COMMISSION OF THE EUROPEAN COMMUNITIES

COM(83) 248 final

Brussels, 5 May 1983

Recommendation for a COUNCIL DECISION

authorizing the Commission to negotiate on behalf of the Community an agreement in the form of an exchange of letters amending certain zero-duty tariff quotas opened by the United Kingdom for 1983 in accordance with Protocol No 1 of the Agreement between the European Economic Community and the Republic of Finland

(submitted to the Council by the Commission)

Explanatory Memorandum

- 1. As for the last four years the United Kingdom has requested that the 1983 zero-duty tariff quota for coated printing and writing paper, including light weight coated mechanical paper weighing less than 65 gms/m² (LWC), provided for in Protocol No 1 of the Free Trade Agreement between the European Economic Community (EEC) and Finland be increased.
- 2. The reasons for this request are the following:
 - Since the conclusion of the Agreement in 1973 the demand structure for paper products imported from Finland has changed considerably.
 - The demand for light weight coated paper has increased sharply since 1973, in particular for a special type of this paper supplied by Finland.
 - There is no production of this type of paper in the United Kingdom and although the rest of the Community has been able to supply an increasing proportion of U.K. demand, much of the latter has still to be met by supplies from Finland. Politically and economically it would not be desirable to impose customs duties even very minor ones on this traditional commerce during the last year of transition towards full free trade.
- 3. The increase in the quotas for coated printing and writing paper would be for 1983 and would be accomplished through a temporary transfer of 7.571 tons from the underutilized quota for ex 48.01 C II (kraft paper for large capacity sacks) to the quota ex 48.07 D (coated printing and writing paper).
- 4. Therefore, the Commission presents to the Council the attached recommendation for a Council Decision authorizing the Commission to negotiate on behalf of the Community an agreement in the form of an exchange of letters amending certain zero-duty tariff quotas opened by the United Kingdom for 1983 in accordance with Protocol No 1 of the Agreement between the European Economic Community and the Republic of Finland.

RECOMMENDATION FOR A COUNCIL DECISION

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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 Agreement signed in Brussels on 5 October 1973 between the European Economic Community and the Republic of Finland (1)

Having regard to the recommendation from the Commission;

Whereas certain zero-duty tariff quotas opened by the United Kingdom for 1983 in accordance with Protocol No 1 of the aforementioned Agreement should be amended,

HAS DECIDED AS FOLLOWS:

Sole Article

The Commission is hereby authorized to negotiate on behalf of the Community an agreement in the form of an exchange of letters amending certain zero-duty tariff quotas opened by the United Kingdom for 1983 in accordance with Protocol No 1 of the Agreement between the European Economic Community and the Republic of Finland.

⁽¹⁾ OJ No L 328, 28.11.1973, p.2

The Commission, assisted by representatives of the Member States, shall conduct the negotiations in accordance with the annexed directives.

Done at Brussels,

For the Council
The President

Directives for negotiation from the Council to the Commission

According to Protocol No 1 of the Agreement between the European Economic Community and the Republic of Finland signed in Brussels on 5 October 1973 (1) the United Kingdom has since 1 January 1974 opened zero-duty tariff quotas for coated printing and writing paper (ex 48.07 D) as well as for kraft paper for large capacity sacks (ex 48.01 C II). The permissible maxima for these quotas were fixed on the basis of statistics for the period 1968-1971.

Since 1974 the demand for light weight coated paper (LWC) has increased significantly in particular for a special type of this paper supplied by Finland.

Thus an increase in the quota for coated printing and writing paper (ex 48.07 D) for 1983 should be accomplished through a temporary transfer of 7 571 t from the underutilized quota for kraft paper for large capacity sacks (ex 48.01 C II) to the former quota.

⁽¹⁾ OJ No L 328, 28.11.1973, p. 2

Financial sheet

The increase by 7,571 t of the duty-free quota would mean a reduction of 98.600 ECU in Customs duties levied on light weight coated paper. It is unlikely that the revenue from duties levied on kraft paper would increase because of the quota reduction, since these quotas were not fully utilized in the past.