

# ARCHIVES HISTORIQUES DE LA COMMISSION

COLLECTION RELIEE DES  
DOCUMENTS "COM"

COM (83) 769

Vol. 1983/0270

Historical Archives of the European Commission

### ***Disclaimer***

Conformément au règlement (CEE, Euratom) n° 354/83 du Conseil du 1er février 1983 concernant l'ouverture au public des archives historiques de la Communauté économique européenne et de la Communauté européenne de l'énergie atomique (JO L 43 du 15.2.1983, p. 1), tel que modifié par le règlement (CE, Euratom) n° 1700/2003 du 22 septembre 2003 (JO L 243 du 27.9.2003, p. 1), ce dossier est ouvert au public. Le cas échéant, les documents classifiés présents dans ce dossier ont été déclassifiés conformément à l'article 5 dudit règlement.

In accordance with Council Regulation (EEC, Euratom) No 354/83 of 1 February 1983 concerning the opening to the public of the historical archives of the European Economic Community and the European Atomic Energy Community (OJ L 43, 15.2.1983, p. 1), as amended by Regulation (EC, Euratom) No 1700/2003 of 22 September 2003 (OJ L 243, 27.9.2003, p. 1), this file is open to the public. Where necessary, classified documents in this file have been declassified in conformity with Article 5 of the aforementioned regulation.

In Übereinstimmung mit der Verordnung (EWG, Euratom) Nr. 354/83 des Rates vom 1. Februar 1983 über die Freigabe der historischen Archive der Europäischen Wirtschaftsgemeinschaft und der Europäischen Atomgemeinschaft (ABl. L 43 vom 15.2.1983, S. 1), geändert durch die Verordnung (EG, Euratom) Nr. 1700/2003 vom 22. September 2003 (ABl. L 243 vom 27.9.2003, S. 1), ist diese Datei der Öffentlichkeit zugänglich. Soweit erforderlich, wurden die Verschlussachen in dieser Datei in Übereinstimmung mit Artikel 5 der genannten Verordnung freigegeben.

**COMMISSION  
OF THE  
EUROPEAN COMMUNITIES**

General Secretariat

COM(83) 769 final

Brussels, 21 December 1983

*FOR OFFICIAL USE ONLY*

COMMUNICATION FROM THE COMMISSION TO THE COUNCIL

Request for assent, pursuant to Article 56 (2a) of the ECSC Treaty  
to the granting of a conversion loan to Comdial Communications  
Systems, Limited, United Kingdom

-----

COM(83) 769 final

Communication to the Council

Subject : Request for assent, pursuant to Article 56 (2a) of the ECSC Treaty to the granting of a conversion loan to Comdial Communications Systems, Limited, United Kingdom.

I. THE COMPANY

No. 387

Applicant : Comdial Communications Systems, Limited.

Registered Office : 225, Frimley Green Road,  
Frimley Green, Surrey, England.

Parent company of applicant : Comdial Limited, a subsidiary of the Comdial Corporation, Charlottesville, Virginia, U.S.A.

Recipient : Comdial Communications Systems, Limited.

Field of activity of recipient : The manufacture and sale of specialised telephones and telephone equipment based on the Comdial system.

## II. THE PROJECT

=====

### Description

: The project consists of the construction of a new factory at St. Mellons, Cardiff, for the manufacture and assembly of specialised high technology telephone sets.

### Cost

			<u>£ 000</u>
: Land	} 393)		
: Buildings	} 2,603)	2,996	
: Plant and machinery		4,959	
: Other		<u>45</u>	
: Total		8,000	(+ 13.72 MioECU)

### Schedule

: 1983 - 1985

### Market

: U.K. telephone installations number some 29,000,000, expanding annually by about 3,000,000. Comdial aims to gain 20% of this expansion.

### Environment

: Environmental protection measures in accordance with current legislation

The sectoral and competition aspects of the project have been closely examined ; they do not militate against the granting of the loan applied for.

The project appears to be economically sound ; it will make a significant contribution to the redevelopment of the region which is suffering the effects of a decline in ECSC industries.

III. THE REGION

Project location

: St. Mellons, Cardiff, South Wales.

Unemployment rate

: Cardiff travel-to-work area, June '83,  
16.9% male (19945), 8.1% female (6672),  
total 13.3% (26617).  
Newport travel-to-work area, June '83,  
17% male (9653), 10.7% female (3536),  
total 14.7% (13189).

National aid status of  
project area

: Development Area

The ECSC industry has been an important source of employment in the area.

IV. CONFORMITY WITH ARTICLE 56 OF THE ECSC TREATY

ECSC redundancies in  
project area

: Cardiff 78 - 83 =	5800
Newport 81 - 83 =	5400
Total	<u>11200</u>

Jobs to be created by the project

: 238 jobs suitable for ex-ECSC workers out  
of a total of 279.

Training

: A comprehensive specialised training scheme  
is planned under the control of a manager  
which will co-ordinate closely with local  
training establishments.

The Commission considers that the application complies with Article 56 (2a) of the ECSC Treaty and that the new jobs to be created by the project are capable of absorbing redundant ECSC workers into productive employment.

V. CONVERSION LOAN  
=====

Loan applied for : £ 4 m (about 6.86 MioECU)

Loan to be granted : The Commission has approved a loan of  
£ 4 m (about 6.86 MioECU)  
or equivalent to the above mentioned  
company (1).

Interest rebate : 3 percentage points per year for five  
years on 4.76 MioECU.

Job basis of interest rebate : 238 jobs suitable for former ECSC  
industry workers, to whom they will be  
offered in priority.

VI. COUNCIL ASSENT  
=====

The Commission requests the Council to give its assent to the foregoing  
decision.

---

(1) In accordance with Article 56 application criteria (OJ C 191, 16 July 1983).