# Procedure file

| Basic information   |                |                     |  |
|---|----------------|---------------------|--|
| CNS - Consultation procedure<br>Regulation  | 2003/0038(CNS) | Procedure completed |  |
| Air transport between the Community and third countries: competition  Amending Regulation (EC) No 1/2003 2000/0243(CNS) |                |                     |  |
| Subject<br>2.60 Competition<br>3.20.01 Air transport and air freight  |                |                     |  |

| Key players                   |  |   |            |
|-------------------------------|--|---|------------|
| European Parliament           | Committee responsible  | Rapporteur                                    | Appointed  |
|                               | ECON Economic and Monetary Affairs                                 |   | 17/03/2003 |
|                               |  | PPE-DE MAYER Hans-Peter                       |            |
|                               | Committee for opinion  | Rapporteur for opinion                        | Appointed  |
|                               | JURI Legal Affairs and Internal Market                             | The committee decided not to give an opinion. |            |
|                               | ITRE Industry, External Trade, Research, Energy                    |   | 24/04/2003 |
|                               |  | PSE MANN Erika                                |            |
|                               | RETT Regional Policy, Transport and Tourism (Associated committee) | LIEN COLLING Corord                           | 24/04/2003 |
|                               |  | UEN COLLINS Gerard                            |            |
|                               |  |   |            |
| Council of the European Union |  | Meeting                                       | Date       |
|                               | Education, Youth, Culture and Sport                                | 2565  | 26/02/2004 |
| European Commission           | Competition  | Commissioner                                  |            |

| Key events |   |               |         |
|------------|---|---------------|---------|
| 24/02/2003 | Legislative proposal published                                  | COM(2003)0091 | Summary |
| 07/04/2003 | Committee referral announced in Parliament                      |               |         |
| 10/09/2003 | Vote in committee   |               | Summary |
| 10/09/2003 | Committee report tabled for plenary, 1st reading/single reading | A5-0300/2003  |         |
| 23/09/2003 | Decision by Parliament  | T5-0393/2003  | Summary |
| 26/02/2004 | Act adopted by Council after consultation of Parliament         |               |         |
| 26/02/2004 | End of procedure in Parliament                                  |               |         |

| 06/03/2004 | Final act published in Official Journal |  |
|------------|---|--|
|            |   |  |

| Technical information      |  |  |
|----------------------------|--|--|
| Procedure reference        | 2003/0038(CNS)   |  |
| Procedure type             | CNS - Consultation procedure                                 |  |
| Procedure subtype          | Legislation  |  |
| Legislative instrument     | Regulation   |  |
|                            | Amending Regulation (EC) No 1/2003 2000/0243(CNS)            |  |
| Legal basis                | Rules of Procedure EP 57; EC Treaty (after Amsterdam) EC 083 |  |
| Stage reached in procedure | Procedure completed  |  |
| Committee dossier          | ECON/5/19289   |  |

| Documentation gateway   |   |            |    |         |
|---|---|------------|----|---------|
| Legislative proposal  | COM(2003)0091   | 24/02/2003 | EC | Summary |
| Committee report tabled for plenary, 1st reading/single reading | A5-0300/2003  | 10/09/2003 | EP |         |
| Text adopted by Parliament, 1st reading/single reading          | <u>T5-0393/2003</u><br>OJ C 077 26.03.2004, p.<br>0020-0056 E | 23/09/2003 | EP | Summary |

| Additional information |         |
|------------------------|---------|
| European Commission    | EUR-Lex |

#### Final act

Regulation 2004/411
OJ L 068 06.03.2004, p. 0001-0002 Summary

### Air transport between the Community and third countries: competition

PURPOSE: to ensure that competition rules and enforcement tools apply to international aviation as apply to internal EU routes. CONTENT: the Commission makes this proposal due to the fact that it does not have powers of investigation and enforcement with regard to infringements of Articles 81 and 82 of the Treaty in respect of air transport between the Community and third countries equivalent to those it has regarding transport inside the Community. In particular, the Commission lacks fact-finding tools and the powers to impose remedies that are necessary to bring infringements to an end or to impose penalties in respect of proven infringements. The specific rights and powers assigned to national courts and the competition authorities of Member States by Regulation 1/2003 do not apply to air transport between the Community and third countries. The same holds true for the mechanism for cooperation between the Commission and the competition authorities of Member States provided for in Regulation 1/2003. The Commission proposes that this draft regulation, which will amend Regulation 3957/87/EEC and Regulation 3976/87/EEC and Regulation 1/2003/EC, enabling the Commission to enforce the Community competition rules and adopt block exemptions for air transport operations between the Community and third countries. The proposal will make the following amendments to these Regulations: - repeal Regulation 3975/87/EC, with the exception of Article 6(3) which contains a transitional provision allowing the Commission to revoke or amend existing exemption decisions; - delete the words "between Community airports" in Article 1 of Regulation 3976/87/EEC. This will empower the Commission to grant block exemptions in the air transport sector in respect of traffic between the Community and third countries as well as in respect of traffic within the Community. - delete Article 32c in Regulation 1/2003/EC which excludes from its scope air transport between the Community and third countries.?

## Air transport between the Community and third countries: competition

The committee adopted the report by Hans-Peter MAYER (EPP-ED, D) approving the proposal under the consultation procedure subject to a number of technical drafting amendments. MEPs also called for a fast and effective procedural mechanism for investigating and enforcing Community competition rules in the field of air transport between the Community and third countries similar to the existing mechanism for

## Air transport between the Community and third countries: competition

The European Parliament adopted a resolution drafted by Hans-Peter MAYER (EPP-ED, D) and amended the Commission's proposal. (Please see the document dated 10/09/03.) Parliament added in a recital that a level playing field is need for the European airline industry, given its international nature. This might also help to provide better job security for its employees.?

#### Air transport between the Community and third countries: competition

PURPOSE: to ensure that competition rules and enforcement tools apply to international aviation as apply to internal EU routes.

LEGISLATIVE ACT: Council Regulation 411/2004/EC repealing Regulation 3975/87/EC and amending Regulations 3976/87/EC and

1/2003/EC, in connection with air transport between the Community and third countries. CONTENT: This Regulation comes about due to the fact that neither Council Regulation 3975/87/EC, nor Regulation 1/2003/EC itself applies to air transport between the Community and third countries. Consequently, the Commission did not enjoy powers of investigation and enforcement with regard to infringements of Articles 81 and 82 of the Treaty in respect of air transport between the Community and third countries equivalent to those enjoyed as regards air transport within the Community. In particular, the Commission lacked the requisite fact-finding tools and the powers to impose remedies which are necessary to bring infringements to an end or to impose penalties in respect of proven infringements. This regulation confers on the Commission powers of investigation and enforcement with regard to infringements of Articles 81 and 82 of the Treaty in respect of air transport between the Community and third countries. ENTRY INTO FORCE: 09/03/04. DATE APPLICABLE: 01/05/04.?