LAW ON FERTILIZERS

I. BASIC PROVISIONS

Article 1

This Law shall govern conditions production, trade, charactistics and application of fertilizers, as well as other issues that significant for production and trade in fertilizers.

If fertilizers contain pesticides, regulations that govern pesticides shall also apply to trade and application of fertilizers.

If fertilizers contain dangerous substances, regulations the patvern dangerous substances shall also apply to trade a population of fertilizers.

Article 2

Certain terms used in this Lawashhave the following meaning:

- 1) fertilizers shall mean fetizing nutrients, biostimulates, land improvement matters and substrates;
- 2) fertilizer shall mean chemical compound notifieral and organic origin and mixture of these compounds, regardless of the physicate, stas well as certain microorganisms, which are used for direct or indirect fletzing and improvement the land fertility;
- 3) mineral (inorganic) fertilizer shall meafertilizer which consists of the nutritive elements in the form of inorganic scalbbtained through texaction, industrial procedures which can be physical or chemical;
- 4) organic fertilizer shall mean fertilizer whiconsists of nutritive elements in the form of organic matter of plant or animal origiobtained through processing or synthesis of organic compounds;
- 5) substrate shall mean a product, which serves bees so that plants take roots, and it can be of organic (peat, compost, etc.) moneral (active land, zeolite, tuff, perlite, grodan, etc.) origin;
- 6) land improvement matter shall mean a mrattedded to land in order to improve physical or chemical characteristics biological activity of the land;
- 7) biostimulators shall mean substances synthetic or natural origin (hormones, vitamins, amino acids, humus acids, etc.) hich have stimulating effect on physiological biochemical processes in plants;
- 8) plant nutrients shall mean chemicalemelents necessary for normal growth and development of plants;
- 9) primary nutrients shall mean rotgen, phosphor and potassium;
- 10) secondary nutrients shall mean carry magnesium, sodium and sulfur;

The Law is published in the "Official Gazetof the Republic of Motenegro", No. 48/07 dated August 9, 2007.

Procedure and documents for classificationed manner of designating the fertilizers according to their types referred to in paraphral of this Article shall be prescribed by the ministry responsible forgriculture (hereinafter refreed to as: the Ministry).

Article 4

Fertilizer types shall be the following:

- 1) mineral (inorganic) fertilizers;
- 2) organic fertilizers;
- 3) microbiological fertilizers.

Fertilizer can be:

- 1) Simple (one-component) and
- 2) Compound (multi-component), which can be complex and mixed:
- depending on the physical state: solid and liquid;
- depending on the manner of application and foliar.

Special types of mineral fertilizers shall be in particular:

- mineral fertilizers on the basis of imprary nutrients (nitrogen, phosphor and potassium);
- mineral fertilizers on the basis of secondautrients (calcium, magnesium, sodium and sulfur);
- mineral fertilizers on the basis of micronetrts (iron, boron, zinc, cobalt, copper, manganese, molybdenum and selenium);
- ammonium-nitrate fertilizers which contain high concentration of nitrogen.

Organic fertilizers shall be fertilizers which of minimum 50% of organic matters and at least 1% of nitrogen, 1% phosphor and 1% of potassium.

Microbiological fertilizers shall be feltizers which consist of certain useful microorganisms.

The Ministry shall regulate in more detail **thypes** of fertilizers referred to in paragraph 1, items 1, 2 and 3 of this Article.

Article 5

Ammonium-nitrate fertilizers with contain high concentration of nitrogen referred to in Article 4 paragraph 3, indent 4 of this Law Ishbæ mineral fertilizers which consist of at least 28% of nitrogen in the form of ammonium-nitrate.

Ammonium-nitrate fertilizes which contain high conceation of nitrogen which are placed on the retail market must be in the original package.

Ammonium-nitrate fertilizes which contain high concentrion of nitrogen which are placed on the market, apart from the trade itionns regulated by this Law, must meet also special technical chemical conditions in terms contents of heavy metals and other matters.

Ammonium-nitrate fertilizers which containg concentration of nitrogen may contain also inorganic and inert matters.

Raw materials, which are used in production feorfilizers referred to in paragraph 1 of this Article, may not increase setingity to heatand detonation.

Transport of ammonium-nitrate fertilizers in contain high concentration of nitrogen shall be carried out in accomplee with the regulations in regulate transport of dangerous substances.

Article 6

The producer of ammonium-nitrate fertilizes which contain high concentration of nitrogen, which are placed on the market, those purpose of control and possibility of observing trade in the ammonium trate fertilizers which contain high concentration of nitrogen, shall be obliged to keep records sisting of: name, registered office of the producer and name of the pessible person in the registered office, in which the fertilizers or its basic components are produced.

Records referred to in paragraph 1 of this Are shall be kept until the ammonium-nitrate fertilizers which contain high concentration of nitrogen aren the market, as well as two years after the producer ceases to place embarket the ammonium itrate fertilizers which contain high concentration of nitrogen.

Manner of keeping records shall **breescribed** by the Ministry.

Article 7

Before the ammonium-nitrate fertilizers whicontain high concentation of nitrogen are placed on the market, the producer must/ehævidence about test on detonation resistance.

Conditions for ammonium-nitrate fertilizers in contain high concentration of nitrogen in terms of characteristics, limit values, well as methods for checking harmonization with the limit values, detonation resistance anner of storage and handling shall be regulated by the Ministry.

Article 8

If scientific and technical data determine thatertilizer represents a risk for health of humans, animals, plants and environmentationagh it fulfills the conditions prescribed by this Law, the administrative body responsible for fertilizer thereinafter referred to as: Administrative Body) may:

- 1) temporarily or permanently prohibitoduction and placement on the market, or
- 2) determine special conditions for production and application of that fertilizer.

Manner of adopting and implementation of measureferred to in paragraph 1 of this Article shall be regulated by the Ministry, irroperation with the ministry in charge of environmental protection and misting in charge of health.

III. PRODUCTION OF FERTILIZERS

Article 9

Fertilizers can be produced by a companyeotrepreneur (hereinafter referred to as: producer), which is entered in the egister of Producers of reliberers (hereinafter referred to as: Register of Producers).

Producer can be entered in the Register of Producers, if:

- it meets the conditions in terms but man resources and equipment;
- it obtained consent in relation to vironmental impact assessment;

The Ministry shall regulate in detail the

Article 10

Producer, in the sense of this Law, shallcbesidered a company or entrepreneur that performs packaging or repackaging asll was final processing by which it changes characteristics of fertilizers elementater referred to as: finisher), that meets conditions referred to in paragraph 9 of this Law.

Packaging, repackaging and final procession fertilizers can be performed by a company or an entrepreneur only with meet of the producer of fertilizers.

IV. CHARACTERISTICS, MARKING AND TRADE OF FERTILIZERS

Article 11

Fertilizers must have certaininimum content of nutrients as well as relevant chemical, physical, physiological other features.

Fertilizers can be placed on the marketthey fulfill the conditions referred to in paragraph 1 of this Article, if they are mackin the prescribed manner and if by their proper usage they do not town danger health of huma, animals, plants and environment.

Mineral fertilizers that fulfill conditions fortrade in the area of European Union are marked in the following way: "EC FERTILISER".

Characteristics and other conditis for production of fertilizers shall be prescribed by the Ministry.

Article 12

Fertilizers must be labeled.

Label referred to in paragraph 1 of thisticle shall be issued by the producer.

Fertilizers have to corspond to the characteristic tated in the label.

Label shall in particular ontain the following data:

- name and registered office producer, i.e. importer;
- trade name of the fertilizer;
- title "EC FERTILISER" written in capital bldcletters, if mineral fertilizer meets the precscribed conditions;
- name and type of fertilizer;
- name, type and contents of nutrients;
- name and contents of other substes contained in the fertilizer;
- net weight, i.e. volume of fertilizers;
- instructions about manner ofage and storage of fertilizers;
- instruction about conditions

Fertilizers which are placed on the markethe original package must have completely visible label inserted in the package or insety affixed. If leaderseal is affixed on the package, then name and mark of the prodtheatrperformed packaging must be inserted on the package.

Label must accompany the bulktfezers in circulation.

Package, i.e. leaden seal have to be made in the way that while being opened uncorrectable, visible changes occur.

Label must be clearly written, legible in the sugard officially used in the Republic and in the manner which disables its erasing or removing.

Label must be separate from any other data on the packages.

Liquid fertilizers can be placeon the market, if the produce provided the instruction for usage, storage and dangers in thoses of application and storage.

Producer, retail or wholesalesthibutor of fertilizers and impter of the fertilizers shall be responsible for damage incurred due tong, incorrect or incomplete label.

Content of the label, manner of marking appear agreed traded fertilizers shall be prescribed by the Ministry.

Article 13

Testing of fertilizers and raw material for their production, for the purpose of determination of chemical and physical featured biological values can be executed by accredited laboratories, i.e. authorized it is that have accredited laboratory.

Testing for the purpose of externs of the expiry date of fertilizers shall be performed by an accredited laboratory.

Methods of testing and sampling for determinated characteristics of etilizers referred to in paragraph 1 of this Article, as well pass mitted variations shall be prescribed by the Ministry.

Article 14

Fertilizers that are produced imported in the Republic before being placed on the market, must be entered in the Register of life that the refreed to as: Register).

Entry in the Register shall be perificed on the basis of application.

Along with the application, the roducer, i.e. importer shall bmit label and instruction for use of fertilizers writen in the language officially used in the Republic.

- field of research;
- manner and time of research;
- license.

Approval referred to in paragraph 1 of the sticle shall be issued by the Administrative Body.

Conditions and contents of application for issuance of approval referred to in paragraph 1 of this Article shade prescribed by the Ministry.

The Administrative Body shall keep records studed approvals referred to in paragraph 2 of this Article.

Article 17

Administrative Body shall keep cords about trade of fertilizers.

Producer, i.e. importer of fertilizers shall **ble**liged to submit to **te** Administrative Body the data on trade in fertilizers by March 31thor current year for the previous year at latest.

Records referred to in paragraph 1 of thiticAe shall especially contain the following:

- 1) name and registered office of theorete, i.e. importeof fertilizers;
- 2) number of the decision on entry in thegister of producers, i.e. importer of fertilizers;
- 3) type and quantity of fertilizers placed on the market;
- 4) manner of placing on the market (import, expætail and wholeseltrade, stocks).

Form and manner of keeping records referred to in paragraph 1 of this Article, as well as manner of submitting the data referred to in paragraph 2 of this Article shall be prescribed by the Ministry.

Article 18

Fertilizers shall be used in accordance with principles of good agricultural practice, which implies application of certain type feartilizers in accordance with: needs of plants, characteristics of land, climate characteri

Fertilizers and raw materials, which shelf lieurepired, must be recorded and destroyed in the prescribed manner.

Destruction of fertilizers and wamaterials shall also be perfined in accordance with the environmental protection regulations.

Manner of destruction of fertilizers and rawterials shall be prescribed by the Ministry.

Article 19

Before placing fertilizers on the market tine Republic, producer **ah** be obliged to obtain an approval for placing feetilizers on the market from the Administrative Body.

Along with the application footbaining the approval referred in paragraph 1 of this Article the producer shall submit the data on:

- producer (name, registered office, namedrass, personal identification number, tax number and code of activity);
- responsible person (name and surname, esskidipersonal identifation number and educational qualification);
- type and name of the fertilizer whichpitaced on the market and documentation on:
- registration of fertilizers from the authority on the state where the fertilizer is produced;
- characteristics of fertilizers accomodity to the prescribed methodology from an accredited laboratory in accordance Article 13 of this Law;
- label and instruction for use, which cents are prescribed and printed in the language that is officilly used in the Republic.

Compensation prescribed by the Ministry shall baid in the amount of real expenses for issuance of the approval oretoccasion of submitting appairtion for obtaining approval for placing fertilizers on the market.

Article 20

Fulfillment of conditions referreto in Article 19 of this Law shall be determined by the Administrative Body, which shall also approval for placement on the market.

Approval referred to in paragraph 1 of that sticle shall be issued for the period of 10 years.

Notwithstanding paragraph 2 of this Articl depending on characitatics of certain fertilizers, Administrative Body can determine shorter term of alidity of approval.

Upon expiry of validity of approval for pacement on the marketertilizers shall be subject to new testing for the purpeosities issuance of a new approval.

If approval for certain fertilizeceased to be valid to be appear on the market, and shelf life of unused quantities, which written in label, did not expire, these quantities could be placed on the market for another six months the date of expiry of approval.

Fulfillment of conditions for entry in the Register of Retail Distributors shall be determined by the Administrative Body.

Data from the Register of Rael Distributors shall be public.

Conditions that have to be by warehousæs, well as storage, keeping and handling conditions for fertilizers for the purpose of esperving characteristics ontents, form and manner of keeping the Register Distributors and manner of pplying for entry in the Register of Retail Distributors shae prescribed by the Ministry.

Article 23

Trade in bulk fertilizers, apart from ammiam-nitrate with high concentration of nitrogen, can be done only between producterfertilizers and pimary agricultural producer as final user, along with parp val of the Administrative Body.

V. IMPORT OF FERTILIZERS

Article 24

Import of fertilizers can be performed by company and entrepreneur under the condition that it has concluded a contract with the optrocer on distribution of ertilizers in the territory of the Republic and if it:

- owns or rented a customs warehouse, which is conditions for keeping fertilizers;
- has permanently employed arspen who completed at leasign education in the field of agriculture, who shall be responsible soutivities of procurement, trade, storage and handling of fertilizers;
- is entered in the Register of Importers of Fertilizers (hereinafter referred to as: Register of Importers).

Fulfillment of conditions referred to in parageth 1 of this Article shall be specified by the Administrative Body.

Register of Importers shall beept by the Administrative Body.

Data from the Register of Importers shall be public.

Entry in the Register of Impters shall be conducted oretbasis of an application.

If company or entrepreneur referred to in paragraph of this Article is at the same time a distributor, i.e. retail distributorit has to meet also the cotidens referred to in Articles 21 and 22 of this Law.

Contents, form and manner of keeping thegister of Importers, form, contents and manner of applying for entry ithe Register of Importers swell as conditions for storage and handling of fertilizers shall be prescribed by the Ministry.

Article 25

Before the first placement of fertilizers the market in the Republic the importer shall be obliged to obtain approval for placement market from the Administrative Body.

Approval referred to in paragraph 1 of the time issued by the Administrative Body pursuant to Articles 19 and 20 of this Law.

Article 26

Import of raw materials for production of feiziers can be carried only for the needs of production of fertilizers which are enteredtine Register and for the needs referred to in Article 15 paragraph 1 indent 2.

Import of raw materials for production of fertities shall be carried out only for the needs of producers which are entered in Register of Producers.

Article 27

Sampling and control of chartacistics shall not be necessary for the following raw materials: ammonium, sulfuric aciphosphorous acid and raw phosphates.

Article 28

Import of fertilizers and raw materials can described out only through border crossings at which customs and phytosanitains pection are established.

Customs procedure can not start before playrithsry inspection is executed, apart from transit procedure and produere of customs storage.

Article 30

During procedure of phytosanitary inspection the occasion of import phytosanitary inspector takes a sample of delivery where this a suspicion that delivery does not correspond to the prescrib characteristics.

If it is not possible to carry out samplingthe border crossing in the prescribed manner, the delivery shall be forwarded to the curst clearance place under the customs control, at which the sampling shall be carried out.

Taken samples shall be sent to an accrediate oratory at importer's expense for the purpose of checking type of fertilizer and labelled contents of nutritive elements.

Customs authorities can neither perform **const** clearance nor send deliveries to other customs offices until phytosanitainspection is executed.

Manner of inspection, sampling and methods and perbore referred to in paragraphs 1, 3 and 4 of this Article and perbore referred to in Article 29 paragraph 1 of this Law shall be presibed by the Ministry.

Article 31

Administrative body shall estaish database about fertilize for the purpose of updating data, analyses, planning and monitoring of contents of undertaken measures pursuant to this Law.

Data on production, retail and wholesale traideport, types of fertilizers etc. shall be entered into the database.

Data from the database can be used, on this ba an application, for scientific-research purposes and preparation of this basis of approval the Administrative Body.

Contents of the database ammanner of keeping the database shall be prescribed by the Ministry.

Article 32

For the purpose of monitoring production, traideport, characteristicand application of fertilizers, the Administrative Body shaestablish an information system.

Manner of information system establishmenall be prescribed by the Ministry.

VI. INSPECTORIAL CONTROL

Article 33

Inspectorial control over implementation of this Law shall be conducted by the Administrative Body through hytosanitary inspector pursuant to the Law.

1. Authorizations of Phytosanitary Inspector

Article 34

Phytosanitary inspector shall performs pirection control, in particular over:

- 1) fulfilment of conditions for entryn the prescribed registers;
- 2) keeping professional records;
- 3) fulfilment of conditions for production, plament on the market, ade and usage of fertilizers;
- 4) marking and labelling of the fertilizers;
- 5) production and trade of fletizers and raw material for their production.

2. Administrative Measures and Actions

Article 35

Apart from administrative measures and carosi prescribed by the law governing inspection control, phytosanitary inspectoshall undertake also the following administrative measures and actions when it determines that the or other regulation was breached:

- 1) prohibit production of fertilizers if the producer is not emted or is erased from the Register of Producers;
- 2) prohibit placement on the market of the **liext**irs that are produced in the Republic or are imported in the Republic, if they are not entered in the Register;
- 3) prohibit placement on the market of the ifizeers referred to in Article 15 paragraph 1 item 4 without approval of the Administrative Body;
- 4) prohibit placement on the market of the fertiliz, if producer or importer, before the first placement on the market, did not obtapproval of the Archinistrative Body;
- 5) prohibit usage of mark "EC FERTILISER"if mineral fertilizer does not fulfil conditions prescribed for that mark;
- 6) prohibit trade of fertilizers, if charæctistics do not correspond to the label;
- 7) prohibit to company or entrepreneur to fpem activity, if it does not harmonize its business operation, i.e. does not remove deficies in terms of conditions prescribed by this Law and regulations adepton the basis of this Law;
- 8) prohibit import and order return of delivery those sender, if the results of testing are not in line with the presidered and labelled contents;
- 9) dispossess and destroy fertilizers that produced, placed on the market, imported and applied contrary to this Law.

VII. PENAL PROVISIONS

Article 36

An organ, company, other legal person or emember shall be fined for the offence in the amount ranging from 250-fold to 300-folde amount of minimum monthly salary in the Republic, if it:

- 1) produces or places on the market a fertilizer is not classified as fertilizer of defined type (Article 4);
- 2) produces i.e. performs final processing feftilizers, althoughit does not fulfill prescribed conditions for their oduction (Articles 9 and 10);
- 3) places on the market fertilizers that do **not** ill prescribed conditions, are not marked in the prescribed manner and endahgelth of humans, animals, plants and environment by proper usage (Article 11 paragraph 2);
- 4) places on the market fertilizers produced or imported in the Republic, which were not entered in the Register or were erased on the market (Article 14, paragraph 1);
- 5) imports and uses samples of fertilizers the purpose of scientific research and examinations without approval of the Admistrative Body (Article 16 paragraph 1);
- 6) uses fertilizers contrary to principles of good agritural practice (Article 18 paragraph 1);
- 7) places on the market fertilizers for which it did not obtain approval of the Administrative Body before the placement to me market (Article 19 paragraph 1 and Article 25 paragraph 1);
- 8) places on the market, although it does not of the prescribed conditions (Articles 20 and 21);
- 9) carries out wholesale trade fiertilizers, although it is not not the Register of Distributors (Article 21 paragraph 1);
- 10) carries out retail trade in felixers, although it is not entered in the Resister of Retail Distributors (Article 22 paragraph 1);
- 11) carries out trade in bulk fertilizers, apardim ammonium-nitrate fertilizers with high concentration of nitrogen, whitout approval of the Administrative Body (Article 23);
- 12) imports fertilizers, although it does not fulthe prescribed conditions (Article 24);
- 13) importer does not obtain approval of the ministrative Body for placement of fertilizers on the market before the first accement on the market in the Republic (Article 25);
- 14) imports raw materials for production of **rfile**izers, which are not entered in the Register and do not serve for the purpose **Astroic** 15 paragraph item 2 (Article 26 paragraph 1);

For the offence referred to in paragraph 1thois Article, a responsible person within an organ, company or other legal person sales be fined in the amount ranging from 10-fold to 20-fold the amount of minimum monthly salaryn the Republic.

For offence referred to in paragraph 1 of thiticle, protective measures can be imposed, apart from fine, on a company or other pale person and entrepreneur in terms of prohibition of performing business activity one month to six months period.

Article 37

A company, other legal person **en**trepreneur shall be fined for the offence in the amount ranging from 100-fold to 200-fold the

For the offence referred to in paragraph 1thois Article, a responsible person within a company or other legal persosthall also be fied in the amount equal to 20-fold the amount of minimum monthly alary in the Republic.

VII. TRANSITIONAL AND FINAL PROVISIONS

Article 38

By-laws for implementation of this Law shall **bd**opted within six months from the date this Law comes into force.

Until the by-laws are adopted on the basisaothorizations from this Law, by-laws related to fertilizers adopted pursuant to the Law on Plant Protection ("Official Gazette of FRY", no. 24/98 and 26/98) shall applifynot contraryto this Law.

Article 39

Notwithstanding Article 13 paragraph 1 of thisaw, testing of fertilizers shall be performed until January 1, 2009 by the existing natifier-research institutions in the area of fertilizers, which shall be determined by the Ministry.

Article 40

Companies and entrepreneurattengage in the production and import of fertilizers shall be obliged to harmonize their activities with this Law within one year from the date this Law comes into force.

Article 41

Fertilizers that are registered pursuanthte Law on Plant Proteotin ("Official Gazette of FRY", no. 24/98 and 26/98) shall be enteined the Register pursuant to this Law.

Article 42

Once this Law comes into force the provisions of the Law on Plant Protection related to fertilizers ("Official Gazette of FRY", no. 24/98 and 298) and the Law on Artificial Fertilizers ("Official Gazette f the Socialist Republic Montenegro", no. 40/75, 45/75, 39/89, 49/91, 17/92, 27/94) shall cease to apply.

Article 43

This Law shall come into force on the eighthay from the day of its publishing in the "Official Gazette of the Republic of Montenegro".