COUNCIL REGULATION (EEC) No 4074/87

of 18 December 1987

opening, allocating and providing for the administration of a Community tariff quota for ferro-silicon, falling within codes 7202 21 10, 7202 21 90 and 7202 29 00 of the combined nomenclature (1988)

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, as regards ferro-silicon, the European Economic Community has undertaken to open an annual duty-free Community tariff quota of 20 000 tonnes; whereas this should, however, be reduced to 12 600 tonnes to take account of the traditional imports from EFTA countries which are free of customs duty under the Agreements concluded with those countries, and also the obligations entered into in relation to a third country which has the right of the previous negotiator for this quota volume; whereas the quota concerned should therefore be opened on 1 January 1988 and allocated among the Member States;

Whereas the Community has adopted, with effect from 1 January 1988, a combined nomenclature for goods which meets the requirements of both the Common Customs Tariff and the Nomenclature of Goods for External Trade Statistics of the Community and Statistics of Trade between Member States; whereas in order to accommodate specific Community rules, this Nomenclature has been expanded into an integrated tariff of the European Communities (TARIC); whereas, with effect from that date, the combined nomenclature and, where appropriate, the TARIC code numbers should be used for the description of the products covered by this Regulation;

Whereas equal and continuous access to the quota should be ensured for all importers and the rate of duty for the tariff quota should be applied consistently to all imports until the quota is used up; whereas arrangements for the utilization of the Community tariff quota based on an allocation among Member States would seem to be consistent with the Community nature of the quota; whereas, to correspond as closely as possible to the actual market trend in the product in question, allocation of the quota should be in proportion to the requirements of the Member States as calculated by reference to statistics of imports from third countries during a representative reference period and to the economic outlook for the quota year in question;

Whereas, during the last three years for which complete statistics are available, the corresponding imports into each of the Member States represented the following percentages of imports of the products in question from third countries not benefiting from an equivalent preferential arrangement.

Member States	1984	1985	1986
Benelux	12,43	8,92	23,57
Denmark	0	0	0
Germany	61,12	65,17	64,36
Greece	0	0,13	0,84
Spain	9,22	0,87	2,25
France	4,69	0,51	0,41
Ireland	0	0	0
Italy	3,25	15,92	1,15
Portugal	0,55	0,19	0,12
United Kingdom	8,74	8,29	7,31

Whereas, in view of these factors and of market forecasts for ferro-silicon for 1988, the initial percentage shares of the quota volume can be expressed approximately as follows:

Benelux	17,11
Denmark	0,01
Germany	63,69
Greece	0,45
Spain	3,75
France	1,56
Ireland	0,01
Italy	5,25
Portugal	0,25
United Kingdom	7,92

Whereas, to take account of future import trends for the product concerned, the quota volume should be divided into two parts, the first being allocated among Member States and the second held as a reserve to cover the subsequent requirements of Member States which have used up their initial share; whereas, to give importers some degree of certainty, the first parts of the tariff quota should be set at a high level, which in this case could be approximately 90 % of the volume of the quota;

Whereas initial shares may be used up at different rates; whereas to avoid any break in the continuity of supplies on this account, it should be provided that any Member State which has used up its initial share should draw from the reserve amounts corresponding to its actual requirements; whereas this should be done as many times as the reserve

allows; whereas this form of administration requires close collaboration between the Member States and the Commission, and the latter must be in a position to monitor the extent to which the quotas have been used up and to inform the Member States accordingly;

Whereas if, at a given date in the quota period, a considerable quantity of a Member State's initial share remains unused, it is essential that the Member State concerned should return a significant proportion to the reserve, in order to prevent a part of the Community quota remaining unused in one Member State while 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 within and jointly represented by the Benelux Economic Union, any measure concerning the administration of the shares allocated to that economic union may be carried out by any one of its members,

HAS ADOPTED THIS REGULATION:

Article 1

1. From 1 January to 31 December 1988, the customs duty applicable to imports of the following product shall be suspended at the level indicated and within the limits of a Community tariff quota as shown herewith:

Order No	Combined nomenclature code	Description	Quota volume (tonnes)	Rate of duty (%)
09.0019	7202 21 10 7202 21 90 7202 29 00	Ferro-silicon	12 600	0

Within the limits of this tariff quota, Spain and Portugal shall apply duties calculated in accordance with the relevant provisions in the 1985 Act of Accession.

2. Imports of the product in question may not be charged against this tariff quota if they are already free of customs duties under other preferential tariff arrangements.

Article 2

- 1. The Community tariff quota referred to in Article 1 shall be divided into two parts.
- 2. A first part of the quota of 11 340 tonnes shall be allocated among the Member States; the shares shall, subject to Article 5, be valid from 1 January to 31 December 1988 and shall be as follows:

	(tonnes)
Benelux	1 941
Denmark	1
Germany	7 223
Greece	176
Spain	300
France	177
Ireland	1
Italy	595
Portugal	28
United Kingdom	898

3. The second part of 1 260 tonnes shall constitute the reserve.

Article 3

If a Member State has used all of its initial share as specified in Article 2 (2), or of that share less any portion returned to the reserve pursuant to Article 5, the following provisions shall apply.

If an importer enters a product covered by this Regulation for free circulation in a Member State, accompanied by a request for preferential treatment for the said product, and this request is accepted by the customs authorities, the Member State concerned shall by notifying the Commission, draw an amount corresponding to its requirements from the reserve referred to in Article 2 (3).

Requests to draw on the reserve together with the date of acceptance of the customs declarations must be forwarded to the Commission without delay.

Drawings shall be granted by the Commission on the basis of the date of acceptance of goods for entry into free circulation by the customs authorities of the Member State concerned, provided a sufficient amount remains in the reserve.

If a Member State does not use the quantity drawn, it shall return it to the reserve as soon as possible.

If requests for drawings exceed the amount remaining in the reserve, an allocation shall be made pro rata. The Member State shall be informed by the Commission through the same procedure.

Article 4

Additional shares drawn pursuant to Article 3 shall be valid until 31 December 1988.

Article 5

Member States shall, not later than 1 October 1988, return to the reserve the unused portion of their initial share which, on 15 September 1988, is in excess of 20 % of the initial volume. They may return a greater portion if there are grounds for believing that it may not be used in full.

Member States shall, not later than 1 October 1988, notify the Commission of the total quantities of the product in question imported up to and including 15 September 1988, and charged against the Community quota and of any portion of their initial shares returned to the reserve.

Article 6

Member States may restrict the charging of imports against their shares to products for certain intended uses. In that case the Community provisions on the matter shall be applied for checking that the product has been used for the stipulated purpose.

Article 7

The Commission shall keep an account of the shares drawn by the Member States pursuant to Articles 2 and 3 and shall, as soon as the information reaches it, inform each State of the extent to which the reserve has been used up. It shall, not later than 5 October 1988, inform the Member States of the amount still in reserve, following any return of shares pursuant to Article 5.

It shall ensure that the 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 making the last drawing.

Article 8

- 1. Member States shall take all appropriate measures to ensure that additional drawings of shares pursuant to Article 3 are carried out in such a way that imports may be charged without interruption against their accumulated shares of the Community quota.
- 2. Member States shall ensure that importers of the product in question have free access to the shares allocated to them.
- 3. The extent to which the Member States have used up their shares shall be determined on the basis of the imports of the product in question entered with the customs authorities for free circulation.

Article 9

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

Article 10

The Member States and the Commission shall cooperate closely to ensure that this Regulation is complied with.

Article 11

This Regulation shall enter into force on 1 January 1988.

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

Done at Brussels, 18 December 1987.

For the Council

The President

N. WILHIELM