## **COMMISSION REGULATION (EC) No 747/94**

of 30 March 1994

establishing administration procedures for quantitative quotas on certain products originating in the People's Republic of China

THE COMMISSION OF THE EUROPEAN COMMUNITIES,

Having regard to the Treaty establishing the European Community,

Having regard to Council Regulation (EC) No 520/94 of 7 March 1994 establishing a Community procedure for administering quantitative quotas (1), and in particular Articles 2 (3) and 24 thereof,

Whereas Council Regulation (EC) No 519/94 of 7 March 1994 on common rules for imports from certain third countries and repealing Regulations (EEC) No 1765/82, (EEC) No 1766/82 and (EEC) No 3420/83 (2) introduced quantitative quotas for certain products originating in the People's Republic of China listed in Annex II to that Regulation; whereas the provisions of Regulation (EC) No 520/94 establishing a Community procedure for administering quantitative quotas are applicable to those quotas;

Whereas the Commission accordingly adopted Regulation (EC) No 738/94 (3) laying down general rules for the implementation of Regulation (EC) No 520/94; whereas these provisions apply to the administration of the above quotas subject to the provisions of this Regulation;

Whereas after examination of the different administrative methods provided for by that Regulation, the method based on traditional trade flows should be adopted; whereas under this method quotas are divided into two portions, one of which is reserved for traditional importers and the other for other applicants;

Whereas this method should ensure a smooth transition between the previous system, which was marked by disparities between the Member States' import arrangements for the products concerned, and the uniform system resulting from the introduction of the Community quotas in question;

Whereas this method takes account of the traditional import trade flows formed under the previous system;

whereas, however, the introduction of a Community system must ensure progressive access by non-traditional importers; whereas the portion set aside for other applicants must make due allowance for the disparities in the above import arrangements in accordance with Article 6 (4) of Regulation (EC) No 520/94; whereas in the light of all these factors a balance must therefore be sought in determining the portion to be allocated to the two categories of importers;

Whereas to qualify for the allocation of the part of the quota set aside for them, traditional importers must be able to demonstrate that during 1991 and 1992 they imported products originating in China covered by the quotas in question; whereas these two years constitute an appropriate reference period for which full statistics are available showing normal trade flows for the products in question;

Whereas for the portion set aside for other importers and allocated on a 'first come, first serve' basis, allowance must be made in setting the predetermined quantity which each importer may obtain for the need to assign economically significant quantities having regard to the nature of commercial practice for the product concerned, while at the same time remaining accessible to small importers;

Whereas for the purpose of quota allocation, a time limit must be set for the submission of licence applications by traditional and other importers, taking account of the need to ensure simple, clear and effective administration of quotas; whereas the initial procedure for making allocations to other applicants should be implemented by stages;

Whereas with a view to optimum use of quotas, licence applications for imports of footwear, under quotas which refer to several CN headings, must specify the quantities required for each CN heading;

Whereas the Member States must inform the Commission of the import licence applications received, in accordance with the procedure laid down in Article 8 of Regulation (EC) No 520/94; whereas the information about traditional importers' previous imports must be broken down

<sup>(</sup>¹) OJ No L 66, 10. 3. 1994, p. 1. (²) OJ No L 67, 10. 3. 1994, p. 89. (³) See page 47 of this Official Journal.

by reference year and expressed in the unit of the quota in question; whereas if the quota is set in ecus, the counter-value of the currency in which previous imports are expressed must be calculated in accordance with Article 18 of Council Regulation (EEC) No 2913/92 of 12 October 1992 establishing the Community Customs Code (1);

Whereas in view of the special nature of transactions concerning products covered by quotas, the period of validity of import licences should be set at six months from the date of issue by the Member States;

Whereas measures provided for in this Regulation are in accordance with the opinion of the Committee set up under Regulation (EC) No 520/94,

HAS ADOPTED THIS REGULATION:

#### Article 1

This Regulation lays down specific provisions for the administration of the quantitative quotas referred to in Annex II to Council Regulation (EC) No 519/94 of 7 March 1994, for the period 15 March to 31 December 1994.

Regulation (EC) No 738/94 laying down general rules for the implementation of Regulation (EC) No 520/94 shall apply, subject to the specific provisions of this Regulation.

## Article 2

The quantitative quotas referred to in Article 1 shall be allocated using the method based on traditional trade flows, referred to in Article 2 (2) (a) of Regulation (EC) No 520/94.

# Article 3

- 1. The portions of each quantitative quota set aside for traditional importers and other importers are set out in Annex I to this Regulation. The predetermined quantities referred to in Articles 10 and 12 (1) of Regulation (EC) No 520/94 are indicated in Annex II to this Regulation.
- 2. The reference period referred to in Article 6 (2) of Regulation (EC) No 520/94 shall comprise calendar years 1991 and 1992.

## Article 4

1. Applications for import licences for the portion of the quota set aside for traditional importers shall be lodged between 5 April and 12 April 1994 with the

(¹) OJ No L 302, 19. 10. 1992, p. 1.

competent authorities listed in Annex I to Regulation (EC) No 738/94.

2. The evidence referred to in Article 7 of Regulation (EC) No 520/94 must refer to the release for free circulation of products originating in the People's Republic of China covered by the quota to which the application refers, during calendar years 1991 and 1992.

Instead of the evidence referred to under the abovementioned first indent of Article 7, applicants may enclose with their licence applications documents drawn up and certified by the competent national authorities on the basis of available customs information as evidence of the imports of the products in quesiton carried out by them or, where applicable, by the operator whose activities they have taken over during calendar years 1991 and 1992.

3. Article 18 of Regulation (EEC) No 2913/92 shall apply, where appropriate, to evidence expressed in foreign currency.

#### Article 5

In accordance with Article 8 of Regulation (EC) No 520/94, Member States shall inform the Commission no later than 26 April 1994 at 10 a.m. Brussels time of the number and aggregate amount of the import applications and of the amount of the previous imports carried out by traditional importers during each year of the reference periods referred to in Article 3 (2) of this Regulation.

# Article 6

The Commission shall inform Member States no later than 28 April 1994 of the decisions establishing the quantitative criteria according to which traditional importers' applications are to be met.

#### Article 7

- 1. Licence applications for the part of the quota set aside for other importers shall be lodged with the competent administrative authorities listed in Annex I to Regulation (EC) No 738/94 between 26 April and 28 April 1994, at 5 p.m. Brussels time.
- 2. For the verification and utilization of the Community balance available, the following provisions shall apply;
- the competent authorities in the Member States shall notify the Commission as from 26 April 1994 at 10 a.m. Brussels time, and up to 29 April 1994 at 5 p.m. Brussels time, of the import licence applications received in chronological order of receipt,

- the Commission shall examine all the applications notified and, on completion of this examination, send notification to confirm the applications that can be met and inform the Member States of the rate of depletion of the Community balance and, where applicable, of the date on which the procedure referred to above may be repeated. Should the quota be exceeded during the initial implementation phase, the Commission shall convene a meeting of the Committee set up under Regulation (EC) No 520/94 to deal with the matter,
- normally the notifications referred to in the previous paragraphs shall be communicated electronically within the integrated network set up for this purpose, unless for imperative technical reasons it is necessary to use other means of communication temporarily. Notification codes for each quota are listed in Annex III.

# Article 8

Any import licence application for one of the footwear quotas covering two CN headings must give the breakdown of the quantities applied for by CN heading.

## Article 9

The period of validity of the import licences issued by the competent authorities in the Member States shall be six months from the date of issue.

## Article 10

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

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

Done at Brussels, 30 March 1994.

For the Commission

Leon BRITTAN

Member of the Commission

ANNEX I

# ALLOCATION OF QUOTAS

Product description	CN code	Portion reserved for traditional importers	Portion reserved for other importers
Gloves	4203 29	ECU 64 509 156 (85 %)	ECU 11 383 969 (15 %)
Footwear falling within HS/CN codes	ex 6402 19 (¹) ex 6402 99 (¹)	22 166 666 pairs (80 %)	5 541 667 pairs (20 %)
	ex 6403 19 (¹)	1 741 666 pairs (80 %)	435 417 pairs (20 %)
	6403 51 6403 59	1 583 334 pairs (80 %)	395 833 pairs (20 %)
	ex 6403 91 (') ex 6403 99 (')	6 286 466 pairs (80 %)	1 571 617 pairs (20 %)
	ex 6404 11 (')	10 671 666 pairs (80 %)	2 667 917 pairs (20 %)
	6404 19 10	18 399 600 pairs (80 %)	4 599 900 pairs (20 %)
Tableware, kitchenware of porcelain or hina	6911 10	24 700 tonnes (80 %)	6 175 tonnes (20 %)
Ceramic tableware or kitchenware	6912 00	18 810 tonnes (80 %)	4 703 tonnes (20 %)
Glassware of a kind used for table, etc.	7013	6 966 tonnes (80 %)	1 742 tonnes (20 %)
Car radios falling within HS/CN codes	8527 21 8527 29	1 330 000 units 107 666 units (80 %)	332 500 units 26 917 units (20 %)
Toys falling within HS/CN codes	9503 41 9503 49 9503 90	ECU 119 223 812 ECU 49 786 532 ECU 301 634 500 (75 %)	ECU 39 741 271 ECU 16 595 510 ECU 100 544 833 (25 %)

<sup>(1)</sup> Excluding footwear involving special technology: shoes which have a cif price per pair of not less than ECU 12 for use in sporting activities, with a single-or multi-layer moulded sole, not injected, manufactured from synthetic materials specially designed to absorb the impact of vertical or lateral movements and with technical features such as hermetic pads containing gas or fluid, mechanical components which absorb or neutralize impact or materials such as low-density polymers.

ANNEX II

PREDETERMINED MAXIMUM QUANTITY

Product description	CN code	Predetermined maximum quantity	
Gloves	4203 29	ECU 50 000	
Footwear falling within HS/CN codes	ex 6402 19 (¹) ex 6402 99 (¹)	4 000 pairs	
	ex 6403 19 (')	4 000 pairs	
	6403 51 6403 59	4 000 pairs	
	ex 6403 91 (¹) ex 6403 99 (¹)	4 000 pairs	
	ex 6404 11 (¹)	4 000 pairs	
	6404 19 10	4 000 pairs	
Tableware, kitchenware of porcelain or	6911 10	8 tonnes	
Ceramic tableware or kitchenware	6912 00	8 tonnes	
Glassware of a kind used for table	7013	6 tonnes	
Car radios falling within HS/CN codes	8527 21 8527 29	4 000 units 4 000 units	
Toys falling within HS/CN codes	9503 41 9503 49 9503 90	ECU 75 000 ECU 75 000 ECU 75 000	

<sup>(&#</sup>x27;) Excluding footwear involving special technology: shoes which have a cif price per pair of not less than ECU 12 for use in sporting activities, with a single- or multi-layer moulded sole, not injected, manufactured from synthetic materials specially designed to absorb the impact of vertical or lateral movements and with technical features such as hermetic pads containing gas or fluid, mechanical components which absorb or neutralize impact or materials such as low-density polymers.

# ANNEX III

## SIGL CODES

Product description	CN code	SIGL Code
Gloves	4203 29	4203A
Footwear falling within HS/CN code	ex 6402 19 (¹) ex 6402 99 (¹)	6402A
	ex 6403 19 (¹)	6403A
	6403 51 6403 59	3403B
	ex 6403 91 (¹) ex 6403 99 (¹)	6403C
	ex 6404 11 (¹)	6404A
	6404 19 10	6404B
Cableware, kitchenware of porcelain or china	6911 10	6911A
Ceramic tableware or kitchenware	6912 00	6912A
Glassware of a kind used for table, etc	7013	7012A
Car radios falling within HS/CN codes	8527 21 8527 29	8527A 8527B
Toys falling within HS/CN codes	9503 41 9503 49 9503 90	9503A 9503B 9503C

<sup>(1)</sup> Excluding footwear involving special technology: shoes which have a cif price per pair of not less than ECU 12 for use in sporting activities, with a single- or multi-layer moulded sole, not injected, manufactured from synthetic materials specially designed to absorb the impact of vertical or lateral movements and which technical features such as hermetic pads containing gas or fluid, mechanical components which absorb or neutralize impact or materials such as low-density polymers.