# COMMISSION OF THE EUROPEAN COMMUNITIES

COM(74) 912 final Brussels, 21 June 1974

# Proposal for a REGULATION (EEC) OF THE COUNCIL

amending Regulation (EEC) No 229/73 as regards the "accession" compensatory amounts and coefficients to be applied thereto for cereals

(submitted to the Council by the Commission)

#### EXPLANATORY MEMORANDUM

1. Under Article 55(2) of the Act concerning the Conditions of Accession and the Adjustments to the Treaties, the "accession" compensatory amounts for those products for which derived intervention prices are fixed in the New Member States are to equal the difference between the prices fixed for the new Member State concerned and the common prices. As regards cereals, these provisions apply to common wheat and barley for which intervention prices are fixed in all the new Member States.

The marketing centres and the prices applicable therein for the 1974/75 marketing year have been given in Regulation (EEC) No 1128/74 and the draft Regulation establishing certain marketing centres for cereals and the derived intervention prices applicable therein for the 1974/75 season. Among these centres are those where the prices have served as a basis for the calculation of the "accession" compensatory amounts.

In accordance with the rules laid down in Article 52(2), (a) of the Act, these prices should be aligned with the level of common prices for the marketing year 1974/75. In accordance with Article 55(2) of the Act the difference between these prices and the common prices equals the "accession" compensatory amount which is applicable for common wheat and barley during the marketing yeat 1974/75.

2. In respect of those cereals for which no intervention prices have been fixed in the new Member States, the rules for the calculation and alignment of compensatory amounts, were, pursuant to the Act of Accession, laid down by Council Regulation (EEC) No 229/73(2) whereby the compensatory amounts for these products are to be calculated by applying coefficients to the compensatory amounts that are valid for the reference cereal. These coefficients were determined on the basis of prices or price ratios in the new Member States. Accordingly, Article 2(2) of the said Regulation provides for a progressive adjustment of these coefficients in accordance with the timetable laid down in Article 52(2) of the Act (6 stages), alignment, that is, with the existing ratio between Community threshold prices. The application of a coefficient to the compensatory amount which is fixed for the reference cereal, taking into account the variations in common prices, and the progressive alignment of the coefficients with the threshold price ratio for the new marketing year, constitute rules which enable the second stage of alignment to be achieved.

#### Proposal for a

# RECOLATION (EEC) OF THE COUNCIL

amending Regulation (EEC) No 229/73 as regards the "accession" compensatory amounts and coefficients to be applied thereto

for cereals

THE COUNCIL OF THE EUROPEAN COMMUNITIES.

Having regard to the Treaty establishing the European Economic Community;

Having regard to the Treaty concerning the accession of new Member States to the European Economic Community and to the European Atomic Energy Community (1) signed on 22 January 1972, and in particular Article 62(1) of the Act annexed thereto;

Having regard to the proposal from the Commission;

Whereas the compensatory amounts which are applicable until 31 July 1974 for common wheat and barley were fixed by Article I of Council Regulation (EEC) No 229/73 (2) of 31 January 1973 laying down general rules for the system of compensatory amounts for cereals and determining these for certain products. as amended by Regulation (EEC) No 1967/73 (3); whereas, in accordance with Article 55(2) of the Act, these amounts correspond to the difference between prices established in the new Member State concerned and the common prices;

Whereas, in accordance with Article 52 of the Act, existing prices in the new Member States must be aligned with the level of the common prices in six stages; whereas, for the marketing year 1974/75, the result of this alignment is the prices for common wheat and barley that are dealt with in Council Regulation (EEC) No 1128/74 (4) of 29 April 1974; determining for the 1974/75 marketing year the single intervention prices for barley, rye, durum wheat and maize and the principal marketing centres for common wheat and the derived intervention prices applicable at those centres and in Commission Regulation (EEC)  $/74^{(5)}$  of 1974 establishing certain marketing centres for cereals and the derived intervention prices applicable therein for the 1974/75 season; whereas, in accordance with Article 55(2) of the Act, the difference between these prices and the common prices equals the "accession" compensatory amount that is valid for the new marketing year;

<sup>(1)</sup> OJ No L 73, 27.3.1972, p. 5.

<sup>(2)</sup> OJ No L 27, 1.2.1973, p. 25 (3) OJ No L 201, 21.7.1973, p. 8 (4) OJ No L 128, 10.5.1974, p. 17

<sup>5)</sup> OJ No L

Whereas Council Regulation (EEC) No 229/73 did not determine compensatory amounts for certain categories of cereals, but coefficients for the compensatory amount applicable to the reference cereal; whereas under Article 2(2) of the above Regulation these coefficients are to be progressively aligned;

HAS ADOPTED THIS REGULATION:

### Article 1

Article 1 of Council Regulation (EEC) No 229/73 is replaced by the following:
"The compensatory amounts applicable until 31 July 1975 in trade between the
Community as originally constituted and the new Member States, and between
the new Member States and third countries, shall, for the following cereals,
be as follows:

	Trade with				
	Denmark	Ireland	United Kingdom		
	u.a./t	u.a./t	u.a./t		
Common wheat	6 <b>.</b> 97	5•25	31.02		
Barley	5 <b>.</b> 98	10•23	29.11		

## Article 2

Article 2(1) of Council Regulation (EEC) No 229/73(2) is replaced by the following:

"1. The compensatory amounts applicable until 31 July 1975 in trade between the Community as originally constituted and the new Member States, and between the new Member States and third countries, shall be calculated by applying the following coefficients to the compensatory amounts for the reference cereal:

	Reference cereals	Coefficients applicable in trade with		
amount is applicable		Denmark	Ireland	United Kingdom
Durum wheat	Common wheat	1.189	2.336	1.442
Rye	Barley	_	1.098	1.192
Oats	Barley	0.960	0.951	0.883
Maize	Barley	_	1.361	0.909
Nillet	Barley	-	0.962	0.907
Sorghum	Barley	7 4 6 	1.446	0.913

# Article 3

This Regulation shall enter into force on 1 August 1974.

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

Done at Brussels,

For the Council

The President