

Procedure file

Basic information		
CNS - Consultation procedure Decision	2002/0193(CNS)	Procedure completed
Bosnia and Herzegovina: providing further macro-financial assistance		
Amended by 2004/0207(CNS)		
Subject 6.20.07 Macro-financial assistance to third countries		
Geographical area Bosnia and Herzegovina		

Key players			
European Parliament	Committee responsible	Rapporteur	Appointed
	ITRE Industry, External Trade, Research, Energy		11/09/2002
		PSE WESTENDORP Y CABEZA Carlos	
	Committee for opinion	Rapporteur for opinion	Appointed
	AFET Foreign Affairs, Human Rights, Common Security, Defense	The committee decided not to give an opinion.	
	BUDG Budgets	The committee decided not to give an opinion.	
Council of the European Union	Council configuration	Meeting	Date
	Economic and Financial Affairs ECOFIN	2460	05/11/2002
European Commission	Commission DG	Commissioner	
	Economic and Financial Affairs		

Key events			
31/07/2002	Legislative proposal published	COM(2002)0437	Summary
05/09/2002	Committee referral announced in Parliament		
01/10/2002	Vote in committee		Summary
01/10/2002	Committee report tabled for plenary, 1st reading/single reading	A5-0318/2002	
10/10/2002	Decision by Parliament	T5-0456/2002	Summary
05/11/2002	Act adopted by Council after consultation of Parliament		
05/11/2002	End of procedure in Parliament		

Technical information	
Procedure reference	2002/0193(CNS)
Procedure type	CNS - Consultation procedure
Procedure subtype	Legislation
Legislative instrument	Decision
	Amended by 2004/0207(CNS)
Legal basis	EC Treaty (after Amsterdam) EC 308
Stage reached in procedure	Procedure completed
Committee dossier	ITRE/5/16615

Documentation gateway					
Legislative proposal		COM(2002)0437 , OJ C 291 26.11.2002, p. 0307 E	31/07/2002	EC	Summary
Committee report tabled for plenary, 1st reading/single reading		A5-0318/2002	01/10/2002	EP	
Text adopted by Parliament, 1st reading/single reading		T5-0456/2002 OJ C 279 20.11.2003, p. 0019-0073 E	10/10/2002	EP	Summary

Additional information	
European Commission	EUR-Lex

Final act
Decision 2002/883 OJ L 308 09.11.2002, p. 0028-0029 Summary

Bosnia and Herzegovina: providing further macro-financial assistance

PURPOSE : to provide further macro-financial assistance to Bosnia and Herzegovina of the amount of EUR 60 million. **CONTENT** : the Commission is proposing that the Community makes available to BiH further macrofinancial assistance in the amount of up to EUR60 million as a complement of the new IMF 15-month Stand-by arrangement. The loan component of this assistance shall amount to a maximum principal of EUR 20 million with a maximum maturity of 15 years. To this end, the Commission is empowered to borrow, on behalf of the European Community, the necessary resources that will be placed at the disposal of Bosnia and Herzegovina in the form of a loan. The grant component of this assistance shall amount to a maximum of EUR 40 million. The proposed grant amount would be financed from budget line B7-548 (Macro-economic assistance in favour of Western Balkan countries). This Community financial assistance shall be managed by the Commission in close consultation with the Economic and Financial Committee and in a manner consistent with the agreements reached between the IMF and Bosnia and Herzegovina. The loan and grant components of this assistance shall be made available to Bosnia and Herzegovina in at least two instalments. The first instalment is to be released on the basis of an agreement between Bosnia and Herzegovina and the IMF on Stand-by arrangement. The second and any further instalments shall be released on the basis of a satisfactory track record on Bosnia and Herzegovina's adjustment and reform programme, and not before one quarter after the release of the previous instalment. At least once a year, and before September, the Commission shall address to the European Parliament and to the Council a report, which will include an evaluation on the implementation of this Decision in the previous year. It should also be noted that the adoption of this assistance would require an additional provisioning of the Guarantee Fund for some EUR1.8 million which is possible due to sufficient margins in the reserve for the Guarantee Fund.?

Bosnia and Herzegovina: providing further macro-financial assistance

The committee adopted the report by its chairman, Carlos WESTENDORP Y CABEZA (PES, E), broadly approving the proposal under the consultation procedure, subject to a few drafting amendments aimed at clarifying the text. It specified inter alia that financial assistance from

the Community was supplementary to funds provided for by the CARDS programme adopted in 2000 (financial assistance for Albania, Bosnia and Herzegovina, Croatia, the FRY and the FYROM). Another amendment, seeking to link the conditions and rules governing macro-economic assistance to any other EC assistance, therefore stipulated that the economic policy conditions attached to this supplementary assistance should conform to the monitoring mechanism and economic needs laid down in the regulation on the CARDS programme.?

Bosnia and Herzegovina: providing further macro-financial assistance

The European Parliament adopted its resolution drafted by Carlos WESTENDORP Y CABEZA (PES, Spain) and amended the Commission's proposal. (Please refer to the document dated 01/10/02.)?

Bosnia and Herzegovina: providing further macro-financial assistance

PURPOSE : to provide further macro-financial assistance to Bosnia and Herzegovina of the amount of EUR 60 million. **COMMUNITY MEASURE** : Council Decision 2002/883/EC providing further macro-financial assistance to Bosnia and Herzegovina; **CONTENT** : with this Decision the Community makes available to BiH further macrofinancial assistance in the amount of up to EUR 60 million as a complement of the new IMF 15-month Stand-by arrangement. The loan component of this assistance shall amount to a maximum principal of EUR 20 million with a maximum maturity of 15 years. To this end, the Commission is empowered to borrow, on behalf of the European Community, the necessary resources that will be placed at the disposal of Bosnia and Herzegovina in the form of a loan. The grant component of this assistance shall amount to a maximum of EUR 40 million. The proposed grant amount would be financed from budget line B7-548 (Macro-economic assistance in favour of Western Balkan countries). This Community financial assistance shall be managed by the Commission in close consultation with the Economic and Financial Committee and in a manner consistent with the agreements reached between the IMF and Bosnia and Herzegovina. The loan and grant components of this assistance shall be made available to Bosnia and Herzegovina in at least two instalments. The first instalment is to be released on the basis of an agreement between Bosnia and Herzegovina and the IMF on Stand-by arrangement. The second and any further instalments shall be released on the basis of a satisfactory track record on Bosnia and Herzegovina's adjustment and reform programme, and not before one quarter after the release of the previous instalment. At least once a year, and before September, the Commission shall address to the European Parliament and to the Council a report, which will include an evaluation on the implementation of this Decision in the previous year. **ENTRY INTO FORCE** : 9 November 2002. The decision shall apply until 9 November 2004.?