Draft Regulation of the European Parliament and of the Council establishing the Neighbourhood, Development and International Cooperation Instrument (NDICI)\*

**Budgetary provisions** 

- Version of 24 September-

- Article 6 Budget
- Article 22 Methods of cooperation
- Article 23 Forms of EU funding and methods of implementation
  - Article 23a Small projects funds (EP)
- Article 24 Eligible persons and entities
- Article 25 Budgetary provisions



The proposed Regulation is part of the package of proposals linked to the MFF 2021-2027 and therefore dependent on the outcome of the horizontal negotiations. Pending these, the reference amounts in Article 6 are put within square brackets. Other provisions of the draft NDICI Regulation appear in square brackets due to their inclusion in the draft Negotiating Box set out in ST 10010/19. All provisions which appear between square brackets are excluded from the Council negotiating mandate at this stage. Moreover, other provisions, on which the discussions are ongoing have been deleted, as they don not form part of the Council partial negotiating mandate. Provisions related to the participation of non-EU countries have not been amended due to the horizontal nature of such provisions.

Line	Commission proposal	EP position	Council mandate	Possible compromise	Comments
118.	Article 6	Article 6	Article 6	Article 6	
	Budget	Budget	Budget	Budget	
119.	1. The financial envelope	1. The financial envelope	1. The financial envelope	1. The financial envelope	
	for the implementation of	for the implementation	for the implementation of	for the implementation of	
	this Regulation for the	<i>application</i> of this	this Regulation for the	this Regulation for the	
	period $2021 - 2027$ shall be	Regulation for the period	period $2021 - 2027$ shall be	period 2021 – 2027 shall be	
	EUR 89 200 million in	2021 – 2027 shall be	EUR <del>89 200 79 462</del> million	EUR [89 200 million in	
	current prices.	EUR <del>89 200</del> 82 451 million	in current prices.	current prices].	
		in 2018 prices		_	
		(EUR 93 154 million in			
		current prices) [100 %].			
120.	2. The financial envelope	2. The financial envelope	2. The financial envelope	2. The financial envelope	
	referred to in paragraph 1	referred to in paragraph 1	referred to in paragraph 1	referred to in paragraph 1	
	shall be composed of:	shall be composed of:	shall be composed of:	shall be composed of:	
121.	(a) EUR 68 000 million for	(a)	(a) EUR <del>68 000 60 388</del>	(a) EUR [68 000 million]	
	geographic programmes:	EUR 68 00063 687 million	million for geographic	for geographic	
		in 2018 prices	programmes:	programmes:	
		(EUR 71 954 million in			
		current prices) [77,24 %]			
		for geographic			
		programmes:			
122.	– Neighbourhood at least	– Neighbourhood at least	– Neighbourhood at least	<ul> <li>Neighbourhood at least</li> </ul>	
	EUR 22 000 million,	EUR <del>22 000</del> 20 572 million	EUR <del>22 000 <b>19 323</b></del>	EUR [22 000 million],	
		in 2018 prices	million,		
		(EUR 23 243 million in			
		current prices) [24,95 %],			
123.	– Sub-Saharan Africa at	– Sub-Saharan Africa at	– Sub-Saharan Africa at	– Sub-Saharan Africa at	
	least EUR 32 000 million,	least	least EUR <del>32 000 29</del> 181	least EUR [32 000 million],	
		EUR <del>32 000</del> 30 723 million	million,		
		in 2018 prices			
		(EUR 34 711 million in			



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Line	Commission proposal	EP position	Council mandate	Possible compromise	Comments
		<i>current prices)</i> [37,26 %],			
124.	– Asia and the Pacific EUR 10 000 million,	- Asia and the Pacific EUR 8 851 million in 2018 prices (EUR 10 000 million in current prices) [10,73 %], including at least EUR 620 million in 2018 prices (EUR 700 million in current prices) for the Pacific,	– Asia and the Pacific EUR <del>10 000 <i>8 489</i></del> million,	– Asia and the Pacific EUR [10 000 million],	
125.	– Americas and the Caribbean EUR 4 000 million,	- Americas and the Caribbean EUR 3 540 million in 2018 prices (EUR 4 000 million in current prices) [4,29 %], including EUR 1 062 million in 2018 prices (EUR 1 200 million in current prices) for the Caribbean,	– Americas and the Caribbean EUR 4-000 <i>3 395</i> million,	– Americas and the Caribbean EUR [4 000 million],	
126.	(b) EUR 7 000 million for thematic programmes:	(b) EUR 7 0009 471 million in 2018 prices (EUR 10 700 million in current prices) [11,49 %] for thematic programmes:	(b) EUR <del>7 000 6 358</del> million for thematic programmes:	(b) EUR [7 000 million] for thematic programmes:	
127.	– Human Rights and Democracy EUR 1 500 million,	<ul> <li>Human Rights and</li> <li>Democracy EUR 1 500 at</li> <li>least EUR 1 770 million in</li> <li>2018 prices (EUR 2 000</li> <li>million in current prices)</li> </ul>	– Human Rights and Democracy EUR <del>1 500</del> <i>1 362</i> million,	– Human Rights and Democracy EUR [1 500 million],	



Line	Commission proposal	EP position	Council mandate	Possible compromise	Comments
		[2,15 %], with up to 25 % of the programme to be devoted to the funding of EU Election Observation Missions,			
128.	– Civil Society Organisations EUR 1 500 million,	- Civil Society Organisations EUR 1-500(CSOs) and Local Authorities (LAs) EUR 2 390 million in 2018 prices (EUR 2 700 million in current prices) [2,90 %], of which EUR 1 947 million in 2018 prices (EUR 2 200 million in current prices) [2,36 %] for CSOs and EUR 443 million in 2018 prices (EUR 500 million in current prices) [0,54 %] for LAs,	– Civil Society Organisations EUR <del>1 500</del> <i>1 362</i> million,	– Civil Society Organisations EUR [1 500 million],	
129.	– Stability and Peace EUR 1 000 million	- Stability and Peace EUR 885 million in 2018 prices (EUR 1 000 million in current prices) [1,07 %],	– <i>Peace</i> , Stability and <del>Peace</del> - <i>Conflict Prevention</i> EUR <del>1 000</del> -908 million,	– <i>Peace</i> , Stability and Peace Conflict Prevention EUR [1 000 million],	
130.	<ul> <li>Global Challenges EUR</li> <li>3 000 million,</li> </ul>	- Global Challenges EUR <del>3 000-3</del> 983 million in 2018 prices (EUR 4 500 million in current prices) [4,83 %],	– Global Challenges EUR <del>3 000</del> 2 726 million,	– Global Challenges EUR [3 000 million],	
130.		- Foreign Policy Needs			



Line	Commission proposal	EP position	Council mandate	Possible compromise	Comments
bis		and Priorities			
		EUR 443 million in 2018			
		prices (EUR 500 million in			
		current prices) [0,54 %],			
131.	(c) EUR 4 000 million for	(c)	(c) EUR 4-000 3 182	(c) EUR [4 000 million] for	
	rapid response actions.	EUR 4-0003 098 million in	million for rapid response	rapid response actions.	
		2018 prices	actions.		
		(EUR 3 500 million in			
		current prices) [3,76 %]			
		for rapid response actions:			
131. bis		– Stability and conflict			
DIS		prevention in situations of			
		urgency, emerging crisis,			
		crisis and post-crisis EUR			
		1 770 million in 2018			
		prices (EUR 2 000 million			
		in current prices) [2,15			
101		%],			
131. ter		- Strengthening resilience			
ter		of states, societies,			
		communities and			
		individuals and linking			
		humanitarian aid and			
		development action EUR 1			
		328 million in 2018 prices			
		(EUR 1 500 million in			
122		current prices) [1,61 %],			
132.	3. The emerging challenges	3. The emerging challenges	3. The emerging challenges	3. The emerging challenges	
	and priorities cushion of an	and priorities cushion of an	and priorities cushion of <del>an</del>	and priorities cushion of <del>an</del>	
	amount of EUR 10 200	amount of	amount of EUR $\frac{10.200}{10.200}$	amount of EUR [10 200	
	million shall increase the	EUR <del>10 2006</del> <b>196</b> million	9 534 million shall increase	million] shall increase the	
	amounts referred to in	in 2018 prices	the amounts referred to in	amounts referred to in	



Line	Commission proposal	EP position	Council mandate	Possible compromise	Comments
	paragraph 2 in accordance with Article 15.	(EUR 7 000 million in current prices) [7,51 %], shall increase the amounts referred to in paragraph 2 in accordance with Article 15.	paragraph 2 ( <i>a</i> ), ( <i>b</i> ) and ( <i>c</i> ) in accordance with Article 15.	paragraph 2 ( <i>a</i> ), ( <i>b</i> ) and ( <i>c</i> ) in accordance with Article 15.	
133.	<ul> <li>4. The financial envelope referred to in paragraph 2</li> <li>(a) shall correspond to at least 75 % of the financial envelope referred to in paragraph 1.</li> </ul>	<ul> <li>4. The financial envelope referred to in paragraph 2</li> <li>(a) shall correspond to at least 75 % of the financial envelope referred to in paragraph 1.</li> </ul>	<ul> <li>4. The financial envelope referred to in paragraph 2</li> <li>(a) shall correspond to at least 75 % of the financial envelope referred to in paragraph 1.</li> </ul>	<ul> <li>4. The financial envelope referred to in paragraph 2</li> <li>(a) shall correspond to at least 75 % of the financial envelope referred to in paragraph 1.</li> </ul>	
133. bis		4a. The actions under Article 9 shall be financed to up to the amount of EUR 270 million.			
133. ter		4b. The annual appropriations shall be authorised by the European Parliament and by the Council within the limits of the multiannual financial framework during the budgetary procedure, after the priorities have been agreed by the Institutions.			
267.	Article 22 Methods of cooperation	Article 22 Methods of cooperation	Article 22 Methods of cooperation	Article 22 Methods of cooperation	Provisionally closed
268.	1. Financing under this Instrument shall be	1. Financing under this Instrument shall be	1. As provided for by the Financial Regulation and	1. Financing under this Instrument shall be	Provisionally closed



Line	Commission proposal	EP position	Council mandate	Possible compromise	Comments
	implemented by the	implemented by the	while fostering enhanced	implemented by the	
	Commission, as provided	Commission, as provided	cooperation, including by	Commission, as provided	
	for by the Financial	for by the Financial	making full use of	for by the Financial	
	Regulation, either directly	Regulation, either directly	Member States actors'	Regulation, either directly	
	by the Commission itself,	by the Commission itself,	expertise and	by the Commission itself,	
	by Union delegations and	by Union delegations and	<i>competences, f</i> Financing	by Union delegations and	
	by executive agencies, or	by executive agencies, or	under this Instrument shall	by executive agencies, or	
	indirectly through any of	indirectly through any of	be implemented by the	indirectly through any of	
	the entities listed in Article	the entities listed in Article	Commission, as provided	the entities listed in Article	
	62(1) c) of the Financial	62(1) c) of the Financial	for by the Financial	62(1) c) of the Financial	
	Regulation.	Regulation.	Regulation, either directly	Regulation.	
			by the Commission itself,		
			by Union delegations and		
			by executive agencies, or		
			indirectly through any of		
			the entities listed in Article		
			62(1)(c) of the Financial		
			Regulation.		
269.	2. Financing under this	2. Financing under this	2. Financing under this	2. Financing under this	Provisionally closed
	Instrument may also be	Instrument may also be	Instrument may also be	Instrument may also be	
	provided through	provided through	provided through	provided through	
	contributions to	contributions to	contributions to	contributions to	
	international, regional or	international, regional or	international, regional or	international, regional or	
	national funds, such as	national funds, such as	national funds, such as	national funds, such as	
	those established or	those established or	those established or	those established or	
	managed by the EIB, by	managed by the EIB, by	managed by the EIB, by	managed by the EIB, by	
	Member States, by partner	Member States, by partner	Member States, by partner	Member States, by partner	
	countries and regions or by	countries and regions or by	countries and regions or by	countries and regions or by	
	international organisations,	international organisations,	international organisations,	international organisations,	
270	or other donors.	or other donors.	or other donors.	or other donors.	
270.	3. The entities listed in $(2(1))$	3. The entities listed in $(2(1))$	3. The entities listed in $(2(1))$	3. The entities listed in	Provisionally closed
	Article $62(1)(c)$ of the	Article $62(1)(c)$ of the	Article $62(1)(c)$ of the	Article $62(1)(c)$ of the	



Line	Commission proposal	EP position	Council mandate	Possible compromise	Comments
	Financial Regulation and in	Financial Regulation and in	Financial Regulation and in	Financial Regulation and in	
	Article 29(1) of this	Article 29(1) of this	Article 29(1) of this	Article 29(1) of this	
	Regulation shall annually	Regulation shall annually	Regulation shall annually	Regulation shall annually	
	fulfil their reporting	fulfil their reporting	fulfil their reporting	fulfil their reporting	
	obligations under Article	obligations under Article	obligations under Article	obligations under Article	
	155 of the Financial	155 of the Financial	155 of the Financial	155 of the Financial	
	Regulation. The reporting	Regulation. The reporting	Regulation. The reporting	Regulation. The reporting	
	requirements for any of	requirements for any of	requirements for any of	requirements for any of	
	these entities are laid down	these entities are laid down	these entities are laid down	these entities are laid down	
	in the framework	in the framework	in the <i>financial</i> framework	in the <i>financial</i> framework	
	partnership agreement, the	partnership agreement, the	partnership agreement, the	partnership agreement, the	
	contribution agreement, the	contribution agreement, the	contribution agreement, the	contribution agreement, the	
	agreement on budgetary	agreement on budgetary	agreement on budgetary	agreement on budgetary	
	guarantees or the financing	guarantees or the financing	guarantees or the financing	guarantees or the financing	
	agreement.	agreement.	agreement.	agreement.	
271.	4. Actions financed under	4. Actions financed under	4. Actions financed under	4. Actions financed under	Provisionally closed
	the Instrument may be	the Instrument may be	the Instrument may be	the Instrument may be	
	implemented by means of	implemented by means of	implemented by means of	implemented by means of	
	parallel or joint co-	parallel or joint co-	parallel or joint co-	parallel or joint co-	
	financing.	financing.	financing.	financing.	
272.	5. In the case of parallel co-	5. In the case of parallel co-	5. In the case of parallel co-	5. In the case of parallel co-	Provisionally closed
	financing, an action is split	financing, an action is split	financing, an action is split	financing, an action is split	
	into a number of clearly	into a number of clearly	into a number of clearly	into a number of clearly	
	identifiable components	identifiable components	identifiable components	identifiable components	
	which are each financed by	which are each financed by	which are each financed by	which are each financed by	
	the different partners	the different partners	the different partners	the different partners	
	providing co-financing in	providing co-financing in	providing co-financing in	providing co-financing in	
	such a way that the end-use	such a way that the end-use	such a way that the end-use	such a way that the end-use	
	of the financing can always	of the financing can always	of the financing can always	of the financing can always	
	be identified.	be identified.	be identified and	be identified and	
			duplication of financing is	duplication of financing is	
			avoided.	avoided.	



Line	Commission proposal	EP position	Council mandate	Possible compromise	Comments
273.	6. In the case of joint co-	Provisionally closed			
	financing, the total cost of				
	an action is shared between				
	the partners providing the				
	co-financing and the	co-financing and the	co-financing and the	co-financing and the	
	resources are pooled in				
	such a way that it is no				
	longer possible to identify				
	the source of financing for				
	any given activity	any given activity	any given activity	any given activity	
	undertaken as part of the				
	action.	action.	action.	action.	
274.	7. Cooperation between the	Provisionally closed			
	Union and its partners may				
	take the form, inter alia, of:				
275.	(a) triangular arrangements	(a) triangular arrangements	(a) triangular arrangements	(a) triangular arrangements	Provisionally closed
	whereby the Union	whereby the Union	whereby the Union	whereby the Union	
	coordinates with third	coordinates with third	coordinates with third	coordinates with third	
	countries its assistance	countries its assistance	countries its assistance	countries its assistance	
	funding to a partner				
	country or region;	country or region;	country or region;	country or region;	
276.	(b) administrative	(b) administrative	(b) administrative <i>and</i>	(b) administrative <i>and</i>	Provisionally closed
	cooperation measures such	cooperation measures such	technical cooperation	technical cooperation	
	as twinning between public	as twinning between public	measures, as well as	measures, as well as	
	institutions, local	institutions, local	capacity building,	building capacity,	
	authorities, national public	authorities, national public	including to share	including to share	
	bodies or private law	bodies or private law	transitional or reform	transitional or reform	
	entities entrusted with	entities entrusted with	implementation	implementation	
	public service tasks of a	public service tasks of a	experiences of Member	experiences of Member	
	Member State and those of	Member State and those of	States, such as twinning	States, such as	
	a partner country or region,	a partner country or region,	between public institutions,	decentralised cooperation	
	as well as cooperation	as well as cooperation	local authorities, national	through partnerships or	



Line	Commission proposal	EP position	Council mandate	Possible compromise	Comments
	measures involving public sector experts dispatched	measures involving public sector experts dispatched	public <i>law</i> bodies or private law entities	twinning, between public institutions, <i>including</i> local	
	from the Member States	from the Member States	entrusted with public	authorities, national public	
	and their regional and local	and their regional and local	service tasks of a Member	<i>law</i> bodies or private law	
	authorities;	authorities;	State and those of a partner	entities entrusted with	
			country or region, as well	public service tasks of a	
			as cooperation measures involving public sector	Member State and those of a partner country or region,	
			experts dispatched from the	as well as cooperation	
			Member States and their	measures involving public	
			regional and local	sector experts dispatched	
			authorities;	from the Member States	
				and their regional and local authorities;	
277.	(c) contributions to the	(c) contributions to the	(c) contributions to the	(c) contributions to the	Provisionally closed
	necessary costs of setting	necessary costs of setting	necessary costs of setting	necessary costs of setting	
	up and administering a	up and administering a	up and administering a	up and administering a	
	public-private partnership;	public-private partnership	public-private partnership;	public-private partnership,	
		including support of broad participation by setting up		including those for their independent assessment	
		independent third party		and monitoring, whenever	
		CSO body to assess and		possible by civil society	
		monitor public-private		organisations;	
277.		partnership set-ups;			D
bis			(c bis) decentralised cooperation through		Provisionally closed
			partnerships between local		Content moved to 276
			or regional authorities		
			from Member States and		
278.	(1) ( 1'		partner countries;	(1) (1)	D :: 11 1 1
278.	(d) sector policy support programmes whereby the	(d) sector policy support programmes whereby the	(d) sector policy support programmes whereby the	(d) sector policy support programmes whereby the	Provisionally closed
	programmes whereby the	programmes whereby the	programmes whereby the	programmes whereby the	<u></u>



Line	Commission proposal	EP position	Council mandate	Possible compromise	Comments
	Union provides support to	Union provides support to	Union provides support to	Union provides support to	
	a partner country's sector	a partner country's sector	a partner country's sector	a partner country's sector	
	programme	programme	programme;	programme;	
279.	(e) contributions to the cost	(e) contributions to the cost	(e) contributions to the cost	(e) contributions to the cost	Provisionally closed
	of the countries'	of the countries'	of the countries'	of the countries'	
	participation in Union	participation in Union	participation in Union	participation in Union	
	programmes and actions	programmes and actions	programmes, and <i>to</i> actions	programmes, and <i>to</i> actions	
	implemented by Union	implemented by Union	implemented by Union	implemented by Union	
	agencies and bodies, as	agencies and bodies, as	agencies and bodies, as	agencies and bodies, as	
	well as bodies or persons	well as bodies or persons	well as <i>to</i> bodies or persons	well as <i>to</i> bodies or persons	
	entrusted with	entrusted with	entrusted with <i>the</i>	entrusted with <i>the</i>	
	implementation of specific	implementation of specific	implementation of specific	implementation of specific	
	actions in the Common	actions in the Common	actions in the Common	actions in the Common	
	Foreign and Security	Foreign and Security	Foreign and Security	Foreign and Security	
	Policy pursuant to Title V	Policy pursuant to Title V	Policy pursuant to Title V	Policy pursuant to Title V	
	of the Treaty on European	of the Treaty on European	of the Treaty on European	of the TEU Treaty on	
	Union;	Union TEU;	Union <del>;</del> .	European Union;	
280.	(f) interest rate subsidies.	(f) interest rate subsidies.	(f) interest rate subsidies.		Provisionally closed
281.	Article 23	Article 23	Article 23	Article 23	Provisionally closed
	Forms of EU funding and	Forms of EU Union	Forms of EU funding and	Forms of Union funding	
	methods of implementation	funding and methods of	methods of implementation		
		implementation application			
282.	1. The Union funding may	1. The Union funding may	1. The Union funding may	1. The Union funding may	Provisionally closed
	be provided through the	be provided through the	be provided through the	be provided through the	
	types of financing	types of financing	types of financing and	types of financing	
	envisaged by the Financial	envisaged by the Financial	procedures envisaged by	envisaged by the Financial	
	Regulation and in	Regulation and in	the Financial Regulation	Regulation and in	
292	particular:	particular:	and in particular:	particular:	
283.	(a) grants;	(a) grants;	(a) grants;	(a) grants;	Provisionally closed
284.	(b) procurement contracts	(b) procurement contracts	(b) procurement contracts	(b) procurement contracts	Provisionally closed
	for services, supplies or	for services, supplies or	for services, supplies or	for services, supplies or	





Line	Commission proposal	EP position	Council mandate	Possible compromise	Comments
	works;	works;	works;	works;	
285.	(c) budget support;	(c) budget support;	(c) budget support;	(c) budget support;	Provisionally closed
286.	(d) contributions to trust	(d) contributions to trust	(d) contributions to trust	(d) contributions to trust	Provisionally closed
	funds set up by the	funds set up by the	funds set up by the	funds set up by the	
	Commission, in accordance	Commission, in accordance	Commission, in accordance	Commission, in accordance	
	with Article 234 of the	with Article 234 of the	with Article 234 of the	with Article 234 of the	
	Financial Regulation;	Financial Regulation;	Financial Regulation;	Financial Regulation;	
287.	(e) financial instruments;	(e) financial instruments;	(e) financial instruments;	(e) financial instruments;	Provisionally closed
288.	(f) budgetary guarantees;	(f) budgetary guarantees;	(f) budgetary guarantees;	(f) budgetary guarantees;	Provisionally closed
289.	(g) blending;	(g) blending;	(g) blending <i>operations</i> ;	(g) blending <i>operations</i> ;	Provisionally closed
290.	(h) debt relief in the	(h) debt relief in the	(h) debt relief in the	(h) debt relief in the	Provisionally closed
	context of internationally	context of internationally	context of internationally	context of internationally	
	agreed debt relief	agreed debt relief	agreed debt relief	agreed debt relief	
	programme;	programme;	programme;	programme;	
291.	(i) financial assistance;	(i) financial assistance;	(i) financial assistance;	(i) financial assistance;	Provisionally closed
292.	(j) remunerated external	(j) remunerated external	(j) remunerated external	(j) remunerated external	Provisionally closed
	experts.	experts.	experts.	experts.	
293.	2. When working with	2. When working with	2. When working with	2. When working with	Provisionally closed
	stakeholders of partner	stakeholders of partner	stakeholders of partner	stakeholders of partner	
	countries, the Commission	countries, the Commission	countries, the Commission	countries such as those	
	shall take into account their	shall take into account their	shall take into account their	mentioned in Article 8 (4),	
	specificities, including their	specificities, including their	specificities, including their	the Commission shall take	
	needs and the relevant	needs and the relevant	needs and the relevant	into account their	
	context, when defining the	context, when defining the	context, when defining the	specificities, including their	
	financing modalities, the	financing modalities, the	financing modalities, the	needs and the relevant	
	type of contribution, the	type of contribution, the	type of contribution, the	context, when defining the	
	award modalities and the	award modalities and the	award modalities and the	financing modalities, the	
	administrative provisions	administrative provisions	administrative provisions	type of contribution, the	
	for the management of	for the management of	for the management of	award modalities and the	
	grants, with a view to	grants, with a view to	grants, with a view to	administrative provisions	
	reaching and best	reaching and best	reaching and best	for the management of	



Line	Commission proposal	EP position	Council mandate	Possible compromise	Comments
	responding to the widest	responding to the widest	responding to the widest	grants, with a view to	
	possible range of such	possible range of such	possible range of such	reaching and best	
	stakeholders. Specific	stakeholders. That	stakeholders. Specific	responding to the widest	
	modalities shall be	assessment shall take into	modalities shall be	possible range of such	
	encouraged in accordance	account the conditions for	encouraged in accordance	stakeholders. Specific	
	with the Financial	a meaningful participation	with the Financial	modalities shall be	
	Regulation, such as	and involvement of all	Regulation, such as	encouraged in accordance	
	partnership agreements,	stakeholders, in particular	partnership agreements,	with the Financial	
	authorisations of financial	local civil society. Specific	authorisations of financial	Regulation, such as	
	support to third parties,	modalities shall be	support to third parties,	partnership agreements,	
	direct award or eligibility-	encouraged in accordance	direct award or eligibility-	authorisations of financial	
	restricted calls for	with the Financial	restricted calls for	support to third parties,	
	proposals, or lump sums,	Regulation, such as	proposals, or lump sums,	direct award or eligibility-	
	unit costs and flat-rate	partnership agreements,	unit costs and flat-rate	restricted calls for	
	financing as well as	authorisations of financial	financing as well as	proposals, or lump sums,	
	financing not linked to	support to third parties,	financing not linked to	unit costs and flat-rate	
	costs as envisaged in	direct award or eligibility-	costs as envisaged in	financing as well as	
	Article 125(1) of the	restricted calls for	Article 125(1) of the	financing not linked to	
	Financial Regulation.	proposals, or lump sums,	Financial Regulation.	costs as envisaged in	
		unit costs and flat-rate		Article 125(1) of the	
		financing as well as		Financial Regulation.	
		financing not linked to			
		costs as envisaged in			
		Article 125(1) of the			
		Financial Regulation.			
		Those different modalities			
		shall ensure transparency,			
		traceability and			
		innovation. Cooperation			
		between local and			
		international NGOs shall			
		be encouraged in order to			

Line	Commission proposal	EP position	Council mandate	Possible compromise	Comments
		bolster local civil society's capacities with a view to achieving its full participation in development programmes.			
293.			When working with		Provisionally closed
bis			Member States, in cases in which only public administrations are		Content in recital.
			involved, such as twinning, simplified implementing and		
			contractual provisions shall be discussed with Member States and		
			applied in compliance with the Financial Regulation.		
294.	3. In addition of the cases referred to in Article 195 of the Financial Regulation, the direct award procedure may be used for;	3. In addition of the cases referred to in Article 195 of the Financial Regulation, the direct award procedure may be used for;	3. In addition of to the cases referred to in Article 195 of the Financial Regulation, the direct award procedure may be used for;:	3. In addition of to the cases referred to in Article 195 of the Financial Regulation, the direct award procedure may be used for;:	Provisionally closed
295.	(a) low-value grants to human rights defenders to finance urgent protection actions, where appropriate without the need for co- financing;	(a) low-value grants to human rights defenders and to mechanisms for the protection of human rights defenders at risk, to finance urgent protection actions, where appropriate without the need for co- financing, as well as to	(a) low-value grants to human rights defenders to finance urgent protection actions <i>and needs</i> , where appropriate without the need for co-financing;	(a) low-value grants to human rights defenders to finance urgent protection actions and needs, including through mechanisms for the protection of human rights defenders at risk, as well as to mediators and other	Provisionally closed



Line	Commission proposal	EP position	Council mandate	Possible compromise	Comments
		mediators and other civil		civil society actors	
		society actors involved in		involved in crisis and	
		crisis and armed conflict		armed conflict related	
		related dialogue, conflict		dialogue, conflict	
		resolution, reconciliation		resolution, reconciliation	
		and peace-building;		and peace-building, where	
				appropriate without the	
				need for co-financing;	
296.	(b) grants, where	(b) grants, where	(b) grants, where	(b) grants, where	Provisionally closed
	appropriate without the	appropriate without the	appropriate without the	appropriate without the	pending governance
	need for co-financing, to	discussion			
	finance actions in the most				
	difficult conditions where	difficult conditions where	difficult conditions where	difficult conditions where	{1}
	the publication of a call for	EP:			
	proposals would be	proposals would be	proposals would be	proposals would be	implementation application
	inappropriate including	inappropriate including	inappropriate, including	inappropriate, including	
	situations where there is a	CL:			
	serious lack of fundamental	serious lack of fundamental	serious violation of human	serious lack of fundamental	implementation
	freedoms, where human	freedoms, threats to	<i>rights, a</i> lack of	freedoms, <i>including</i>	
	security is most at risk or	democratic institutions,	fundamental freedoms,	violation of human rights,	
	where human rights	escalation of crisis, armed	where human security is	threats to democratic	
	organisations and	<i>conflict</i> where human	most at risk or where	institutions, escalation of	
	defenders operate under the	security is most at risk or	human rights organisations	crisis or armed conflict,	
	most difficult conditions.	where human rights	and defenders operate	where human security is	
	Such grants shall not	organisations and	under the most difficult	most at risk or where	
	exceed EUR 1 000 000 and	defenders, mediators and	conditions. Such grants	human rights organisations	
	shall have a duration of up	other civil society actors	shall not exceed EUR	and defenders, mediators	
	to 18 months, which may	involved in crisis and	1 000 000 and shall have a	and other civil society	
	be extended by a further 12	armed conflict related	duration of up to	actors involved in crisis	
	months in the event of	dialogue, reconciliation	18 months, which may be	and armed conflict related	
	objective and unforeseen	and peace-building operate	extended by a further	dialogue, reconciliation	
	obstacles to their	under the most difficult	12 months in the event of	and peace-building operate	



Line	Commission proposal	EP position	Council mandate	Possible compromise	Comments
	implementation;	conditions. Such grants	objective and unforeseen	under the most difficult	
		shall not exceed	obstacles to their	conditions. Such grants	
		EUR 1 000 000 and shall	implementation;	shall not exceed EUR	
		have a duration of up to 18		1 000 000 and shall have a	
		months, which may be		duration of up to	
		extended by a further 12		18 months, which may be	
		months in the event of		extended by a further	
		objective and unforeseen		12 months in the event of	
		obstacles to their		objective and unforeseen	
		implementation		obstacles to their {1};	
		application;			
297.	(c) grants to the Office of	{ <mark>1</mark> }			
	the UN High	the UN High	the UN High	the UN High	—
	Commissioner for Human	Commissioner for Human	Commissioner for Human	Commissioner for Human	EP (proposal in relation
	Rights as well as to Global	with annex line 121): and			
	Campus, the European	Campus, the European	Campus, the European	Campus, the European	networks providing
	Inter-University Centre for	Inter-University Centre for	Inter-University Centre for	Inter-University Centre for	support to European and
	Human Rights and	Human Rights and	Human Rights and	Human Rights and	other regional and global
	Democratisation, providing	Democratisation, providing	Democratisation, providing	Democratisation, providing	platforms and
	a European Master's	a European Master's	a European Master's	a European Master's	organisations of civil
	Degree in Human Rights	society election			
	and Democratisation, and	and Democratisation, and	and Democratisation, and	and Democratisation, and	observation and
	its associated network of	democracy promotion			
	universities delivering	universities delivering	universities delivering	universities delivering	organizations.
	human rights postgraduate	human rights postgraduate	human rights postgraduate	human rights postgraduate	
	diplomas, including	diplomas, including	diplomas, including	diplomas, including	CL: no text
	scholarships to students	scholarships to students,	scholarships to students	scholarships to students	
	and human rights defenders	researchers, teachers, and	and human rights defenders	and human rights defenders	
	from third countries.	human rights defenders	from third countries.	from third countries { <mark>1</mark> };	
		from third countries.			
297.		(ca) Small projects as		(ca) low value grants to	Provisionally closed
bis		described in article 23a		civil society organisations	



Line	Commission proposal	EP position	Council mandate	Possible compromise	Comments
				using to the extent possible, simplified forms	
				of financing in accordance	
				with article 125 of the	
298.				Financial Regulation.	
298.	Budget support as referred	Budget support as referred	Budget support as referred	Budget support as referred	Provisionally closed
	to in point (c) of paragraph	to in point (c) of paragraph	to in point (c) of paragraph	to in point (c) of paragraph	
	1, including through sector	1, including through sector	1, including through sector	1, including through sector	
	reform performance	reform performance	reform performance	reform performance	
	contracts, shall be based on	contracts, shall be based on	contracts, shall be based on	contracts, shall be based on	
	country ownership, mutual	country ownership, mutual	country ownership, mutual	country ownership, mutual	
	accountability and shared	accountability and shared	accountability and shared	accountability and <i>the</i>	
	commitments to universal	commitments to universal	commitments to universal	commitment of partner	
	values, democracy, human	values, democracy, human	values, democracy, human	countries, taking into	
	rights, the rule of law, and	rights, gender equality, social inclusion and	rights, the rule of law, and	account their record and	
	aims at strengthening partnerships between the		aims at strengthening partnerships between the	<i>progress, with regard</i> to universal values.	
		human development and the rule of low, and sime at		/	
	Union and partner countries. It shall include	the rule of law, and aims at	Union and partner countries. It shall include	democracy, human rights, the rule of $law_{7}$ and aims at	
		strengthening partnerships between the Union and		,	
	reinforced policy dialogue, capacity development, and	partner countries. It shall	reinforced policy dialogue, capacity development	strengthening partnerships between the Union and	
	improved governance,	include reinforced policy	<i>building</i> , and improved	partner countries. It shall	
	complementing partners'	dialogue, capacity	governance,	include reinforced policy	
	efforts to collect more and	development, and	complementing partners'	dialogue, capacity	
	spend better in order to	improved governance,	efforts to collect more and	development <i>building</i> , and	
	support sustainable and	complementing partners'	spend better in order to	improved governance,	
	inclusive economic growth	efforts to collect more and	support sustainable and	complementing partners'	
	and jobs and poverty	spend better in order to	inclusive economic growth	efforts to collect more and	
	eradication.	support sustainable and	and jobs and poverty	spend better in order to	
		inclusive economic growth	eradication. <i>Budget</i>	support sustainable, and	
		and jobs socio-economic	support shall also	inclusive economic growth	
		development which	contribute to the	and jobs and decent job	



Line	Commission proposal	EP position	Council mandate	Possible compromise	Comments
		benefits all, decent job creation and poverty eradication with due regard to local economies, environmental and social rights.	realisation of gender equality.	creation, including for young people, and poverty eradication, inequality reduction, and to build and consolidate democracies and peaceful societies. Budget support shall also contribute to gender equality.	
299.	Any decision to provide budget support shall be based on budget support policies agreed by the Union, a clear set of eligibility criteria and a careful assessment of the risks and benefits.	Any decision to provide budget support shall be based on budget support policies agreed by the Union, a clear set of eligibility criteria and a careful assessment of the risks and benefits. One of the key determinants of that decision shall be an assessment of the commitment, record and progress of partner countries with regard to democracy, human rights and the rule of law.	Any decision to provide budget support shall be based on budget support policies agreed by the Union, a clear set of eligibility criteria and a careful assessment of the risks and benefits.	Any decision to provide budget support shall be based on budget support policies agreed by the Union, a clear set of eligibility criteria and a careful assessment of the risks and benefits.	Provisionally closed EP amendment integrated into line 298
300.	4. Budget support shall be differentiated in such a way as to respond better to the political, economic and social context of the partner country, taking into account situations of	4. Budget support shall be differentiated in such a way as to respond better to the political, economic and social context of the partner country, taking into account situations of	4. Budget support shall be differentiated in such a way as to respond better to the political, economic and social context of the partner country, taking into account situations of	4. Budget support shall be differentiated in such a way as to respond better to the political, economic-and, social <i>and environmental</i> context of the partner country, taking into	Provisionally closed



Line	Commission proposal	EP position	Council mandate	Possible compromise	Comments
	fragility.	fragility.	fragility and environmental considerations.	account situations of fragility.	
301.	When providing budget support in accordance with Article 236 of the Financial Regulation, the Commission shall clearly define and monitor criteria for budget support conditionality, including progress in reforms and transparency, and shall support the development of parliamentary control, national audit capacities and increased transparency and public access to information.	When providing budget support in accordance with Article 236 of the Financial Regulation, the Commission shall clearly define and monitor criteria for budget support conditionality, including progress in reforms and transparency, and shall support the development of parliamentary control, national audit capacities, <i>CSO participation in monitoring</i> and increased transparency and public access to information <i>and</i> <i>development of strong</i> <i>public procurement</i> <i>systems that support local</i> <i>economic development</i> <i>and local businesses</i> .	When providing budget support in accordance with Article 236 of the Financial Regulation, the Commission shall clearly define and monitor criteria for budget support conditionality, including progress in reforms and transparency, and shall support the development of parliamentary control, national audit capacities and increased transparency and public access to information.	When providing budget support in accordance with Article 236 of the Financial Regulation, the Commission shall clearly define and monitor criteria for budget support conditionality, including progress in reforms and transparency, and shall support the development of parliamentary control, national audit capacities and increased transparency and public access to information.	Provisionally closed
302.	5. Disbursement of the budget support shall be based on indicators demonstrating satisfactory progress being made towards achieving the objectives agreed with the	5. Disbursement of the budget support shall be based on indicators demonstrating satisfactory progress being made towards achieving the objectives agreed with the	5. Disbursement of the budget support shall be based on indicators demonstrating satisfactory progress being made towards achieving the objectives agreed with the	5. Disbursement of the budget support shall be based on indicators demonstrating satisfactory progress being made towards achieving the objectives agreed with the	Provisionally closed



Line	Commission proposal	EP position	Council mandate	Possible compromise	Comments
	partner country.	partner country.	partner country.	partner country.	
303.	6. Financial instruments	6. Financial instruments	6. Financial instruments	6. Financial instruments	Provisionally closed
	under this Regulation may	under this Regulation may	and blending operations	and budgetary guarantees	
	take forms such as loans,	take forms such as loans,	under this Regulation may	under this Regulation may	
	guarantees, equity or quasi-	guarantees, equity or quasi-	take forms such as loans,	take forms such as loans,	
	equity, investments or	equity, investments or	guarantees, equity or quasi-	guarantees, equity or quasi-	
	participations, and risk-	participations, and risk-	equity, investments or	equity, investments or	
	sharing instruments,	sharing instruments,	participations, and risk-	participations, and risk-	
	whenever possible and in	whenever possible and in	sharing instruments,	sharing instruments,	
	accordance with the	accordance with the	whenever possible and	whenever possible and	
	principles laid down in	principles laid down in	shall be implemented in	shall be implemented in	
	Article 209(1) of the	Article 209(1) of the	accordance with the	accordance with the	
	Financial Regulation under	Financial Regulation under	principles laid down in	principles laid down in	
	the lead of the EIB, a	the lead of the EIB, a	Article 209(1) of the	Article 209(1) of the	
	multilateral European	multilateral European	Financial Regulation and	Financial Regulation and	
	finance institution, such as	finance institution, such as	whenever possible under	whenever possible under	
	the European Bank for	the European Bank for	the lead of the EIB, a	the lead of the EIB, a	
	Reconstruction and	Reconstruction and	multilateral European	multilateral European	
	Development, or a bilateral	Development, or a bilateral	finance institution, such as	finance institution, such as	
	European finance	European finance	the European Bank for	the European Bank for	
	institution, such as bilateral	institution, such as bilateral	Reconstruction and	Reconstruction and	
	development banks,	development banks,	Development, or a bilateral	Development, or a bilateral	
	possibly pooled with	possibly pooled with	European finance	European finance	
	additional other forms of	additional other forms of	institution, such as bilateral	institution, such as bilateral	
	financial support, both	financial support, both	development banks,	development banks,	
	from Member States and	from Member States and	possibly pooled with	possibly pooled with	
	third parties.	third parties.	additional other forms of	additional other forms of	
			financial support <del>,</del> both	financial support, both	
			from Member States and	from Member States and	
			third parties.	third parties.	
304.	Contributions to Union	Contributions to Union	Contributions to Union	Contributions to Union	Provisionally closed
	financial instruments under	financial instruments under	financial instruments under	financial instruments under	



Line	Commission proposal	EP position	Council mandate	Possible compromise	Comments
	this Regulation may be made by Member States as well as any entity referred to in Article 62(1)(c) of the Financial Regulation.	this Regulation may be made by Member States as well as any entity referred to in Article 62(1)(c) of the Financial Regulation.	this Regulation may be made by Member States as well as any entity referred to in Article 62(1)(c) of the Financial Regulation.	this Regulation may be made by Member States as well as any entity referred to in Article 62(1)(c) of the Financial Regulation.	
305.	7. Those financial instruments may be grouped into facilities for implementation and reporting purposes.	7. Those financial instruments may be grouped into facilities for implementation <i>application</i> and reporting purposes.	7. Those financial instruments may be grouped into facilities for implementation and reporting purposes.	<ul><li>7. Those financial instruments may be grouped into facilities for {1} and reporting purposes.</li></ul>	Provisionally closed pending governance discussion {1} EP: implementation application CL: implementation
305. bis		7a. The Commission and the EEAS shall not enter into new or renewed operations with entities incorporated or established in jurisdictions defined under the relevant Union policy as non- cooperative, or that are identified as high risk third countries pursuant to Article 9(2) of Directive(EU) 2015/849 of the European Parliament and of the Council, or that do not effectively comply with Union or			Provisionally closed



Line	Commission proposal	EP position	Council mandate	Possible compromise	Comments
		internationally agreed tax			
		standards on transparency			
		and exchange of			
		information.			
306.	8. The Union's funding	8. The Union's funding	8. The Union's funding	8. The Union's funding	Provisionally closed
	shall not generate or	shall not generate or	shall not generate or	shall not generate or	
	activate the collection of	activate the collection of	activate the collection of	activate the collection of	
	specific taxes, duties or	specific taxes, duties or	specific taxes, duties or	specific taxes, duties or	
	charges.	charges.	charges.	charges.	
307.	9. Taxes, duties and	9. Taxes, duties and	9. Taxes, duties and	9. Taxes, duties and	Provisionally closed
	charges imposed by partner	charges imposed by partner	charges imposed by partner	charges imposed by partner	
	countries may be eligible	countries may be eligible	countries may be eligible	countries may be eligible	
	for financing under this	for financing under this	for financing under this	for financing under this	
	Regulation.	Regulation.	Regulation.	Regulation.	
307. bis		Article 23a			Provisionally closed
018		Small projects funds			
					Inserted in line 297bis.
307.		1. Financing under this			Provisionally closed
ter		Regulation may be			
		provided to small projects			
		funds, aimed at the			
		selection and			
		implementation of projects			
		of limited financial			
207		volume.			
307. quate		2. The beneficiaries of a			Provisionally closed
r		small project fund shall be			
		civil society organisations.			
307. quinq		3. The final recipients			Provisionally closed
uies		within a small project fund			
		shall receive support			



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Line	Commission proposal	EP position	Council mandate	Possible compromise	Comments
		under this Regulation,			
		through the beneficiary,			
		and implement the small			
		projects within that small project fund ('small			
		project').			
307.		4. Where the public			Provisionally closed
sexies		contribution to a small			
		project does not exceed			
		EUR 50 000, it shall take			
		the form of unit costs or			
		<i>lump sums or include flat rates.</i>			
308.	Article 24	Article 24	Article 24	Article 24	Provisionally closed
	Eligible persons and	Eligible persons and	Eligible persons and	Eligible persons and	
	entities	entities	entities	entities	
309.	1. Participation in	1. Participation in	1. Participation in	1. Participation in	Provisionally closed
	procurement, grant and	procurement, grant and	procurement, grant and	procurement, grant and	
	prize award procedures for	Linked to discussion on			
	actions financed under	actions financed under	actions financed under	actions financed under	Art.2.9
	geographic programmes	geographic programmes	geographic programmes	geographic programmes	
	and under the Civil Society				
	Organisations and Global Challenges programmes				
	shall be open to				
	international organisations	international organisations	international organisations	international organisations	
	and to all other legal				
	entities who are nationals	entities who are nationals	entities, <i>including civil</i>	entities, <i>including civil</i>	
	of and, in the case of legal	of and, in the case of legal	society organisations, who	society organisations, who	
	persons, who are also	persons, who are also	are nationals of and, in the	are nationals of and, in the	
	effectively established in,	effectively established in,	case of legal persons, who	case of legal persons, who	
	the following countries or	the following countries or	are also effectively	are also effectively	



Line	Commission proposal	EP position	Council mandate	Possible compromise	Comments
	territories:	territories:	established in, the	established in, the	
			following countries-or	following countries or	
			territories:	territories:	
310.	(a) Member States,	(a) Member States,	(a) Member States,	(a) Member States,	Provisionally closed
	beneficiaries of the	beneficiaries of the IPA III	beneficiaries of the	beneficiaries of the IPA III	
	Regulation (EU)/(IPA	Regulation, and contracting	Regulation (EU)/(IPA	Regulation, and contracting	
	III), and contracting parties	parties to the Agreement on	III), and contracting parties	parties to the Agreement on	
	to the Agreement on the	the European Economic	to the Agreement on the	the European Economic	
	European Economic Area;	Area;	European Economic Area;	Area;	
311.	(b) Neighbourhood partner	(b) Neighbourhood partner	(b) Neighbourhood partner	(b) Neighbourhood partner	Provisionally closed
	countries and the Russian	countries and the Russian	countries and the Russian	countries and the Russian	
	Federation when the	Federation when the	Federation when the	Federation when the	
	relevant procedure takes	relevant procedure takes	relevant procedure takes	relevant procedure takes	
	place in the context of the	place in the context of the	place in the context of the	place in the context of the	
	programmes referred to in	programmes referred to in	programmes referred to in	programmes referred to in	
	Annex I in which it	Annex I in which it	Annex I in which it	Annex I in which it	
	participates;	participates;	participates;	participates;	
312.	(c) developing countries	(c) developing countries	(c) developing countries	(c) developing countries	Provisionally closed
	and territories, as included	and territories, as included	and territories, as included	and territories, as included	
	in the list of Official	in the list of Official	in the list of Official	in the list of Official	
	Development Assistance	Development Assistance	Development Assistance	Development Assistance	
	recipients published by the	recipients published by the	recipients published by the	recipients published by the	
	Development Assistance	Development Assistance	Development Assistance	Development Assistance	
	Committee of the	Committee of the	Committee of the	Committee of the	
	Organisation for Economic	Organisation for Economic	Organisation for Economic	Organisation for Economic	
	Cooperation and	Cooperation and	Cooperation and	Cooperation and	
	Development, which are	Development, which are	Development, which are	Development, which are	
	not members of the G-20	not members of the G-20	not members of the G-20	not members of the G-20	
	group, and overseas	group, and overseas	group, and overseas	group, and overseas	
	countries and territories as	countries and territories as	countries and territories as	countries and territories as	
	defined in Council	defined in Council	defined in Council	defined in Council	
	Decision/ (EU);	Decision/ (EU);	Decision/ (EU);	Decision/ (EU);	



Line	Commission proposal	EP position	Council mandate	Possible compromise	Comments
313.	(d) developing countries, as	Provisionally closed			
	included in the list of				
	Official Development	Official Development	Official Development	Official Development	
	Assistance recipients,	Assistance recipients,	Assistance recipients,	Assistance recipients,	
	which are members of the				
	G-20 group, and other				
	countries and territories,	countries and territories,	countries and territories,	countries and territories,	
	when the relevant	when the relevant	when the relevant	when the relevant	
	procedure takes place in				
	the context of an action				
	financed by the Union				
	under this Regulation in				
	which they participate;	which they participate;	which they participate;	which they participate;	
314.	(e) countries for which	Provisionally closed			
	reciprocal access to	reciprocal access to	reciprocal access to	reciprocal access to	
	external funding is	external funding is	external funding is	external funding is	
	established by the	established by the	established by the	established by the	
	Commission; that access	Commission; that access	Commission; that access	Commission; that access	
	may be granted, for a				
	limited period of at least				
	one year, whenever a				
	country grants eligibility on				
	equal terms to entities from				
	the Union and from				
	countries eligible under this				
	Regulation; the	Regulation; the	Regulation; the	Regulation; the	
	Commission shall decide	Commission shall decide	Commission shall decide	Commission shall decide	
	on the reciprocal access				
	and on its duration after				
	consultation of the	consultation of the	consultation of the	consultation of the	
	recipient country or	recipient country or	recipient country or	recipient country or	
	countries concerned;	countries concerned;	countries concerned;	countries concerned;	



Line	Commission proposal	EP position	Council mandate	Possible compromise	Comments
315.	(f) member countries of the	(f) member countries of the	(f) member countries of the	(f) member countries of the	Provisionally closed
	Organisation for Economic	Organisation for Economic	Organisation for Economic	Organisation for Economic	pending governance
	Cooperation and	Cooperation and	Cooperation and	Cooperation and	discussion
	Development, in the case	Development, in the case	Development, in the case	Development, in the case	
	of contracts implemented	of contracts implemented	of contracts implemented	of contracts {1} in a Least	{1}
	in a Least Developed	<i>applied</i> in a Least	in a Least Developed	Developed Country or a	EP: implemented applied
	Country or a Highly	Developed Country or a	Country or a Highly	Highly Indebted Poor	
	Indebted Poor Country, as	Highly Indebted Poor	Indebted Poor Country, as	Country, as included in the	CL: implemented
	included in the list of	Country, as included in the	included in the list of	list of Official	
	Official Development	list of Official	Official Development	Development Assistance	
	Assistance recipients.	Development Assistance	Assistance recipients.	recipients.	
		recipients.			
316.	2. Without prejudice to the	2. Without prejudice to the	2. Without prejudice to the	2. Without prejudice to the	Provisionally closed
	limitations inherent to the	limitations inherent to the	limitations inherent to the	limitations inherent to the	
	nature and objectives of the	nature and objectives of the	nature and objectives of the	nature and objectives of the	
	action, participation in	action, participation in	action, participation in	action, participation in	
	procurement, grant and	procurement, grant and	procurement, grant and	procurement, grant and	
	prize award procedures for	prize award procedures for	prize award procedures for	prize award procedures for	
	actions financed under the	actions financed under the	actions financed under the	actions financed under the	
	Human Rights and	Human Rights and	Human Rights and	Human Rights and	
	Democracy and Stability	Democracy and Stability	Democracy and <i>the Peace</i> ,	Democracy and <i>the Peace</i> ,	
	and Peace programmes as	and Peace programmes as	Stability and Peace	Stability and Peace	
	well as rapid response	well as rapid response	<b>Conflict Prevention</b>	<b>Conflict Prevention</b>	
	actions, shall be open	actions, shall be open	programmes as well as	programmes as well as	
	without limitations.	without limitations.	rapid response actions,	rapid response actions,	
			shall be open without	shall be open without	
			limitations.	limitations.	
317.	3. All supplies and	3. All supplies and	3. All supplies and	3. All supplies and	Provisionally closed
	materials financed under	materials financed under	materials financed under	materials financed under	
	this Regulation may	this Regulation may	this Regulation may	this Regulation may	
	originate from any country.	originate from any country.	originate from any country.	originate from any country.	
318.	4. The rules laid down in	4. The rules laid down in	4. The rules laid down in	4. The rules laid down in	Provisionally closed





Line	Commission proposal	EP position	Council mandate	Possible compromise	Comments
	this Article shall not apply	this Article shall not apply	this Article shall not apply	this Article shall not apply	
	to, and shall not create,	to, and shall not create,	to, and shall not create,	to, and shall not create,	
	nationality restrictions for	nationality restrictions for	nationality restrictions for	nationality restrictions for	
	natural persons employed	natural persons employed	natural persons employed	natural persons employed	
	or otherwise legally	or otherwise legally	or otherwise legally	or otherwise legally	
	contracted by an eligible	contracted by an eligible	contracted by an eligible	contracted by an eligible	
	contractor or, where	contractor or, where	contractor or, where	contractor or, where	
	applicable, subcontractor.	applicable, subcontractor.	applicable, subcontractor.	applicable, subcontractor.	
319.	5. For actions jointly co-	5. For actions jointly co-	5. For actions jointly co-	5. For actions jointly co-	Provisionally closed
	financed by an entity, or	financed by an entity, or	financed by an entity, or	financed by an entity, or	pending governance
	implemented in direct or	implemented applied in	implemented in direct or	<i>{1}</i> in direct or indirect	discussion
	indirect management with	direct or indirect	indirect management with	management with entities	
	entities as referred to point	management with entities	entities as referred to point	as referred to point (c) (ii)	{1}
	(c) (ii) to (viii) of Article	as referred to point (c) (ii)	(c) (ii) to (viii) of Article	to (viii) of Article 62(1) of	EP:-implemented applied
	62(1) of the Financial	to (viii) of Article 62(1) of	62(1) of the Financial	the Financial Regulation,	CL: implemented
	Regulation, the eligibility	the Financial Regulation,	Regulation, the eligibility	the eligibility rules of those	
	rules of those entities shall	the eligibility rules of those	rules of those entities shall	entities shall also apply.	
	also apply.	entities shall also apply.	also apply.		
320.	6. Where donors provide	6. Where donors provide	6. Where donors provide	6. Where donors provide	Provisionally closed
	financing to a trust fund	financing to a trust fund	financing to a trust fund	financing to a trust fund	
	established by the	established by the	established by the	established by the	
	Commission or through	Commission or through	Commission or through	Commission or through	
	external assigned revenues,	external assigned revenues,	external assigned revenues,	external assigned revenues,	
	the eligibility rules in the	the eligibility rules in the	the eligibility rules in the	the eligibility rules in the	
	constitutive act of the trust	constitutive act of the trust	constitutive act of the trust	constitutive act of the trust	
	fund or in the agreement	fund or in the agreement	fund or in the agreement	fund or in the agreement	
	with the donor in case of	with the donor in case of	with the donor in case of	with the donor in case of	
	external assigned revenues	external assigned revenues	external assigned revenues	external assigned revenues	
	shall apply.	shall apply.	shall apply.	shall apply.	
321.	7. In the case of actions	7. In the case of actions	7. In the case of actions	7. In the case of actions	Provisionally closed
	financed under this	financed under this	financed under this	financed under this	
	Regulation and by another	Regulation and by another	Regulation and by another	Regulation and by another	



Line	Commission proposal	EP position	Council mandate	Possible compromise	Comments
	Union Programme, eligible	Union Programme, eligible	Union Programme, eligible	Union Programme, eligible	
	entities under any of those				
	Programmes shall be	Programmes shall be	Programmes shall be	Programmes shall be	
	considered eligible.	considered eligible.	considered eligible.	considered eligible.	
322.	<ul> <li>8. In the case of multi- country actions legal entities who are nationals of and, in the case of legal entities who are also effectively established in, the countries and territories covered by the action may be considered eligible.</li> <li>9. The eligibility rules of this Article may be restricted with regard to the</li> </ul>	<ul> <li>8. In the case of multi- country actions legal entities who are nationals of and, in the case of legal entities who are also effectively established in, the countries and territories covered by the action may be considered eligible.</li> <li>9. The eligibility rules of this Article may be restricted with regard to the</li> </ul>	<ul> <li>8. In the case of multi- country actions legal entities who are nationals of and, in the case of legal entities who are also effectively established in, the countries and territories covered by the action may be considered eligible.</li> <li>9. The eligibility rules of this Article may be restricted with regard to the</li> </ul>	<ul> <li>8. In the case of multi- country actions legal entities who are nationals of and, in the case of legal entities who are also effectively established in, the countries and territories covered by the action may be considered eligible.</li> <li>9. The eligibility rules of this Article may be restricted with regard to the</li> </ul>	Provisionally closed Provisionally closed pending governance discussion
	nationality, geographical location or nature of applicants, where such restrictions are required on account of the specific nature and the objectives of the action and where they are necessary for its effective implementation.	nationality, geographical location or nature of applicants, where such restrictions are required on account of the specific nature and the objectives of the action and where they are necessary for its effective implementation application. Nationality restrictions shall not apply to international organisations.	nationality, geographical location or nature of applicants, where such restrictions are required on account of the specific nature and the objectives of the action and where they are necessary for its effective implementation.	nationality, geographical location or nature of applicants, where such restrictions are required on account of the specific nature and the objectives of the action and where they are necessary for its effective <i>{1}</i> .	[1] EP:-implementation application CL: implementation
324.	10. Tenderers, applicants and candidates from non- eligible countries may be	10. Tenderers, applicants and candidates from non- eligible countries may be	10. Tenderers, applicants and candidates from non- eligible countries may be	10. Tenderers, applicants and candidates from non- eligible countries may be	Provisionally closed



Line	Commission proposal	EP position	Council mandate	Possible compromise	Comments
	accepted as eligible in the				
	case of urgency or the				
	unavailability of services in				
	the markets of the countries				
	or territories concerned, or				
	in other duly substantiated				
	cases where application of				
	the eligibility rules would				
	make the realisation of an				
	action impossible or	action impossible or	action impossible or	action impossible or	
	exceedingly difficult.	exceedingly difficult.	exceedingly difficult.	exceedingly difficult.	
325.	11. In order to promote	Provisionally closed			
	local capacities, markets	local capacities, markets	local capacities, markets	local capacities, markets	
	and purchases, priority	and purchases, priority	and purchases, priority	and purchases, priority	
	shall be given to local and				
	regional contractors when	regional contractors, while	regional contractors when	regional contractors when	
	the Financial Regulation	paying attention to their	the Financial Regulation	the Financial Regulation	
	provides for an award on	track record in	provides for an award on	provides for an award on	
	the basis of a single tender.	environmental	the basis of a single tender.	the basis of a single tender.	
	In all other cases,	sustainability or fair trade	In all other cases,	In all other cases,	
	participation of local and	when the Financial	participation of local and	participation of local and	
	regional contractors shall	Regulation provides for an	regional contractors shall	regional contractors shall	
	be promoted in accordance	award on the basis of a	be promoted in accordance	be promoted in accordance	
	with the relevant provisions	single tender. In all other	with the relevant provisions	with the relevant provisions	
	of that Regulation.	cases, participation of local	of that Regulation.	of that Regulation.	
		and regional contractors		Sustainability and due	
		shall be promoted in		diligence criteria shall be	
		accordance with the		promoted.	
		relevant provisions of that			
		Regulation. In all cases			
		sustainability and due			
		diligence criteria shall be			



Line	Commission proposal	EP position	Council mandate	Possible compromise	Comments
		applied.			
326.	12. Under the Democracy and Human Rights programme, any entity not covered under the definition of legal entity in Article 2(6) shall be eligible when this is necessary to pursue the areas of intervention of this	12. Under the Democracy and Human Rights programme, any entity not covered under the definition of legal entity in Article 2(6) shall be eligible when this is necessary to pursue the areas of intervention of this	12. Under the Democracy and Human Rights programme, any entity not covered under the definition of legal entity in Article 2(6) shall be eligible when this is necessary to pursue the areas of intervention of this	12. Under the Democracy and Human Rights programme, any entity not covered under the definition of legal entity in Article 2(6) shall be eligible when this is necessary to pursue the areas of intervention of this	Provisionally closed
326. bis	programme.	programme.12a. The Neighbourhood,Development andInternational CooperationInstrument shall notsupport actions that,according to theenvironmental screeningreferred to in Article 21,cause harm to theenvironment or climate.Allocations shall be fullycompatible with the ParisAgreement and overall,European financingdedicated to externalaction shall contribute tothe Paris agreement's longterm objectives. Inparticular, the instrumentshall not support:	programme.	programme.	Issue to be discussed later, linked to art.21, and excluded areas of cooperation
326.		(a) Actions incompatible			Issue to be discussed later,





Line	Commission proposal	EP position	Council mandate	Possible compromise	Comments
ter		with recipient countries'			linked to art.21, and
		Nationally Determined			excluded areas of
		Contributions under the			cooperation
		Paris Agreement;			
326.		(b) investment in			Issue to be discussed later,
qua-		upstream, midstream and			linked to art.21, and
ter		downstream fossil fuels.			excluded areas of
					cooperation
327.	Article 25	Article 25	Article 25	Article 25	
	Carry-overs, annual	Carry-overs, annual	Carry-overs, annual	Carry-overs, annual	
	instalments, commitment	instalments, commitment	instalments, commitment	instalments, commitment	
	appropriations, re-	appropriations, re-	appropriations, re-	appropriations, re-	
	payments and revenue	payments and revenue	payments and revenue	payments and revenue	
	generated by financial	generated by financial	generated by financial	generated by financial	
	instruments	instruments	instruments	instruments	
328.	1. In addition to Article	1. In addition to Article	1. In addition to Article	1. In addition to Article	
	12(2) of the Financial	12(2) of the Financial	12( <del>24</del> ) of the Financial	12(2) of the Financial	
	Regulation, unused	Regulation, unused	Regulation, unused	Regulation, unused	
	commitment and payment	commitment and payment	commitment and payment	commitment and payment	
	appropriations under this	appropriations under this	appropriations under this	appropriations under this	
	Regulation shall be	Regulation shall be	Regulation shall be	Regulation shall be	
	automatically carried over	automatically carried over	automatically carried over	automatically carried over	
	and may be committed up	and may be committed up	and may be <i>respectively</i>	and may be committed up	
	to 31 December of the	to 31 December of the	committed and used up to	to 31 December of the	
	following financial year.	following financial year.	31 December of the	following financial year.	
	The carried-over amount	The carried-over amount	following financial year.	The carried-over amount	
	shall be used first in the	shall be used first in the	The carried-over amount	shall be used first in the	
	following financial year.	following financial year.	shall be used first in the	following financial year.	
			following financial year.		
329.	The Commission shall	The Commission shall	The Commission shall	The Commission shall	
	inform the European	inform submit to the	inform the European	inform the European	
	Parliament and the Council	European Parliament and to	Parliament and the Council	Parliament and the Council	



Line	Commission proposal	EP position	Council mandate	Possible compromise	Comments
	of carried over	the Council of carried over	of carried over	of carried over	
	commitment appropriations	commitment information	commitment appropriations	commitment appropriations	
	in line with Article 12(6) of	on appropriations which	in line with Article 12(6) of	in line with Article 12(6) of	
	the Financial Regulation.	were automatically carried	the Financial Regulation.	the Financial Regulation.	
		over, including the			
		amounts involved, in line			
		with Article 12(6) of the			
		Financial Regulation.			
330.	2. In addition to the rules				
	laid down in Article 15 of				
	the Financial Regulation on				
	making appropriations	making appropriations	making appropriations	making appropriations	
	available again,	available again,	available again,	available again,	
	commitment appropriations	commitment appropriations	commitment appropriations	commitment appropriations	
	corresponding to the	corresponding to the	corresponding to the	corresponding to the	
	amount of decommitments	amount of decommitments	amount of decommitments	amount of decommitments	
	made as a result of total or				
	partial non implementation	partial non implementation	partial non implementation	partial non implementation	
	of an action under this				
	Regulation shall be made				
	available again to the				
	benefit of the budget line of				
	origin.	origin.	origin.	origin.	
331.	References to Article 15 of				
	the Financial Regulation in				
	Article 12(1)(b) of	Article 12(1)(b) of	Article 12(1)(b) of	Article 12(1)(b) of	
	Regulation laying down the				
	multi annual financial	multi annual financial	multi annual financial	multi annual financial	
	framework shall be	framework shall be	framework shall be	framework shall be	
	understood as including a				
	reference to this paragraph				
	for the purpose of this				



Line	Commission proposal	EP position	Council mandate	Possible compromise	Comments
	Regulation.	Regulation.	Regulation.	Regulation.	
332.	3. Budgetary commitments	3. Budgetary commitments	3. Budgetary commitments	3. Budgetary commitments	
	for actions extending over				
	more than one financial				
	year may be broken down				
	over several years into				
	annual instalments, in line				
	with Article 112(2) of the				
	Financial Regulation.	Financial Regulation.	Financial Regulation.	Financial Regulation.	
333.	The third subparagraph of				
	Article 114(2) of the				
	Financial Regulation shall	Financial Regulation shall	Financial Regulation shall	Financial Regulation shall	
	not apply to these				
	multiannual actions. The	multiannual actions. The	multiannual actions. The	multiannual actions. The	
	Commission shall	Commission shall	Commission shall	Commission shall	
	automatically de-commit	automatically de-commit	automatically de-commit	automatically de-commit	
	any portion of a budgetary				
	commitment for an action				
	that by 31 December of the				
	fifth year following that of				
	the budgetary commitment	the budgetary commitment	the budgetary commitment	the budgetary commitment	
	has not been used for the				
	purpose of pre-financing or				
	making interim payments	making interim payments	making interim payments	making interim payments	
	or for which no certified				
	statement of expenditure or				
	any payment request has				
	been submitted.	been submitted.	been submitted.	been submitted.	
334.	Paragraph 2 of this Article				
	shall also apply to annual				
	instalments.	instalments.	instalments.	instalments.	
335.	4. By way of derogation				



Line	Commission proposal	EP position	Council mandate	Possible compromise	Comments
	from Article 209(3) of the				
	Financial Regulation	Financial Regulation	Financial Regulation	Financial Regulation	
	repayments and revenues	repayments and revenues	repayments and revenues	repayments and revenues	
	generated by a financial				
	instrument shall be	instrument shall be	instrument and budgetary	instrument shall be	
	assigned to the budget line	assigned to the budget line	guarantees shall be	assigned to the budget line	
	of origin as internal	of origin as internal	assigned to the budget line	of origin as internal	
	assigned revenue after	assigned revenue after	of origin as internal	assigned revenue after	
	deduction of management	deduction of management	assigned revenue after	deduction of management	
	costs and fees. Every five	costs and fees. Every five	deduction of management	costs and fees. Every five	
	years, the Commission	years, the Commission	costs and fees. Every five	years, the Commission	
	shall examine the	shall examine the	years, the Commission	shall examine the	
	contribution made to the	contribution made to the	shall examine the	contribution made to the	
	achievement of Union	achievement of Union	contribution made to the	achievement of Union	
	objectives, and the	objectives, and the	achievement of Union	objectives, and the	
	effectiveness, of existing	effectiveness, of existing	objectives, and the	effectiveness, of existing	
	financial instruments.	financial instruments.	effectiveness, of existing	financial instruments.	
			financial instruments.		