Commission Implementing Regulation (EU) 2018/886 of 20 June 2018 on certain commercial policy measures concerning certain products originating in the United States of America and amending Implementing Regulation (EU) 2018/724

COMMISSION IMPLEMENTING REGULATION (EU) 2018/886

of 20 June 2018

on certain commercial policy measures concerning certain products originating in the United States of America and amending Implementing Regulation (EU) 2018/724

THE EUROPEAN COMMISSION,

Having regard to the Treaty on the Functioning of the European Union,

Having regard to Regulation (EU) No 654/2014 of the European Parliament and of the Council of 15 May 2014 concerning the exercise of the Union's rights for the application and enforcement of international trade rules⁽¹⁾, and in particular Article 4(1) thereof,

Whereas:

- (1) Commission Implementing Regulation (EU) 2018/724⁽²⁾ mandated the Commission to give written notice, no later than 18 May 2018, to the World Trade Organization ('WTO') Council for Trade in Goods that, absent disapproval by the Council for Trade in Goods, the Union suspends the application to the trade of the United States of America ('United States') of import duty concessions under the GATT 1994 in respect of the products listed in Annex I and Annex II to that Regulation, so as to allow for an application of additional customs duties on the importation of these products originating in the United States.
- (2) On 18 May 2018 the Commission gave the above written notice and the WTO Council for Trade in Goods did not disapprove within 30 days. The Union thereby suspended, in the WTO, the application of import duty concessions to the trade with the United States under GATT 1994 in respect of these products.
- (3) On 8 March 2018 the United States adopted safeguard measures in the form of a tariff increase on imports of certain steel and aluminium products, effective from 23 March 2018 and with an unlimited duration. After two deferrals of the effective date of the tariff increase with respect to the European Union, the tariff increase became effective with respect to the European Union on 1 June 2018, with an unlimited duration.
- (4) Consequently, having regard to Article 2 of Implementing Regulation (EU) 2018/724, the Commission should impose additional customs duties on the products listed in Annex I and Annex II, as set out in recitals 6 and 12 to 15 of that Regulation, and having regard to the modalities set out in recitals 7 and 16 to 19 of that Regulation, and reflecting the timing requirements as set out in recital 5 of that Regulation, to the effect that:

Commission Implementing Regulation (EU) 2018/886. (See end of Document for details)

- (a) the additional ad valorem duties of a rate of 10 % and 25 % on imports of the products listed in Annex I, should be applied from the date of entry into force of this Regulation and until the United States ceases to apply its safeguard measures to products from the Union;
- (b) the additional ad valorem duties of a rate of 10 %, 25 %, 35 % and 50 % on imports of the products listed in Annex II, should be applied from 1 June 2021 or upon the adoption by, or notification to, the WTO Dispute Settlement Body of a ruling that the United States' safeguard measures are inconsistent with the relevant provisions of the WTO Agreement, if that is earlier, until the United States ceases to apply its safeguard measures to the Union.
- (5) Due to a clerical error, Implementing Regulation (EU) 2018/724 should be amended. The clerical error concerns the maximum additional duty for CN 9504 40 00 in Annex I, which should be 10 % instead of 25 %. Recital 12, Article 2(a) and Annex I of that Regulation should be amended accordingly. The products and level of additional duties listed in Annex I and Annex II are identical in Implementing Regulation (EU) 2018/724, as amended, and this Regulation.
- (6) This Regulation is without prejudice to the question of the consistency of the United States' safeguard measures with the relevant provisions of the WTO Agreement.
- (7) The Commission may amend this Regulation, should it deem that appropriate, to account for any modification of or amendment to the United States' safeguard measures, including through product or company exclusion.
- (8) Article 4 of Implementing Regulation (EU) 2018/724 provides that products listed in the Annexes to that Regulation for which an import licence with an exemption from or a reduction of duty has been issued prior to the date of entry into force of that Regulation shall not be subject to additional duty. That Regulation also provides that products listed in the Annexes to that Regulation for which the importers can prove that they have been exported from the United States to the Union prior to the date on which an additional duty is applied with respect to that product shall not be subject to the additional duty.
- (9) The measures provided for in this Regulation are in accordance with the opinion of the Trade Barriers Committee, established by Regulation (EU) 2015/1843 of the European Parliament and of the Council⁽³⁾,

HAS ADOPTED THIS REGULATION:

Article 1

The Union shall apply additional customs duties on imports into the Union of the products listed in Annex I and Annex II to this Regulation and originating in the United States of America ('United States').

Article 2

The application of additional customs duties on these products shall be as follows:

Commission Implementing Regulation (EU) 2018/886. (See end of Document for details)

- (a) at the first stage, additional ad valorem duty of a rate of 10 % and 25 % shall be applied on imports of products listed in Annex I, as specified therein, from the date of entry into force of this Regulation;
- (b) at the second stage, further additional ad valorem duty of a rate of 10 %, 25 %, 35 % and 50 % shall be applied on imports of products listed in Annex II as specified therein:
 - from 1 June 2021, or
 - from the fifth day following the date of the adoption by, or notification to, the WTO Dispute Settlement Body of a ruling that the United States' safeguard measures are inconsistent with the relevant provisions of the WTO Agreement, if that is earlier. In the latter event, the Commission shall publish in the *Official Journal of the European Union* a notice indicating the date on which such ruling is adopted or notified.

Article 3

Implementing Regulation (EU) 2018/724 is amended as follows:

(1) recital 12 is replaced by the following:

Reflecting the timing requirements described in recital 5, the additional customs duties should apply, if necessary or to the extent necessary, in two stages. At the first stage, ad valorem duties of a maximum rate of 10 % and 25 % on imports of the products listed in Annex I, may be applied immediately and until the United States ceases to apply its safeguard measures to products from the Union.;

(2) in Article 2, paragraph (a) is replaced by the following:

At the first stage, additional ad valorem duty of a maximum rate of 10 % and 25 % shall be applied on imports of products listed in Annex I from 20 June 2018;

(3) in Annex I, the additional duty for CN 9504 40 00 is amended as follows:

'25 %' is replaced by '10 %'.

Article 4

This Regulation shall enter into force on the day following that of its publication in the *Official Journal of the European Union*.

This Regulation shall be binding in its entirety and directly applicable in all Member States.

Done at Brussels, 20 June 2018.

For the Commission The President Jean-Claude JUNCKER

ANNEX I

Products subject to additional duties at the first stage

CN 2018 ^a	Additional duty
0710 40 00	25 %
0711 90 30	25 %
0713 33 90	25 %
1005 90 00	25 %
1006 30 21	25 %
1006 30 23	25 %
1006 30 25	25 %
1006 30 27	25 %
1006 30 42	25 %
1006 30 44	25 %
1006 30 46	25 %
1006 30 48	25 %
1006 30 61	25 %
1006 30 63	25 %
1006 30 65	25 %
1006 30 67	25 %
1006 30 92	25 %
1006 30 94	25 %
1006 30 96	25 %
1006 30 98	25 %
1006 40 00	25 %
1904 10 30	25 %
1904 90 10	25 %
2001 90 30	25 %
2004 90 10	25 %
2005 80 00	25 %
2008 11 10	25 %

2009 12 00	25 %
2009 19 11	25 %
2009 19 19	25 %
2009 19 91	25 %
2009 19 98	25 %
2009 81 11	25 %
2009 81 19	25 %
2009 81 31	25 %
2009 81 59	25 %
2009 81 95	25 %
2009 81 99	25 %
2208 30 11	25 %
2208 30 19	25 %
2208 30 82	25 %
2208 30 88	25 %
2402 10 00	25 %
2402 20 10	25 %
2402 20 90	25 %
2402 90 00	25 %
2403 11 00	25 %
2403 19 10	25 %
2403 19 90	25 %
2403 91 00	25 %
2403 99 10	25 %
2403 99 90	25 %
3304 20 00	25 %
3304 30 00	25 %
3304 91 00	25 %
6109 10 00	25 %
6109 90 20	25 %
6109 90 90	25 %
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6203 42 31	25 %
6203 42 90	25 %
6203 43 11	25 %
6204 62 31	25 %
6204 62 90	25 %
6302 31 00	25 %
6403 59 95	25 %
7210 12 20	25 %
7210 12 80	25 %
7219 12 10	25 %
7219 12 90	25 %
7219 13 10	25 %
7219 13 90	25 %
7219 32 10	25 %
7219 32 90	25 %
7219 33 10	25 %
7219 33 90	25 %
7219 34 10	25 %
7219 34 90	25 %
7219 35 90	25 %
7222 20 11	25 %
7222 20 21	25 %
7222 20 29	25 %
7222 20 31	25 %
7222 20 81	25 %
7222 20 89	25 %
7222 40 10	25 %
7222 40 50	25 %
7222 40 90	25 %
7223 00 11	25 %
7223 00 19	25 %

7223 00 91	25 %
7226 92 00	25 %
7228 30 20	25 %
7228 30 41	25 %
7228 30 49	25 %
7228 30 61	25 %
7228 30 69	25 %
7228 30 70	25 %
7228 30 89	25 %
7228 50 20	25 %
7228 50 40	25 %
7228 50 69	25 %
7228 50 80	25 %
7229 90 20	25 %
7229 90 50	25 %
7229 90 90	25 %
7301 20 00	25 %
7304 31 20	25 %
7304 31 80	25 %
7304 41 00	25 %
7306 30 11	25 %
7306 30 19	25 %
7306 30 41	25 %
7306 30 49	25 %
7306 30 72	25 %
7306 30 77	25 %
7306 30 80	25 %
7306 40 20	25 %
7306 40 80	25 %
7307 11 10	25 %
7307 11 90	25 %

7307 19 10	25 %
7307 19 90	25 %
7308 30 00	25 %
7308 40 00	25 %
7308 90 51	25 %
7308 90 59	25 %
7308 90 98	25 %
7309 00 10	25 %
7309 00 51	25 %
7309 00 59	25 %
7310 29 10	25 %
7310 29 90	25 %
7311 00 13	25 %
7311 00 19	25 %
7311 00 99	25 %
7314 14 00	25 %
7314 19 00	25 %
7314 49 00	25 %
7315 11 10	25 %
7315 11 90	25 %
7315 12 00	25 %
7315 19 00	25 %
7315 89 00	25 %
7315 90 00	25 %
7318 14 10	25 %
7318 14 91	25 %
7318 14 99	25 %
7318 16 40	25 %
7318 16 60	25 %
7318 16 92	25 %
7318 16 99	25 %

7321 11 10	25 %
7321 11 90	25 %
7322 90 00	25 %
7323 93 00	25 %
7323 99 00	25 %
7324 10 00	25 %
7325 10 00	25 %
7325 99 10	25 %
7325 99 90	25 %
7326 90 30	25 %
7326 90 40	25 %
7326 90 50	25 %
7326 90 60	25 %
7326 90 92	25 %
7326 90 96	25 %
7606 11 10	25 %
7606 11 91	25 %
7606 12 20	25 %
7606 12 92	25 %
7606 12 93	25 %
8711 40 00	25 %
8711 50 00	25 %
8903 91 10	25 %
8903 91 90	25 %
8903 92 10	25 %
8903 92 91	25 %
8903 92 99	25 %
8903 99 10	25 %
8903 99 91	25 %
8903 99 99	25 %
9504 40 00	10 %

ANNEX II

Products subject to further additional duties at the second stage

CN 2018 ^a	Additional duty	
2008 93 11	25 %	
2008 93 19	25 %	
2008 93 29	25 %	
2008 93 91	25 %	
2008 93 93	25 %	
2008 93 99	25 %	
2208 30 11	25 %	
2208 30 19	25 %	
2208 30 82	25 %	
2208 30 88	25 %	
3301 12 10	10 %	
3301 13 10	10 %	
3301 90 10	10 %	
3301 90 30	10 %	
3301 90 90	10 %	
3302 90 10	10 %	
3302 90 90	10 %	
3304 10 00	10 %	
3305 30 00	10 %	
4818 20 10	25 %	
4818 20 91	35 %	
4818 20 99	25 %	
4818 30 00	25 %	
4818 50 00	35 %	
4818 90 10	25 %	
4818 90 90	35 %	
5606 00 91	10 %	

5606 00 99	10 %
5907 00 00	10 %
5911 10 00	10 %
5911 20 00	10 %
5911 31 11	10 %
5911 31 19	10 %
5911 31 90	10 %
5911 32 11	10 %
5911 32 19	10 %
5911 32 90	10 %
6203 42 11	50 %
6203 42 33	50 %
6203 42 35	50 %
6203 42 51	50 %
6203 42 59	50 %
6203 43 19	50 %
6203 43 31	50 %
6203 43 39	50 %
6203 43 90	50 %
6204 62 11	50 %
6204 62 33	50 %
6204 62 39	50 %
6204 62 51	50 %
6204 62 59	50 %
6205 30 00	50 %
6301 30 10	50 %
6301 30 90	50 %
6402 19 00	25 %
6402 99 10	50 %
6402 99 31	25 %
6402 99 39	25 %
	1

6402 99 50	25 %
6402 99 91	25 %
6402 99 93	25 %
6402 99 96	25 %
6402 99 98	25 %
6403 59 05	25 %
6403 59 11	25 %
6403 59 31	25 %
6403 59 35	25 %
6403 59 39	25 %
6403 59 50	25 %
6403 59 91	25 %
6403 59 99	25 %
6601 10 00	50 %
6911 10 00	50 %
6911 90 00	50 %
6912 00 21	50 %
6912 00 23	50 %
6912 00 25	50 %
6912 00 29	50 %
6912 00 81	50 %
6912 00 83	50 %
6912 00 85	50 %
6912 00 89	50 %
6913 10 00	50 %
6913 90 10	50 %
6913 90 93	50 %
6913 90 98	50 %
6914 10 00	50 %
6914 90 00	50 %
7005 21 25	25 %

7005 21 30	25 %
7005 21 80	25 %
7007 19 10	10 %
7007 19 20	10 %
7007 19 80	10 %
7007 21 20	10 %
7007 21 80	10 %
7007 29 00	10 %
7009 10 00	25 %
7009 91 00	10 %
7013 28 10	10 %
7013 28 90	10 %
7102 31 00	10 %
7113 11 00	25 %
7113 19 00	25 %
7113 20 00	25 %
7228 50 61	25 %
7326 90 98	10 %
7604 29 90	25 %
7606 11 93	25 %
7606 11 99	25 %
8422 11 00	50 %
8450 11 11	50 %
8450 11 19	50 %
8450 11 90	50 %
8450 12 00	50 %
8450 19 00	50 %
8506 10 11	10 %
8506 10 18	10 %
8506 10 91	10 %
8506 10 98	10 %
	1

8506 90 00	10 %
8543 70 01	50 %
8543 70 02	50 %
8543 70 03	50 %
8543 70 04	50 %
8543 70 05	50 %
8543 70 06	50 %
8543 70 07	50 %
8543 70 08	50 %
8543 70 09	50 %
8543 70 10	50 %
8543 70 30	50 %
8543 70 50	50 %
8543 70 60	50 %
8543 70 90	25 %
8704 21 10	10 %
8704 21 31	10 %
8704 21 39	10 %
8704 21 91	10 %
8704 21 99	10 %
8711 40 00	25 %
8711 50 00	25 %
8901 90 10	50 %
8901 90 90	50 %
8902 00 10	50 %
8902 00 90	50 %
8903 10 10	10 %
8903 10 90	10 %
8903 92 91	25 %
8903 92 99	25 %
9401 61 00	50 %

9401 69 00	50 %
9401 71 00	50 %
9401 79 00	50 %
9401 80 00	50 %
9404 90 10	25 %
9404 90 90	25 %
9405 99 00	25 %

- (1) Regulation (EU) No 654/2014 of the European Parliament and of the Council of 15 May 2014 concerning the exercise of the Union's rights for the application and enforcement of international trade rules and amending Council Regulation (EC) No 3286/94 laying down Community procedures in the field of the common commercial policy in order to ensure the exercise of the Community's rights under international trade rules, in particular those established under the auspices of the World Trade Organization (OJ L 189, 27.6.2014, p. 50).
- (2) Commission Implementing Regulation (EU) 2018/724 of 16 May 2018 on certain commercial policy measures concerning certain products originating in the United States of America (OJ L 122, 17.5.2018, p. 14).
- (3) Regulation (EU) 2015/1843 of the European Parliament and of the Council of 6 October 2015 laying down Union procedures in the field of the common commercial policy in order to ensure the exercise of the Union's rights under international trade rules, in particular those established under the auspices of the World Trade Organization (codification) (OJ L 272, 16.10.2015, p. 1).

Changes to legislation:

There are currently no known outstanding effects for the Commission Implementing Regulation (EU) 2018/886.