative rate of the French franc at the level fixed by Regulation (EEC) No 475/75, following the movement of that currency.

5.0 Cost	12 months	current financial year (76)	following financial year (77)
assigned to the EC Budget (expenditure)	+ 17 million u.a.	+ 1 million u.a.	+ 17 million u.a.
Revenue (own resources)	+ 1 million u.a.	+ 0.5 million u.a.	- 1 million u.a.

5.1 Multiannual timetable Year 1977 Year 1978 Year

+ 17 million u.a.

5.2 Method of calculation

- a). Expenditure: the realignment of the representative rate produces the effect of the double conversion rate of 1.42%. On the basis of an expenditure level in France of 1 200 million u.a., over 12 months, the effect of the double rate is an increase in expenditure of 17 million u.a. For the 1976 financial year, allowing for the entry into force of the representative rate sector by sector, the effect of the double rate on expenditure will be + 9 million u.a., and the revaluation in French francs of the intervention stocks estimated at 8 million u.a., should be deducted from that amount. It should be noted that the proposed measure, in line with the floating of the French franc, will preclude or delay the introduction of monetary compensatory amounts into French trade. Owing to the structure of French trade, the possible application of monetary compensatory amounts will result in revenue which will be deducted from other EAGGF expenditure.
- b). Revenue: The effect of the 1.42% double rate on the revenue from levies and contributions in France (78 million u.a.) will result in additional revenue of 1 million u.a.

6.1 Can the project be financed from appropriations entered in the relevant chapter of the current Budget?

Yes (in view of the negligible effect)

~~6.2 Can the project be financed by a transfer between chapters of the current Budget?~~

~~Yes No~~

~~6.3 Will a Supplementary Budget be needed Yes No~~

6.4 Are there appropriations to be entered in future budgets? Yes

