GENERAL AGREEMENT ON TARIFFS AND TRADE

RESTRICTED

DPC/INV/2/Add.13/Suppl.2
18 July 1985

International Dairy Arrangement

Original: French

INTERNATIONAL DAIRY PRODUCTS COUNCIL

Reply to Questionnaire 5 Regarding Information on Domestic Policies and Trade Measures

EUROPEAN ECONOMIC COMMUNITY

Supplement

The Council of the European Communities has established the prices and measures below for the 1985/86 milk year (beginning 27 May 1985). Document DPC/INV/2/Add.13, dated 21 July 1983, amended by DPC/INV/2/Add.13/Suppl.1, of 13 June 1984, is consequently to be amended as follows:

- Replace the table appearing at the bottom of page 5 by the following table:

"(a) Guaranteed intervention prices

ECU/100 kg.

Intervention price applicable for	Milk year		
	1983/84	1984/85[1]	1985/86[2]
1. Butter	357.86	319.70	313.20
2. Skimmed milk powder	149.64	165.88	174.04
3. Cheeses:			
- Grana Padano			
. from 30 to 60 days old	361.28	381.75	388.93
. at least 6 months old	439.53	472.75	480.33
- Parmigiano Reggiano	480.26	521.61	529.19

[1]The above intervention prices involve a change in the fats/nitrogenous substances ratio from 55/45 to 50/50. For this reason, the intervention prices for cheeses and skimmed milk powder have been increased in spite of the fixing of a target price for milk equal to that of the 1983/84 milk year.

[2]For the 1985/86 milk year the fats/nitrogenous substances ratio has been further modified, to 48/52."

- In "(b)" at the top of page 6, add the following to the amounts of producer subsidies for cassein:

  "1 June 1985: 8.55"

- In the table under "(c)" on the same page, add the following to the "Average returns to producers":

  "Milk year 1985/86 27.84 1983 25.18"

- Amend section II, dealing with policies and measures likely to influence production, as follows:

"(a) Co-responsibility levy

The compulsory contribution as from 1.4.1985 has been fixed at 2 per cent of the target price for milk.

(b) Additional levy payable by producers or purchasers of cow's milk

Replace the figure 98.363 in the second paragraph by 98.388."

- On page 8, replace the two tables appearing under I.(a) and (b) by the following two tables:

"(a) Ex-dairy prices per 100 kg. of product

Period[1]	Butter ECU	%	Skimmed milk powder ECU	%
Ø 1977	261.770	100	113.046	100
Ø 1978	274.117	104.7	115.751	102.4
Ø 1979	281.296	107.5	117.876	104.3
Ø 1980	292.387	111.7	121.134	107.2
Ø 1981	317.843	121.4	130.888	115.8
Ø 1982	340.185	130.0	139.517	123.4
Ø 1983	351.299	134.2	144.004	127.4
Ø 1984	311.310	118.9	161.127	142.5

[1]Arithmetic mean for all markets

Source: Directorate General for Agriculture

(b) Consumer prices

Product: BUTTER

No information.

- On page 9 under "II." replace the second item beginning with a dash by the following:

  "- in view of a further reduction of approximately 2 per cent in the price of butter, per capita consumption of butter might well stabilize at its present level;".

- On page 12 in "C.I. (a)", replace the reference to Regulation (EEC) No. 3000/82 by "Regulation (EEC) No. 3400/84 (OJL 320 of 10 December 1984)".

  Under "(d)", replace the table concerning threshold prices by the following table:

"Threshold prices of milk products

ECU/100 kg.

Pilot product	Threshold price applicable during milk year		
	1983/84	1984/85[1]	1985/86[1]
1. Whey powder	53.76	55.99	57.08
2. Skimmed milk powder	171.62	186.42	195.57
3. Whole milk powder	265.07	273.05	277.27
4. Concentrated milk not containing added sugar	102.43	101.65	102.63
5. Concentrated milk containing added sugar	133.69	133.66	136.02
6. Butter	393.22	358.09	351.01
7. Emmenthal	390.39	390.39	396.13
8. Blue-veined cheese	313.23	322.16	327.44
9. Parmigiano Reggiano	524.81	598.93	608.17
10. Cheddar	347.34	350.57	355.41
11. Other cheeses	311.06	321.22	326.74
12. Lactose	95.59	93.07	94.56

[1]Because of the reduction in the intervention price for butter, the threshold price for butter has also been reduced. In addition, the changes in the threshold prices for other pilot products are due to the change in the fats/proteins ratio (see table on page 5)."

- On page 15 under "(e)", replace the first paragraph by the following:

  "As from 16 December 1984, the specific levies applicable to these products are at the rate of:

  - 12.09 ECU/100 kg. for imports of cheese from Canada

  - 15.00 ECU/100 kg. for imports of cheese from Australia and New Zealand.

  The free-at-frontier values that had to be observed have been eliminated and are replaced by an autonomous price discipline in order not to disrupt the Community market."

- On page 15 under "(f)", second paragraph, replace the amount "12.09" by "15.00 ECU/100 kg.".

- On page 17 under "(i)", replace the second paragraph by the following:

  "Under the provisions of Council Regulation (EEC) No. 3667/83, the quantities authorized for import into the United Kingdom from New Zealand are:

  - 81,000 tons for the year 1985

  - 79,000 tons for the year 1986.

  A special levy is charged upon importation."

- On page 20, replace the text under "5. Food aid" by the following:

  "The food aid programme of the Community for 1985 provides for:

  - 108,600 tons of skimmed milk powder

  - 28,700 tons of butter oil

  under the implementing regulation fixing the above-mentioned quantities (Regulation (EEC) No. 457/85 of 19.2.1985)."