DENMARK and EUROPEAN ECONOMIC COMMUNITY

Bilateral Agreement concerning cattle for processing (No. ex 01.02 A II) (with related letter). Signed at Geneva on 30 June 1967

Authentic text: French.

Registered by Denmark on 4 August 1969.

DANEMARK

et COMMUNAUTÉ ÉCONOMIQUE EUROPÉENNE

Accord bilatéral pour le bétail de fabrication (n° ex 01.02 A II) avec lettre connexe. Signé à Genève le 30 juin 1967

Texte authentique: français.

Enregistré par le Danemark le 4 août 1969.

[Translation — Traduction]

BILATERAL AGREEMENT BETWEEN THE EUROPEAN ECONOMIC COMMUNITY AND DENMARK CONCERNING CATTLE FOR PROCESSING (No. EX 01.02 A II)

- 1. In its relations with Denmark, the Community has agreed to depart from the Regulation establishing a common marketing organization for beef on the following conditions:
- 2. Live cows of the bovine species (domestic types) intended, under customs control, for processing, shall be considered cattle for processing under sub-heading 01.02 A II of the common customs tariff.
- 3. The duty under the common customs tariff on cattle for processing (No. ex 01.02 A II) shall be reduced from 16 to 13 per cent.
- 4. Owing to the special features of the Agreement concluded between Denmark and the Community with a view to the joint regulation of the market for cattle for processing and to the obligations assumed by Denmark in order to contribute to the stabilization of the internal Community market, the Community envisages an adjustment in its levy system in favour of Denmark.
- 5. When it is necessary to resort to the full protection provided by the aggregate of customs duties and the levy, the Community undertakes, notwithstanding article 5 of Regulation No. 14/64/CEE, to limit the amount of the levy applicable to the import of cattle for processing from Denmark according to the time of year, as follows:
- (i) During the period from 15 August to 31 January:
 - If the market price of grown cattle is at a level between 100 and 150 per cent of the guide price, the amount of the levy collected may not exceed 20 per cent of the full levy;
 - If the market price of grown cattle is at a level between the guide price and the threshold at which the intervention machinery is set in motion, the amount of the levy collected may not exceed 40 per cent of the full levy;
 - If the market price of grown cattle is at a level between the threshold at which the intervention machinery is set in motion and the intervention price, the amount of the levy collected may not exceed 70 per cent of the full levy;

¹ Came into force on 1 April 1968, in accordance with paragraph 10.

- If the market price of grown cattle is at a level equal to or lower than the intervention price, the present system, that is to say, the collecting of the full levy, shall be maintained.
- (ii) During the period from 1 February to 14 August:
 - If the market price of grown cattle is at a level between 100 and 105 per cent of the guide price, the Community shall waive the collection of any levy;
 - If the market price of grown cattle is at a level between the guide price and the threshold at which the intervention machinery is set in motion, the amount of the levy collected may not exceed 15 per cent of the full levy;
 - If the market price of grown cattle is at a level between the threshold at which the intervention machinery is set in motion and the intervention price, the amount of the levy collected may not exceed 50 per cent of the full levy;
 - If the market price of grown cattle is at a level equal to or lower than the intervention price, the present system, that is to say, the collecting of the full levy, shall be maintained.
- 6. Denmark undertakes for its part to contribute to the stabilization of the internal market of the Community, in particular by taking all appropriate measures to ensure the orderly development of its exports of bovine animals to EEC, *inter alia* by a thorough inspection of each consignment in order that the Community may be informed of its exact destination.
- 7. Moreover, Denmark undertakes to supply the competent authorities of the Community with all appropriate data concerning the factors considered in evaluating the prices applied on exportation.
- 8. Denmark undertakes that in so far as disturbances on the market of the Community may result or do result from the implementation of this Agreement, it will, in consultation with the Community, take appropriate steps, which may extend to the temporary suspension of consignments.
- 9. With a view to implementing the provisions of this Agreement, a Joint Commission shall be set up by Denmark and the Community to oversee the proper functioning of the Agreement. This Joint Commission shall be convened either periodically or immediately upon the initiative of Denmark or the Community.
- 10. This Agreement, valid for a period of three years, shall enter into force on 1 April 1968 and shall be renewable by agreement for three-year periods.

However, the Community and Denmark undertake that if this Agreement is not renewed upon the expiry of the three-year period, they will enter into negotiations to consider the effects produced by that new situation on commercial relations between the two Parties.

- 11. Furthermore, Denmark shall waive the exercise of its negotiating rights, as they existed on 1 September 1960, for the following products:
 - 01.02 Live animals of the bovine species:

A. Domestic

II. Other

01.03 Live swine:

A. Domestic

II. Other

- 02.01 Meat and edible offals of the animals falling within heading Nos. 01.01, 01.02, 01.03 or 01.04, fresh, chilled or frozen:
 - A. Meat

II. Bovine species

III. Swine

- (a) Domestic
- 02.02 Dead poultry (that is to say, fowls, ducks, geese, turkeys and guinea fowls) and edible offals thereof (except liver), fresh chilled or frozen
- 04.04 Cheese and curd
- 04.05 Birds' eggs and egg yolks, fresh, dried or otherwise preserved, sweetened or not:

A. Eggs in shell, fresh or preserved

If the provisions of the bilateral Agreement are suspended, Denmark may once again exercise its negotiating rights.

DONE at Geneva on 30 June 1967, only the text in the French language being authentic.

For the European Economic Community:

Th. C. Hijzen

Head of the Delegation

of the Commission of the European Economic Community to the GATT Trade Negotiations

For te Government of Denmark:

H. E. THRANE

Head of the Delegation of Denmark to the GATT Trade Negotiations

RELATED LETTER

EUROPEAN ECONOMIC COMMUNITY

Delegation of the Commission to the GATT Trade Negotiations

Geneva, 30 June 1967

Sir,

I have the honour to confirm to you that, in connexion with the bilateral Agreement concerning cattle for processing, for the implementation of this Agreement and in particular the provisions of paragraph 2, the import practices followed hitherto in the Federal Republic of Germany with regard to:

"Commercial processing and manufacturing plants including slaughter-houses"

will not be changed.

Accept, Sir, etc.

Th. C. HIJZEN
Head of the Delegation
of the Commission of the European Economic Community

His Excellency Ambassador H. E. Thrane Head of the Delegation of Denmark to the GATT Trade Negotiations Geneva