REGULATION (EEC) No 2361/74 OF THE COMMISSION

of 13 September 1974

opening a new invitation to tender for the mobilization of common wheat as aid for the People's Republic of Bangladesh

THE COMMISSION OF THE EUROPEAN COMMUNITIES,

Having regard to the Treaty establishing the European Economic Community;

Having regard to Council Regulation No 120/67/EEC [1] of 13 June 1967 on the common organization of the market in cereals, as last amended by Regulation (EEC) No 1996/74 [2];

Having regard to Council Regulation (EEC) No 1693/72 [3] of 3 August 1972 laying down the conditions for the mobilization of cereals as food aid, and in particular Article 6 thereof;

Having regard to Council Regulation (EEC) No 974/71 [4] of 12 May 1971 covering certain measures of conjunctural policy to be taken in the agricultural sector following the temporary widening of the margins of fluctuation in the currencies of certain Member States, as last amended by Regulation (EEC) No 3450/73 [5], and in particular Article 6 (1) thereof;

Whereas on 21 March 1974 the Council of the European Communities declared that by way of Community action it proposed to grant the People's Republic of Bangladesh 60 000 metric tons of common wheat under the 1973/74 food-aid programme;

Whereas the invitation to tender opened in the Community under Commission Regulation (EEC) No 2219/74 [6] of 26 August 1974 opening an invitation to tender for the mobilization of common wheat as food aid for the People's Republic of Bangladesh was not allocated; whereas a new invitation to tender should therefore be opened;

Whereas an analysis of the state of the cereals market in the Community indicates that the criteria of Article 3 (1) of Council Regulation (EEC) No 1693/72 should be applied, and that the product should be bought on the Community market;

Whereas tenders should be invited for the supply of the product to the port of shipment in the vicinity of the vessel, the goods to be set down at the place nominated by the recipient or its agent;

Whereas the contract should be awarded to the tenderer offering the best terms;

Whereas in case it should be impossible for reasons of *force majeure* to complete the operation in question within the set time limits, it must be made clear who is to bear any costs resulting therefrom;

Whereas provision should be made for security to be given to guarantee fulfilment of the obligations arising by virtue of participation in the invitation to tender for the supply of wheat to the People's Republic of Bangladesh;

Whereas the French intervention agency should be made responsible for the tendering procedure in question;

Whereas the Commission must be informed quickly of the tenders submitted in response to the invitation and of those accepted by the intervention agency;

Whereas the prices of soft wheat on the world market exceed at this time to a marked extent the prices ruling in the Community for that product; whereas on the basis of data currently available no immediate change in this position is to be foreseen; whereas under these conditions tenderers can reasonably expect that at the time of delivery of the products in the tender no monetary compensatory amount will be applied to the export by virtue of Article 4 *bis* (2) of Regulation (EEC) No 974/71; whereas however the Commission has proposed to the Council the suppression of paragraph 2 of Article 4 *bis* aforesaid; whereas this measure will have the effect of applying under all circumstances the monetary compensatory amount for transactions with Member States with depreciated currencies and in particular the levying of this amount on exports; whereas in order not to hinder the execution of this present food aid it is expedient to provide that any compensatory amount that might be applied following the suppression of paragraph 2 of Article 4*bis* aforesaid shall not be levied for the products to be delivered by virtue of this present invitation to tender;

Whereas the measures provided for in this Regulation are in accordance with the Opinion of the Management Committee for Cereals,

(1) OJ No 117, 19. 6. 1967, p. 2269/67.
(2) OJ No L 209, 31. 7. 1974, p. 1.
(3) OJ No L 178, 5. 8. 1972, p. 3.
(4) OJ No L 106, 12. 5. 1971, p. 1.
(5) OJ No L 353, 22. 12. 1973, p. 25.
(6) OJ No L 234 27. 8. 1974, p. 5.

HAS ADOPTED THIS REGULATION :

Article 1

1. Tenders are hereby invited for the supply, by way of Community food aid action, to the People's Republic of Bangladesh of 60 000 metric tons of common wheat.

2. The tendering procedure shall take place in France in six lots of 10 000 metric tons each.

3. The product shall be mobilized on the Community market.

4. Loading shall take place for shipment from a Community port.

5. The product referred to in paragraph 1 is to be delivered bulk to the port of shipment in the vicinity of the vessel. The goods must be set down at the place nominated by the recipient country or its agent, the timing of delivery being settled by the tenderer and the recipient country's agent.

Article 2

1. The decision on tenders received in response to the invitation provided for in Article 1 shall be taken on 24 September 1974.

2. The closing date for the receipt of tenders shall be 24 September 1974 at 12 noon.

3. The notice of invitation to tender shall be published in the *Official Journal of the European Communities* not less than seven days before the closing date for submission of tenders.

Article 3

The contract shall be awarded to the tenderer who makes the most favourable offer.

However, if the tenders submitted do not appear to reflect normal market prices and costs, the intervention agency may cancel the invitation to tender.

Article 4

If the tenderer is unable to deliver the goods in compliance with Article 1 (5) on the date given in the notice of invitation to tender as a result of the late availability of the vessels to be used for sea transportation, the resulting costs shall be borne by the intervention agency.

Article 5

1. The successful tenderer shall give security of a value of five units of account per metric ton of the product ; the security is intended to guarantee that the operations specified in Article 1 are duly completed. The security shall be forfeited if those operations are not carried out within the prescribed time limit, save as regards quantities not delivered owing to *force majeure.*

2. The security required under paragraph 1 may be provided in the form of a cash deposit or of a guarantee issued by a credit institution conforming to criteria laid down by each Member State.

Article 6

The common wheat referred to in Article 1 to be supplied to the People's Republic of Bangladesh must be of fair and sound merchantable quality and correspond at least the standard quality of which the intervention price is fixed, except that the moisture content shall not exceed 15·5 % and that a maximum of 3 % of sprouted grains and 1·5 % of miscellaneous impurities shall be allowed.

Article 7

1. The French intervention agency shall be responsible for operations relating to the invitation to tender provided for by this Regulation.

2. It shall forthwith communicate to the Commission the list of firms which have responded to the invitation to tender, specifying the terms of each tender, together with the name and business name of the successful tenderer.

3. On the other hand, if the successful tenderer is established in a Member State other than the one collecting the tenders, and if the product is despatched through a frontier post of the Member State where the successful tenderer is established, the intervention agency of the latter Member State shall be responsible for the operations relating to the tendering.

In this case, the intervention agency choosing the successful tenderer shall immediately inform the intervention agency of the Member State concerned and shall supply it with all the information which it may require.

4. The intervention agency shall request the successful tenderer to supply the following information :

(a) after each shipment a certificate showing the quantities despatched and the quality of the products ;

(b) the date of departure of the vessels.

The information indicated above shall be forwarded by the intervention agency to the Commission immediately upon receipt.

Article 8

On delivery of the goods at the port of shipment, a handing-over certificate shall be supplied to the successful tenderer, acting as agent for the Community, by the agent of the recipient country, or in the absence of the latter, by the intervention agency of the Member State in whose territory the port of shipment is situated.

Article 9

The monetary compensatory amount shall not be levied for the products to be delivered under this Regulation.

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, 13 September 1974.

For the Commission

The President

François-Xavier ORTOLI