



2024/3023

6.12.2024

COUNCIL DECISION (EU) 2024/3023

of 21 November 2024

on the position to be adopted on behalf of the European Union in the Customs Sub-Committee established by the Association Agreement between the European Union and the European Atomic Energy Community and their Member States, of the one part, and Georgia, of the other part, with regard to a decision concerning the amendment of Protocol I to that Agreement as regards permeability between the Regional Convention on pan-Euro-Mediterranean preferential rules of origin and the Transitional rules of origin

THE COUNCIL OF THE EUROPEAN UNION,

Having regard to the Treaty on the Functioning of the European Union, and in particular Article 207(4), first subparagraph, in conjunction with Article 218(9) thereof,

Having regard to the proposal from the European Commission,

Whereas:

- (1) The Association Agreement between the European Union and the European Atomic Energy Community and their Member States, of the one part, and Georgia, of the other part (the 'Agreement') was concluded by the Union by Council Decision 2014/495/Euratom⁽¹⁾ and entered into force on 1 July 2016.
- (2) Pursuant to Article 74(3) of the Agreement, the Customs Sub-Committee established under Article 74(1) of the Agreement (the 'Customs Sub-Committee') shall adopt decisions to implement Chapter 5 and Protocols I and II to the Agreement. Pursuant to Article 4 of Protocol I to the Agreement, the Customs Sub-Committee may decide to amend the provisions of that Protocol.
- (3) At its next meeting, the Customs Sub-Committee is to take a decision on an amendment of Protocol I to the Agreement.
- (4) It is appropriate to establish the position to be adopted on the Union's behalf within the Customs Sub-Committee as the decision of the Customs Sub-Committee will have legal effects.
- (5) The Regional Convention on pan-Euro-Mediterranean preferential rules of origin (the 'Convention') was concluded by the Union by Council Decision 2013/94/EU⁽²⁾ and entered into force in relation to the Union on 1 May 2012. By Decision (EU) 2019/2198⁽³⁾, the Council supported the amendment of the Convention providing for a new set of modernised and more flexible rules of origin (the 'amendment of the Convention'). The amendment of the Convention will enter into force on 1 January 2025.
- (6) At the technical meeting held in Brussels on 5 February 2020, the majority of the Contracting Parties to the Convention agreed to implement an alternative set of rules of origin based on the amendment of the Convention on a transitional, bilateral basis (the 'Transitional rules'). The Transitional rules apply in parallel with the rules of the Convention, pending the entry into force of the amendment of the Convention.
- (7) The application of the Transitional rules ensures the adaptation of the trade flows and customs practices pending the entry into force of the amendment of the Convention.

⁽¹⁾ Council Decision 2014/495/Euratom of 16 June 2014 approving the conclusion, by the European Commission, on behalf of the European Atomic Energy Community, of the Association Agreement between the European Union and the European Atomic Energy Community and their Member States, of the one part, and Georgia, of the other part (OJ L 261, 30.8.2014, p. 744).

⁽²⁾ Council Decision 2013/94/EU of 26 March 2012 on the conclusion of the Regional Convention on pan-Euro-Mediterranean preferential rules of origin (OJ L 54, 26.2.2013, p. 3).

⁽³⁾ Council Decision (EU) 2019/2198 of 25 November 2019 on the position to be taken on behalf of the European Union within the Joint Committee established by the Regional Convention on pan-Euro-Mediterranean preferential rules of origin as regards the amendment of the Convention (OJ L 339, 30.12.2019, p. 1).

- (8) Since 1 September 2021, a number of bilateral protocols on rules of origin among several Contracting Parties to the Convention ⁽⁴⁾ have entered into force, rendering the Transitional rules applicable. As regards Georgia, Protocol I to the Agreement was replaced by a new Protocol I by Decision No 1/2021 of the EU-Georgia Customs Sub-Committee ⁽⁵⁾. The Transitional rules are set out in Appendix A to that new Protocol I.
- (9) The objective of the Transitional rules is to provide for less strict rules, making it easier for goods to qualify for preferential originating status. As the Transitional rules are, in general, less strict than those of the Convention, goods fulfilling the rules of origin set out in the Convention could also qualify as originating under the Transitional rules, with the exception of certain agricultural products classified under Chapters 2, 4 to 15 and 16 (except for processed fishery products) and Chapters 17 to 24 of the Harmonized Commodity Description and Coding System. The Transitional rules are applicable in parallel with the rules of origin set out in the Convention, thus creating two distinct zones of cumulation of origin. In that context, it can happen that goods fall under both sets of rules of origin simultaneously. According to the principle of permeability under Article 21(1), point (d), of Appendix A to Protocol I to the Agreement ('permeability'), goods which have acquired originating status under one set of rules of origin can be also considered as originating under the other set of rules of origin. In order to facilitate the application of permeability between the Convention and the Transitional rules, Article 8 of Appendix A to Protocol I to the Agreement should be amended.
- (10) The position of the Union within the Customs Sub-Committee should therefore be based on the attached draft decision,

HAS ADOPTED THIS DECISION:

Article 1

The position to be adopted on the Union's behalf within the Customs Sub-Committee established by the Association Agreement between the European Union and the European Atomic Energy Community and their Member States, of the one part, and Georgia, of the other part (the 'Agreement') at its next meeting, with regard to a decision concerning the amendment of Protocol I to the Agreement as regards permeability between the Regional Convention on pan-Euro-Mediterranean preferential rules of origin on the one hand and the Transitional rules of origin included in Appendix A to Protocol I to the Agreement on the other hand, shall be based on the draft decision of the Customs Sub-Committee attached to this Decision.

Article 2

This Decision shall enter into force on the date of its adoption and shall expire on 31 December 2025.

Done at Brussels, 21 November 2024.

For the Council

The President

SZIJJÁRTÓ P.

⁽⁴⁾ The European Union, Iceland, the Swiss Confederation (including Liechtenstein), the Kingdom of Norway, the Faroe Islands, the State of Israel, the Hashemite Kingdom of Jordan, Palestine (this designation shall not be construed as recognition of a State of Palestine and is without prejudice to the individual positions of the Member States on this issue), the Republic of Albania, Bosnia and Herzegovina, Kosovo (this designation is without prejudice to positions on status, and is in line with UNSCR 1244/1999 and the ICJ Opinion on the Kosovo declaration of independence), the Republic of North Macedonia, the Republic of Serbia, Montenegro, Georgia, the Republic of Moldova and Ukraine.

⁽⁵⁾ Decision No 1/2021 of the EU-Georgia Customs Sub-Committee of 1 September 2021 amending the Association Agreement between the European Union and the European Atomic Energy Community and their Member States, of the one part, and Georgia, of the other part, by replacing Protocol I thereto concerning the definition of the concept of 'originating products' and methods of administrative cooperation (OJ L 381, 27.10.2021, p. 78).