



Common Organisation of the market in pigmeat

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CMO Pigmeat

Council Regulation (EEC) N° 2759/75 of 29 October 1975 on the common organisation of the market in pigmeat:

- price and trading system
- intervention measures (aid for private storage, public intervention*)
- trade with third countries

* never used since 1972

Fixing basic price and standard quality for pig carcasses

Council Regulation (EEC) N° 2759/75 (Art. 4):

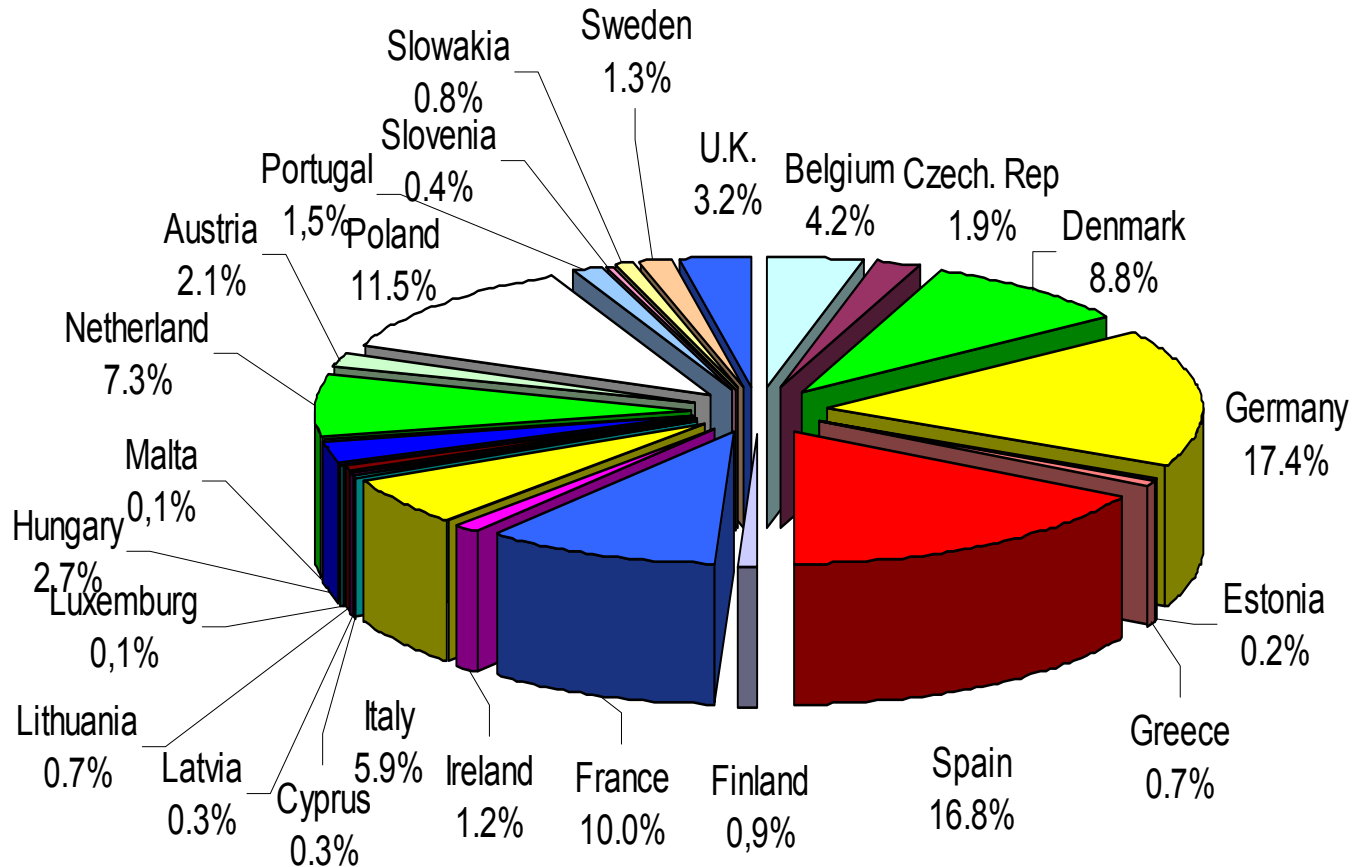
- basic price* : 1 509.39 € / tonne carcasse weight
- definition of the standard quality in terms of carcasse weight and lean meat content

* since 1.7.2000

Pigherd in the EU 25

December 2004

Total number of animals: 151,7 Mio heads



Application for private storage of pigmeat (APS)

- Council Regulation (EEC) N° 2763/75
- Implementing Commission Regulation (EC) N°3444/90

Principle :

- Reduction in the supply of pigmeat when market prices are very low.
- Operators are invited to store pigmeat at their own expense for 3 to 5 months and to bring it back on the internal market or export.
- For this operation they receive a standard aid laid down in the ad-hoc regulation opening the APS measures.

Private storage aid conditions

- ❑ CN code Ex 0203 : meat of domestic swine, fresh or chilled
- ❑ amount of aid for storage period of months; supplement or deduction under conditions
- ❑ Requests for contracts (volume in tonnes)
- ❑ Communication of Member States to the Commission

Grading scale

Council Regulation (EEC) N° 3220/84

Commission Regulation (EEC) N° 2967/85

- ❑ Pig carcasses shall be graded at the time of weighing according to their estimated lean-meat content (Art. 3/1 R. 3220/84)
- ❑ Applicable grading scale : lean meat as percentage of carcase weight (Art. 3/2 R. 3220/84)

Grade	> 55	E
	50 – 55	U
	45 -50	R
	40-45	O
	< 40	P

Lean meat percentage

Commission Regulation (EEC) N° 2967/85

Annex I:

- dissection in view of prediction of the lean meat percentage
- calculation of the reference lean meat percentage

Annex II:

- detailed description of the dissection trial
- results of the dissection trial

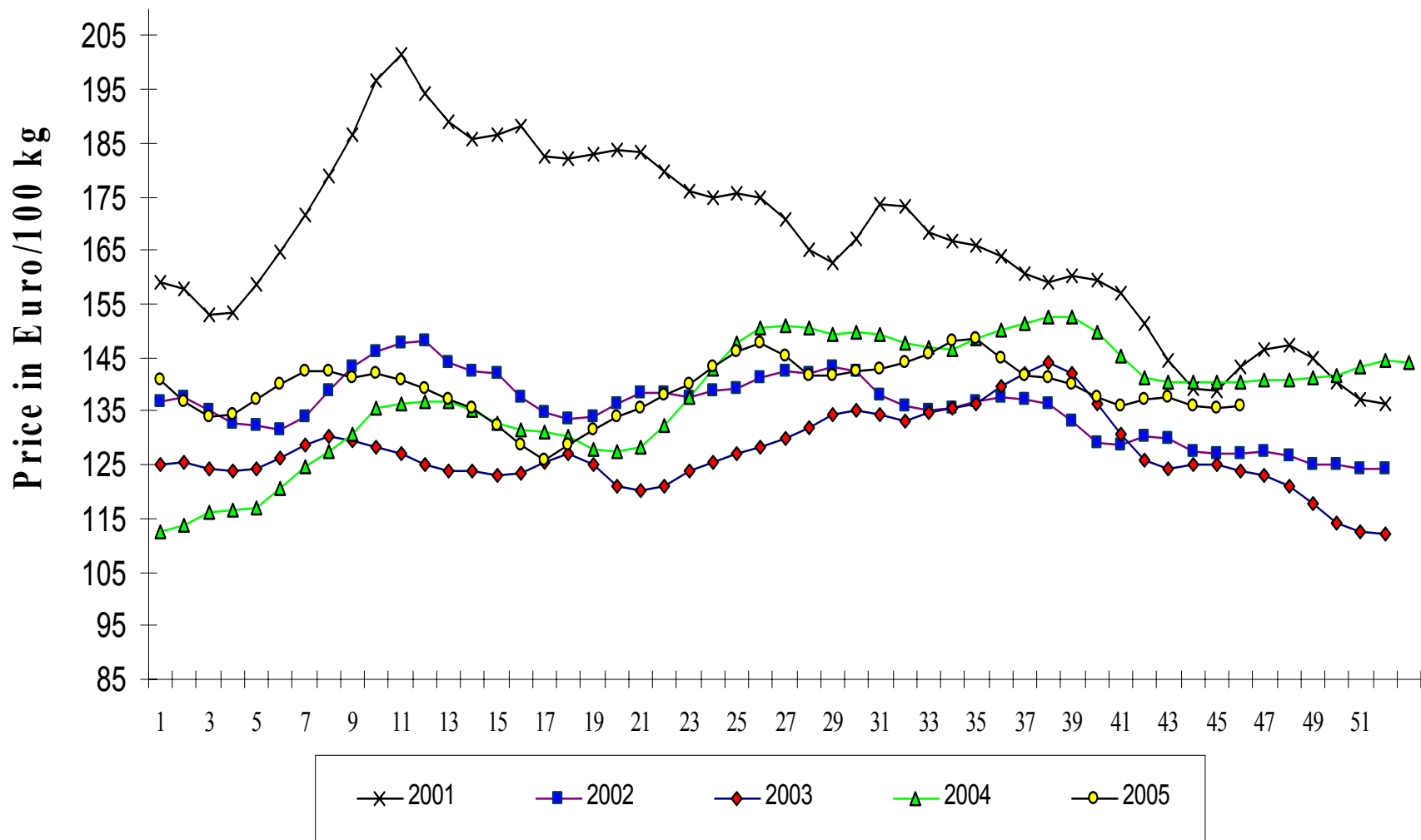
On this base, adoption by the Commission of a decision authorizing methods for grading pig carcasses by Member State

Marketing stage to which the average price for pig carcasses refers

Commission Regulation (EEC) N° 3537/89

- Market price for pig carcasses in a Member State is determined on the *basis* of :
 - Average of the quotations on entry into the slaughterhouse, excluding value added tax
 - Paid to suppliers of live pigs
 - 60-120 kg carcasses, Class E (lean meat > 55)
 - Recorded on representative market (R. 2123/89)
- Communication by the Member States of their weekly market prices.
- Average Community market price for pig carcasses per week, weighted on the basis of the Member States pig population.

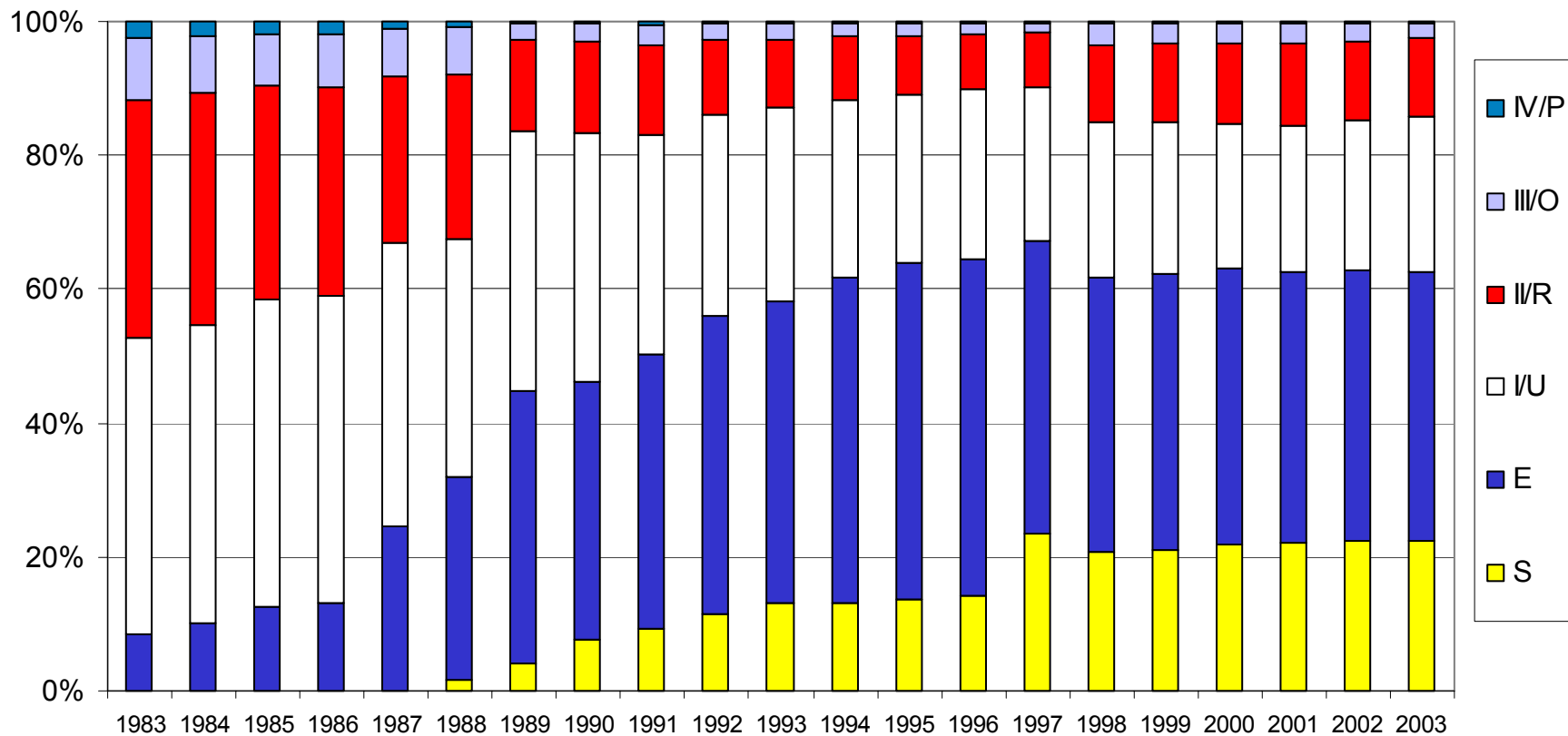
Development of the Community average market price for pig carcasses



Results of pig carcass grading in the EU

average representativity 67.8

%



As from 1998 Italy included

Import regimes-European pigmeat sector

- n Interim Agreements (Bulgaria-Romania)
- n ACP countries
- n WTO Gatt
- n Norway - Chili

Import regimes-European pigmeat sector

with reduced import duty 1.7.2005 - 30.6.2006

1. Interim Arrangements

Bulgaria	4.400	Tonnes	
Romania	17.750	Tonnes	
TOTAL:			22.150 Tonnes

<u>2. ACP - Countries</u>			1.000 Tonnes
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3. WTO - Gatt

Oilseed - Panel	7.000	Tonnes *	
"Minimum access"	68.600	Tonnes	
TOTAL:			75.600 Tonnes

<u>4. Arangement with Norway</u>			500 Tonnes *
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<u>5. Arangement with Chili</u>			3.500 Tonnes *
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TOTAL:			<u>102.750 Tonnes</u>
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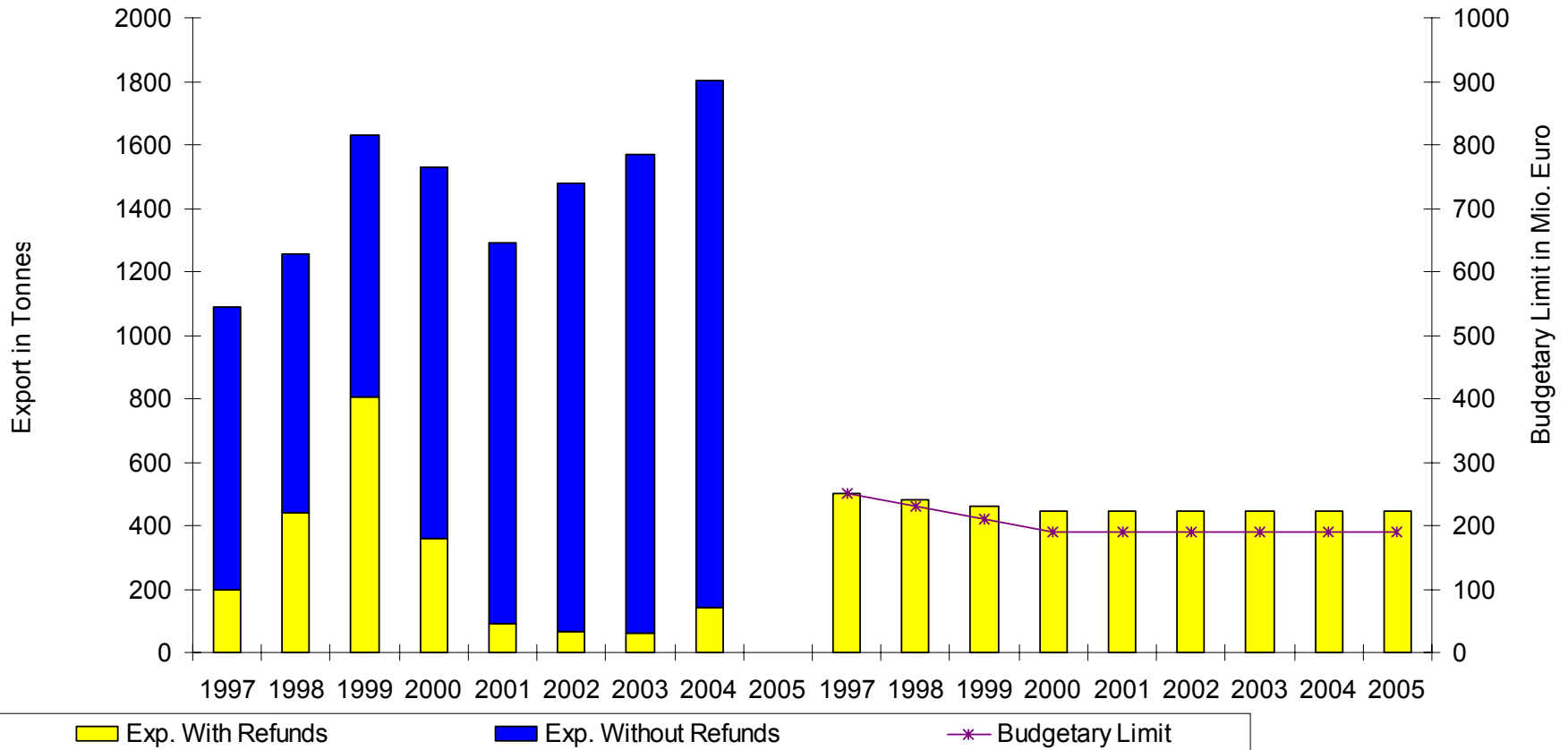
* : Calender year

Commission Regulation (EC) N° 1527/2005 of 20 September 2005 fixing the export refunds on pigmeat

- n List of products on which the export refund specified in Article 13 of Regulation 2759/75 is granted and the amount of the refund set out in Annex

Pigmeat: GATT / WTO commitments concerning exports with refunds

(1000 Tonnes Carcaseweight)



Application for export licence

- Procedure Regulation 1518/2003
- All exports of products in the pigmeat sector for which an export refund is requested, shall be subject to the presentation of an export licence
- Weekly communications by Member States of the applications for export licences
- Monthly communications by Member States of the unused quantity of export licences