II

(Preparatory Acts)

COMMISSION

Proposal for a Council Regulation amending Council Regulations (EEC) No 2052/69, (EEC) No 1703/72 and (EEC) No 2681/74 on the Community financing of expenditure resulting from the supply of agricultural products as food aid

(Submitted by the Commission to the Council on 20 July 1977)

THE COUNCIL OF THE EUROPEAN COMMUNITIES,

Having regard to the Treaty establishing the European Economic Community, and in particular Articles 43 and 209 thereof,

Having regard to the proposal from the Commission,

Having regard to the opinion of the European Parliament,

Whereas the Community grants food aid to developing or disaster-stricken countries and guarantees the financing thereof;

Whereas under present rules the part of this expenditure which relates to export refunds is financed by the Guarantee Section of the European Agricultural Guidance and Guarantee Fund and the remainder is financed under Title 9 (Chapter on 'Food-aid expenditure');

Whereas experience has shown that such a distinction involves several disadvantages in the management of appropriations of the Community Budget;

Whereas the entire cost of food aid should consequently be charged solely to Title 9 (Chapter on 'Food-aid expenditure');

Whereas it is therefore necessary to amend various provisions of Council Regulation (EEC) No 2052/69 of 17 October 1969 on the Community financing of expenditure arising from the implementation of the Food Aid Convention [1], Council Regulation (EEC) No 1703/72 of 3 August 1972 amending Regulation (EEC) No 2052/69 on the Community financing of expenditure arising from the implementation of the Food Aid Convention of 1967 and laying down rules for the Community financing of expenditure arising from the implementation of the Food Aid Convention of 1971 [2], and Council Regulation (EEC) No 2681/74 of 21 October 1974 on the Community financing of expenditure incurred in respect of the supply of agricultural products as food aid [3],

HAS ADOPTED THIS REGULATION:

Article 1

Article 1 (1) of Regulation (EEC) No 2052/69 is hereby amended to read as follows:

'In respect of national transactions carried out in implementation of the Food Aid Convention, that part of the expenditure corresponding to the refund on exports to third countries, less costs incurred after the port of loading, shall be eligible for financing by the Guarantee Section of the European Agricultural Guidance and Guarantee Fund.'.

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[1] OJ No L 263, 21. 10. 1969, p. 6.
[2] OJ No L 180, 8. 8. 1972, p. 1.
[3] OJ No L 288, 25. 10. 1974, p. 1.

Article 2

The first subparagraph and subparagraph (a) of Article 4 (1) of Regulation (EEC) No 2052/69 are hereby amended to read as follows:

'Expenditure relating to Community transactions arising from the implementation of the Food Aid Convention shall be financed by the Community under Title 9 (Chapter on "Food aid expenditure") and, in pursuance of the Decisions taken by the Community institutions, shall include:

(a) the value of the goods at the port of loading;'.

Article 3

Article 6 (1) of Regulation (EEC) No 1703/72 is hereby amended to read as follows:

'For national measures taken under the Food Aid Convention of 1971 for which products procured in the Community were used, the Guarantee Section of the Fund shall finance that part of the expenditure which corresponds to the refund on exports to third countries, less costs incurred after the port of loading.

Rules for the application of this paragraph shall be adopted in accordance with the procedure laid down in Article 13 of Regulation (EEC) No 729/70.'.

Article 4

The first subparagraph and subparagraph (a) of Article 8 (1) of Regulation (EEC) No 1703/72 are hereby amended to read as follows:

'For Community measures under the Food Aid Convention of 1971 taken pursuant to Decisions adopted by the institutions of the Community:

(a) the Community shall provide finance to the value, at the port of loading or equivalent stage, of the cereals or rice, whether in the natural state or processed or, where the goods are procured on the world market, to the value resulting from the purchase price with the addition if necessary of any necessary expenses relating thereto;'.

Article 5

The following paragraph is hereby added to Article 1 of Regulation (EEC) No 2681/74:

'This expenditure shall be charged to Title 9 (Chapter on "Food aid expenditure").'.

Article 6

Article 2 of Regulation (EEC) No 2681/74 is hereby repealed.

Article 7

This Regulation shall enter into force on the third day following its publication in the *Official Journal of the European Communities.*

It shall apply with effect from 1 January 1978.

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

Proposal for a Council Regulation amending Regulation (EEC) No 1736/75 on the external trade statistics of the Community and statistics of trade between Member States

(Submitted by the Commission to the Council on 13 September 1977)

THE COUNCIL OF THE EUROPEAN COMMUNITIES,

Having regard to the Treaty establishing the European Economic Community, and in particular Article 235 thereof,

Having regard to the proposal from the Commission,

Having regard to the opinion of the European Parliament,

Whereas, with effect from 1 January 1977, the external trade statistics of the Community and statistics of trade between Member States are produced in European units of account (EUA) as defined by Com-