PROPOSAL BY THE EUROPEAN COMMUNITIES
CONCERNING THE PROVISIONAL DRAFT COMPREHENSIVE
ARRANGEMENT REGARDING THE DAIRY PRODUCTS SECTOR

Exports and Imports of Skimmed Milk Powder
and Buttermilk Powder for Purposes of Animal Feed

It is proposed that the following text be inserted in Article 3:5 of the Protocol Regarding Certain Milk Powders.

"By derogation from the provisions of paragraph 1 to 4 of this Article participants may, under the conditions defined below:

(a) import from countries not parties to this Protocol skimmed milk powder and buttermilk powder for purposes of animal feed at prices below the minimum prices provided for, to the extent that the products originate in those countries and that the importers undertake to make all appropriate and necessary arrangements to ensure that the products are used exclusively for animal feed and are not re-exported.

Participants wishing to make use of the provisions of this sub-paragraph shall give the Committee advance notification of their intention to do so, furnishing the necessary information concerning the control measures they intend to apply. On the basis of the elements furnished, the Committee may grant the authorization requested. In such case all these measures shall be recorded in a register established by it.

(b) export to countries parties or not parties to this Protocol skimmed milk powder and buttermilk powder for purposes of animal feed at prices below the minimum provided for to the extent that they undertake to make all appropriate and necessary arrangements so as to ensure that the products exported cannot be diverted to other uses in the country of destination and that they are not re-exported from the latter.

Participants wishing to make use of the provisions of this sub-paragraph shall give the Committee advance notification of their intention to do so, furnishing the appropriate and necessary elements of appreciation so that in each case a determination can be made of the measures which the exporting country and, where appropriate, the importing country must take to ensure observance of the provisions of this Protocol. On the basis of the elements furnished, the Committee may grant the authorization requested.
So long as participants have recourse to the provisions of sub-
paragraphs (a) and (b) above, they shall furnish to the secretariat each
month all information necessary to allow the Committee to follow and
appreciate the evolution of the market situation and should the case arise,
to adopt other provisions.