



Council of the  
European Union

Brussels, 25 June 2021  
(OR. en)

10102/21

LIMITE

RECH 320  
COMPET 509  
IND 179  
MI 499  
SAN 421  
TRANS 425  
AVIATION 172  
ENER 298  
ENV 454  
SOC 411  
TELECOM 271  
AGRI 301  
SUSTDEV 88

---

---

Interinstitutional File:  
2021/0048(NLE)

---

---

**NOTE**

---

From: General Secretariat of the Council  
To: Permanent Representatives Committee

---

No. prev. doc.: 9388/21  
No. Cion doc.: 6446/21

---

Subject: Proposal for a COUNCIL REGULATION establishing the Joint  
Undertakings under Horizon Europe  
- Progress Report

---

## I. INTRODUCTION

On 23 February 2021, the Commission transmitted the above-mentioned proposal<sup>1</sup> for a Council Regulation to the European Parliament and to the Council.

The objective of the draft Regulation is to establish nine institutionalised European partnerships based on Article 187 TFEU as joint undertakings between the Union and other partners, as a more impact-driven implementation method to deliver on the objectives of Horizon Europe.

This draft Regulation fits within the European partnerships' framework established in Horizon Europe and it has many common elements with the proposal for a Regulation on establishing the European High Performance Computing Joint Undertaking (EuroHPC)<sup>2</sup>, namely regarding the Union contribution, the “matching principle” and the mechanism for central management of financial contributions by Participating States. These common elements have been discussed in parallel for the two Regulations. Nonetheless, the two proposals are autonomous and follow a different timeline. There are also some common elements with the Decision on the participation of the Union in the European Partnership on Metrology based on Article 185 TFEU<sup>3</sup> that were taken into account when drafting this draft Regulation, namely concerning the Union contribution and the “matching principle”.

The nine Joint Undertakings in the Single Basic Act are:

- **Circular Bio-based Europe:** to develop and expand the sustainable sourcing and conversion of biomass into bio-based products, applying circular economy approaches.
- **Clean Aviation:** to develop the next generation of ultra-efficient low-carbon aircraft.
- **Clean Hydrogen:** to focus on producing, distributing and storing clean hydrogen.

---

<sup>1</sup> Doc. 6446/21.

<sup>2</sup> Doc. 10928/20.

<sup>3</sup> Doc. 6439/21

- **Europe’s Rail:** to achieve the radical transformation of the rail system.
- **Global Health:** to deliver new solutions for reducing the burden of infectious diseases in sub-Saharan Africa and across the world.
- **Innovative Health Initiative:** to target key unmet public health needs and to drive cross-sectoral health innovation for a globally competitive European health industry.
- **Key Digital Technologies:** to support the digital transformation of all economic and societal sectors.
- **Single European Sky:** to digitally transform air traffic management, improving connectivity, air-ground integration and automation.
- **Smart Networks and Services:** to support technological sovereignty for smart networks and services.

## II. THE COUNCIL’S WORK UNDER THE PORTUGUESE PRESIDENCY

The Working Party on Research met twice to discuss the impact assessment and 15 times to discuss the proposal.

The Portuguese Presidency also took the initiative to organise five workshops, in cooperation with the Commission, on the most controversial topics (such as central management of financial contributions, governance and synergies with the Cohesion Policy Funds), which proved to be instrumental to advance the discussions in the Research Working Party.

The Portuguese Presidency structured the discussions focusing first on the horizontal provisions common with the EuroHPC proposal, followed by discussions on the other provisions in horizontal parts (Parts I and III of the draft Regulation) and, after that, by discussions on the specific provisions for individual joint undertakings (Part II of the draft Regulation).

The first compromise text presented by the Presidency<sup>4</sup> focused on the horizontal parts only, while the second Presidency text<sup>5</sup> covered the whole regulation. The third Presidency compromise text, annexed to this note, is based on the latest comments received from delegations on the whole text.

Discussions have resulted in the following main changes compared to the Commission proposal:

- While the modular structure of the Commission proposal was kept, the horizontal and specific parts were made more coherent, by ensuring that rules applicable to all joint undertakings are in the horizontal part and only specificities, derogations or additions are provided in the specific part. This in particular applies to objectives (Articles 4 and 5, Recital 14a), to the contributions from members other than the Union (Article 11), to the governance model in terms of the bodies and tasks of the joint undertakings (Articles 14 to 21) and to the voting rights (Articles 15, 52, 63, 79, 91, 105, 121, 133, 167);
- the openness and inclusiveness of joint undertakings are enhanced in several provisions in an interlinked and consistent manner:
  - joint undertakings are tasked to launch open and competitive calls for proposals. Any exception should be duly justified (Article 5 (2)(a));
  - joint undertakings are requested to facilitate collaborative links across the Union (Article 4 (2)(a) and to develop and implement measures for attracting newcomers, in particular SMEs, universities and research organisations (Article 5 (2)(ea));
  - some of the joint undertakings have the obligation to launch calls for expression of interest to include new associated members (Article 7 (1));
- joint undertakings are requested to promote synergies with national and regional programmes through states' representative groups, as well as synergies with other Union programmes (Article 16 (2)(j)), and to provide information on those synergies for monitoring purposes (Article 171 (2)(aa));

---

<sup>4</sup> Doc. 8122/21.

<sup>5</sup> Doc. 9388/21.

- monitoring and evaluation of joint undertakings have been aligned on Annex III of Horizon Europe (Article 171) and are explicitly placed under the supervision of the Executive Director (Article 18 (4)(ma)). The monitoring of openness and inclusiveness was added to the information to be provided in the annual activity report (Art. 24 (2) (ca));
- where considering application of Article 22(5) of the Horizon Europe Regulation, the governing board is tasked to consult and take into account the opinion of the states' representative group before adoption of the work programme. Moreover, the executive director is requested to inform regularly the relevant configuration of the Horizon Europe programme committee in relation to the application of Article 22(5) of the Horizon Europe Regulation (Article 16(2)(ka) and Article 18(4)(h));
- The alignment to the Horizon Europe Regulation's Annex III concerning the so-called matching principle is made more explicit (Article 10 and recital 17);
- a coordination mechanism for the central management of financial contributions is established, providing a right of veto for Participating States on all issues concerning the use of their own national financial contributions; in addition, Participating States may entrust the payment of their financial contribution to the Joint Undertaking, so that their beneficiaries would conclude a single grant agreement. This article is moved from the Key Digital Technologies joint undertaking (Article 129) to the horizontal part (Article 11a and recital 17a) as this provision may be applicable to any other joint undertaking that includes Participating States;
- the definition of in-kind contributions is broader in terms of the sources of financing, for instance, it no longer deducts “any other Union contribution” from the definition of in-kind contributions to operational activities (Article 2 (8)), giving the possibility to use Cohesion Policy Funds;
- the share of in-kind contributions to additional activities for the Innovative Health Initiative joint undertaking is reduced from 50% down to 40%;

- concerning Global Health EDCTP-3, administrative costs will be fully paid by the Union (Articles 100 and 101);
- Back-office arrangements will be operated across joint undertakings (Article 12);
- the states' representative group (Article 18a) is made compulsory in all joint undertakings except those where the states are represented in the governing board (Article 13 (1)). The role of this group is further strengthened: the chair and vice-chair have observer status in the governing board (Article 15 (6)) and the governing board must take into consideration the opinion of the states' representative group before voting (Article 16 (5));
- the scientific advice is made compulsory in all joint undertakings (Article 19).

### III. CONCLUSION

Tangible progress has been made on the technical examination of the proposal and of the impact assessment. The Portuguese Presidency devoted adequate time on discussing the respective articles, offering to the delegations the opportunity to better comprehend the provisions of the proposal.

The discussions on the articles are quite advanced and the examination of some of the relevant recitals has been completed. The state of play at the end of the Portuguese Presidency is reflected in the draft Regulation annexed to this note. The Working Party on Research will continue the examination of the draft Regulation with a view to conclude the negotiations as soon as possible.

The Committee of the Permanent Representatives is invited to take stock of this Progress Report where few outstanding issues remained open, such as:

- Definition of “newcomers” to ensure a stronger monitoring mechanism of openness and inclusiveness of Joint Undertakings;
- Role to be played by the States' Representative Group and greater share of information with the Strategic Programme Committee of Horizon Europe, where applying Article 22(5) of the Horizon Europe Regulation and;

- Scope and size of additional activities delivered as in kind contributions, in particular difficulties that may arise in their implementation in Joint Undertakings;
- In the case of specific joint undertakings, the Commission expressed its reservation, on Global Health EDCTP-3, concerning the proposal to have administrative costs paid by the Union and, on Innovative Health Initiative, the Commission highlighted difficulties associated to the proposed reduction of the limit of in-kind contributions to additional activities down to 40%.

Changes in comparison to doc. 9388/21 are marked in **bold underline** for additions and in ~~striketrough~~ for deletions.

General scrutiny reservation: All delegations.

---

Proposal for a

**COUNCIL REGULATION**

**establishing the Joint Undertakings under Horizon Europe**

THE COUNCIL OF THE EUROPEAN UNION,

Having regard to the Treaty on the Functioning of the European Union, and in particular Article 187 and the first subparagraph of Article 188,

Having regard to the proposal from the European Commission,

Having regard to the opinion of the European Parliament<sup>6</sup>,

Having regard to the opinion of the European Economic and Social Committee<sup>7</sup>,

Whereas:

- (1) In order to achieve the greatest possible impact of Union funding and the most effective contribution to the Union's policy objectives, Regulation (EU) 2021/695 of the European Parliament and of the Council<sup>8</sup> (the 'Horizon Europe Regulation') established the policy and legal framework for European partnerships with private and/or public sector partners. European partnerships are a key element of the policy approach of Horizon Europe. They are set up to deliver on Union priorities targeted by Horizon Europe and ensure clear impact for the EU and its people, which can be achieved more effectively in partnership, through a strategic vision that is shared and committed to by partners, rather than by the Union alone.

---

<sup>6</sup> OJ ... [EP opinion]

<sup>7</sup> OJ ... [ESC opinion]

<sup>8</sup> OJ [.....].



- (2) In particular, European partnerships in the “Global Challenges and European Industrial Competitiveness” pillar of Horizon Europe play an important role in achieving the strategic objectives such as accelerating the transitions towards sustainable development goals and a green and digital Europe and should contribute to recovery from the unprecedented COVID-related crisis. European partnerships address complex cross-border challenges that require an integrated approach. They make it possible to address the transformational, systemic and market failures described in the impact assessments accompanying this Regulation by bringing together a broad range of players across the value chains and ecosystems to work towards a common vision and translating it into concrete roadmaps and coordinated implementation of activities. Furthermore, they allow concentrating efforts and resources on common priorities to solve the complex challenges.
- (3) To deliver on priorities and impact, European partnerships should be developed through a broad involvement of relevant stakeholders across Europe including industry, research organisations, bodies with a public service mission at local, regional, national or international level, and civil society organisations such as foundations that support and/or carry out research and innovation. They should also be one of the measures to strengthen cooperation between private and/or public sector partners at the international level including by joining up research and innovation programmes and cross-border investment in research and innovation bringing mutual benefits to people and businesses while ensuring that the Union can uphold its interests in strategic areas.

- (4) The interim evaluation of Horizon 2020 revealed that a considerable repertoire of partnership instruments and initiatives have been introduced over time, with seven forms of implementation and close to 120 partnership initiatives running under Horizon 2020. In addition to the complexity generated by the proliferation of instruments and initiatives, it has been assessed that their ability to contribute to related policies at Union and national level as a whole is not sufficient despite the fact that they deliver several positive impacts in progressing towards their objectives, for example by setting long-term agendas, structuring research and innovation cooperation between otherwise dispersed actors, and leveraging additional investments. The impact assessment of Horizon Europe identifies therefore the need to address and to rationalise the Union research and innovation funding landscape, in particular with respect to partnerships, as well as to re-orient partnerships towards more impact and delivery on Union priorities.
- (5) To address such concerns and to achieve the higher ambition for European investments, Horizon Europe should put forward a major simplification and reform for the Commission’s policy on research and innovation partnerships. In order to reflect its systemic nature aimed at contributing to Union-wide ‘transformations’ towards the sustainability objectives, Horizon Europe should make a more effective use of these partnerships with a more strategic, coherent and impact-driven approach.
- (6) Regulation (EU) 2020/852<sup>9</sup> establishes the general framework for determining whether an economic activity qualifies as environmentally sustainable for the purposes of defining sustainable investments. It creates a common reference that investors, banks, industry and researchers can use when investing in projects and economic activities that have a substantial positive impact on climate and environment and no significant harm on any of them. It is the reference for green investments in the Union.

---

<sup>9</sup> Regulation (EU) 2020/852 of the European Parliament and the Council of 18 June 2020 on the establishment of a framework to facilitate sustainable investment, and amending Regulation (EU) 2019/2088 (OJ L 198, 22.6.2020, p. 13).

- (7) Where relevant, partnerships should consider Technical Screening Criteria as of Art. 3 and the “Do No Significant Harm” principle as of Art. 17 of the Regulation (EU) 2020/852 as an instrument to improve their projects readiness and access to green financing that will be crucial for market uptake and wider deployment of the innovative technologies and solutions they will deliver. Scientific evidence is at the core of the Technical Screening Criteria. Research and innovation, pursued by Partnerships, should play an important role to help economic operators reach or go beyond the standards and thresholds set up in the Regulation and to keep the Technical Screening Criteria up-to-date and consistent with the European Green Deal objectives.
- (8) On the basis of the Horizon Europe Regulation, it should be possible for the European partnerships to be set up using three different forms namely, “co-funded”, “co-programmed” and “institutionalised”. The setting-up of institutionalised partnerships should involve new Union legislation and the establishment of dedicated implementing structures pursuant to Article 185 or Article 187 of the Treaty on the Functioning of the European Union (TFEU).
- (9) The Horizon Europe Regulation defines eight priority areas, in which institutionalised partnerships could be proposed. Across those priority areas, several initiatives for institutionalised partnerships are put forward and nine of them are covered by this Regulation.
- (10) The research and innovation activities undertaken by the joint undertakings should be funded from Horizon Europe. To achieve maximum impact, the joint undertakings should develop close synergies with other Union programmes and funding instruments, particularly with those supporting the deployment of innovative solutions, education and regional development, in order to increase economic and social cohesion and reduce imbalances.

- (11) The new policy approach for European Partnerships, and in particular institutionalised European Partnerships, calls for a novel way of establishing the legal framework under which they would operate. While the setting up of joint undertakings on the basis of Article 187 TFEU for the purpose of Horizon 2020 has proven to be effective as far as the implementation is concerned, it is necessary to step it up. Therefore, this Regulation aims at increasing the coherence, efficiency, effectiveness and impact-orientation of implementation through translating the Horizon Europe provisions, and the experience gained from programme implementation under Horizon 2020 into common provisions across the joint undertakings in a harmonised way. It aims at facilitating the creation of collaboration and synergies between European partnerships, thereby making full use of their interconnections at the organisational level. Joint undertakings should seek opportunities to involve representatives of other European partnerships in discussions during the drafting of their work programmes, identify the areas in which complementary or joint activities would address the challenges more effectively and efficiently, avoid overlaps, align timing of their activities and ensure access to results and other relevant means of knowledge exchange.

- (12) Following the identification of synergies between them, joint undertakings should aim to determine budget shares which should be used for complementary or joint activities between joint undertakings. Moreover, this Regulation aims at achieving improved efficiencies and harmonisation of the rules through intensified operational collaboration and by exploring economies of scale, including the establishment of ~~a common~~ **arrangements**, which should provide horizontal support functions to the joint undertakings. The ~~common~~ back office **arrangements** should make it easier to achieve greater impact and harmonisation on common points while retaining a certain degree of flexibility to meet the specific needs of each joint undertaking. The structure should be established using service level agreements to be concluded ~~jointly~~ by the joint undertakings. The ~~common~~ back office ~~functions~~ **arrangements** should cover coordination and administrative support functions in areas where its screening has proved efficient and cost-effective and should take into account the compliance with the requirement of accountability of each individual authorising officer **and harmonisation of the rules, as far as possible including intellectual property rules**. The legal setup should be designed to best serve the common needs of the joint undertakings, to ensure their close collaboration and to explore all possible synergies among the European partnerships and, as a consequence, between the various parts of the Horizon Europe programme as well as between the other programmes managed by the joint undertakings.
- (13) The impact assessments regarding each joint undertaking established by this Regulation, have provided evidence that justifies the implementation of partnerships in accordance with the Horizon Europe Regulation only where other parts of the Horizon Europe programme, including other forms of European partnership would not achieve the objectives or would not generate the necessary expected impacts, whereby such implementation is justified by a long-term perspective and high degree of integration.

- (14) Horizon Europe introduces a more strategic, coherent and impact-driven approach to European partnerships, building on the lessons learned from the Horizon 2020 interim evaluation. In line with the new ambition, this Regulation aims at a more effective use of institutionalised European partnerships notably by focusing on clear objectives, outcomes and impact that can be achieved by 2030, and by ensuring a clear contribution to the related Union policy priorities and policies. Close collaboration and synergies with other relevant initiatives at Union, national and regional level, in particular with other European partnerships, are key in achieving greater impact and ensuring take up of results. In assessing the overall impact, broader investments beyond the contributions from partners and triggered by the joint undertakings that contribute to achieving their objectives should be taken into account.
- (14a) In order to ensure a coherent approach and capture the scientific, technological, economic, societal and environmental impacts of European Partnerships in relation to the objectives of Horizon Europe and Union priorities, this Regulation should set out general and specific objectives that **should be collectively delivered by** ~~are common to all JUs~~ **joint undertakings**. All JUs **joint undertakings** contribute collectively to achieving these objectives by reaching their individual objectives. In addition, the common part of the Regulation defines common operational objectives derived from the objectives set for Horizon Europe Specific Programme, **established by Council Decision (EU) 2021/764**. All JUs **joint undertakings** should carry out their tasks in order to fulfil the principles and criteria set out for European Partnerships in Horizon Europe (Article 10 and Annex III) and deliver European added value compared to traditional calls under Horizon Europe. They **objectives and tasks of the joint undertakings** are complemented by additional **ones** ~~objectives and tasks~~ specific to each JU **joint undertaking**. While allowing to take into account their specificities and policy contexts, the alignment of the intervention logics of individual JUs **joint undertakings** with Horizon Europe should support the coordinated assessment of progress of the JUs **joint undertakings** as part of Horizon Europe monitoring and evaluation activities.

- (15) This Regulation is based on the principles and criteria set out in the Horizon Europe Regulation, including openness and transparency, a strong leverage effect and long-term commitments of all the involved parties. One of the objectives of this Regulation is to ensure the openness of the initiatives to a broad range of entities, including newcomers. The partnerships should be open to any entity that is willing and capable to work towards the common goal, and promote broad and active participation of stakeholders in their activities, membership and governance, and to ensure that the results would be for the benefit of all Europeans, notably through a broad dissemination of results and pre-deployment activities across the Union.
- (16) For actions related to Union strategic assets, interests, autonomy or security, the measures set out in Article 22(5) of the Horizon Europe Regulation, should be applicable to work programmes of joint undertakings.
- (17) Annex III of the Horizon Europe Regulation requires that the financial and/or in-kind contributions from members other than the Union should be at least equal to 50% and may reach up to 75% of the aggregated joint undertaking budgetary commitments. Conversely, the Union contribution, including any additional funds from associated countries, should not exceed 50% of the aggregated budgetary commitments of each joint undertaking. Consequently, this Regulation should set out the required contribution from the members of joint undertakings at the same level or higher than the Union contribution. The Union should be in a position to reduce its contribution if members other than the Union fail to fulfil their commitments.

(17a) In accordance with point (c) of Article 10(1) of the Horizon Europe Regulation, the joint undertakings should implement a central management of all financial contributions through a coordination approach. Accordingly, each participating state should conclude one or more administrative agreements with the joint undertaking laying down the coordination mechanism for the payment of and reporting on contributions to applicants established in that participating state. In order to ensure coherence with their national strategic priorities, participating states should be provided with a right of veto over the use of their national financial contributions for ~~specific~~ applicants **established in those participating states**. In order to minimise the administrative burden for beneficiaries, achieve simplification and ensure a more efficient implementation, each participating state should strive to synchronise the payment schedule, reporting and audits, with those of the joint undertakings and to converge cost eligibility with Horizon Europe's rules. Beneficiaries established in participating states that entrusted the payment activities to the joint undertaking should sign a single grant agreement with the joint undertaking following Horizon Europe rules.



- (18) In line with the ambitions set out in the Horizon Europe Regulation, one of the preconditions of setting up institutionalised partnerships is ensuring partner’s contributions throughout the lifetime of the initiatives. In this context, private partners should deliver a significant part of their contributions in the form of in-kind contributions to operational costs of the joint undertaking. Joint undertakings should be able to seek measures to facilitate these contributions through their work programmes, notably by reducing funding rates. These measures should be based on the specific needs of a joint undertaking and the underlying activities. In justified cases, it should be possible to introduce additional conditions that require the participation of a member of the joint undertaking or their constituent or affiliated entities, targeting activities where the industrial partners of the joint undertaking can play a key role, such as large-scale demonstrations and flagship projects, and contribute more via lower funding rates. The level of participation of members should be monitored by the executive director in order to empower the governing board to take appropriate actions, ensuring a balance between commitment from partners and openness. In duly justified cases, the capital expenditure for, e.g., large scale demonstrators or flagship projects, may be considered as an eligible cost in line with the applicable legal framework.

- (19) In line with the principle of fair sharing of contributions among the members of joint undertakings, financial contributions to the administrative costs of the joint undertakings should be divided equally between the Union and the members other than the Union. Deviations from that principle should only be considered in exceptional and duly justified cases such as where the size or the membership structure of a member of the joint undertaking other than the Union would result in contributions per constituent or affiliated entity, in particular small and medium-sized enterprises (SMEs), of such a high level that they would seriously jeopardise the incentive to become or remain a constituent or affiliated entity of the member of the joint undertaking. In such cases, the minimum percentage of annual financial contribution to the administrative costs of the joint undertaking from members other than the Union should be 20% of the total annual administrative costs and the contributions from SMEs should be significantly lower than those from larger constituent or affiliated entities. Once a critical mass of membership that allows for a contribution higher than 20% of the total annual administrative costs is reached, annual contributions per constituent or affiliated entity should be maintained or increased with the aim to gradually increase the share of the members other than Union in the overall contribution to the annual administrative costs of the joint undertaking. The members of the joint undertaking other than the Union should endeavour to increase the number of constituent or affiliated entities in order to maximise the contribution to 50% of the administrative costs of the joint undertaking over its lifetime.

- (20) The Horizon Europe Regulation requires the partners to show their long term commitment, including a minimum share of public and/or private investments. Consequently, it is necessary for the Union to identify in this Regulation founding members established in member states, countries associated to the Horizon Europe Programme or international organisations. However, where necessary, it should be possible to expand the membership base of joint undertakings after they are established with associated members selected following open and transparent procedures, taking into account in particular the new technological developments or the association of additional countries to the Horizon Europe Programme. Legal entities interested in supporting the joint undertakings' objectives in their specific areas of research, without becoming a member, should also be offered the possibility to become contributing partners of these joint undertakings.
- (21) The establishment of a joint undertaking ensures a mutually beneficial public-private partnership for the members involved, including by promoting certainty on major budget allocations for the relevant industries over a period of seven years. Becoming a founding member or associated member, or one of their constituent or affiliated entities, allows gaining influence, either directly or through the industry representatives, in the governing board of the joint undertaking. The governing board is the decision-making body of the joint undertaking that decides on the long-term strategic orientation of the partnership, as well as its annual priorities. Founding members and associated members and if applicable representing their constituent entities, should therefore be able to contribute to the joint undertaking's agenda and priority setting through the adoption and possible amendment of the Strategic Research and Innovation Agenda, as well as the adoption of the annual work programme, including the content of the calls for proposals, the applicable funding rate per call topic, and the related rules for submission, evaluation, selection, award and review procedures.

- (22) It is appropriate that the members other than the Union commit to the implementation of this Regulation by means of a letter of commitment, without imposing conditions regarding their accession. Those letters of commitment should be legally valid throughout the lifetime of the initiative and closely monitored by the joint undertaking and the Commission. Joint undertakings should create a legal and organisational environment that enables members to deliver on their commitments while ensuring continuous openness of the initiative and transparency during their implementation, notably for priority setting and for participation in calls for proposals.
- (23) Further simplification is a cornerstone of the Horizon Europe Framework Programme. In that context, there should be a simplified reporting mechanism for partners, who are no longer required to report on non-eligible costs. In-kind contributions to operational activities should be accounted solely on the basis of eligible costs and should be reported and audited in accordance with the mechanism applicable to the specific grant agreement. Such accounting on the basis of eligible costs only allows for the automated calculation of in-kind contributions to operational activities via the Horizon Europe IT tools, lowers the administrative burden for partners and makes the reporting mechanism for contributions more effective. In-kind contributions to operational activities should be closely monitored by the joint undertakings and regular reports should be prepared by the executive director of the governing board in order to establish whether the progress towards reaching the in-kind contributions targets is satisfactory enough. The governing board should assess both the efforts made and the results achieved by the members contributing to operational activities, as well as other factors, such as the level of participation of SMEs and attractiveness of the initiative to newcomers. When necessary, it should take appropriate remedial and corrective measures taking into account the principles of openness and transparency.

- (24) The joint undertakings should provide a systematic opportunity and incentive for members other than the Union to combine their research and innovation activities with those of the joint undertaking. Additional activities should not receive financial support from the joint undertaking. However, they can be accounted as members' in-kind contributions when contributing to the objectives of the joint undertaking and directly linked to its activities. That link can be established through the uptake of results from indirect actions funded by the joint undertaking or its preceding initiatives, or by demonstrating a significant Union added-value. The respective costs should be certified by an independent external auditor appointed by the entity concerned subject to the valuation method being open to verification by the joint undertaking in case of uncertainty. This Regulation should lay down more specific provisions concerning the scope of additional activities for each joint undertaking, to the extent that it is necessary to achieve the desired directionality and impact. It should be further decided by joint undertakings' governing boards whether, for valuing the contributions, the use of simplifying methods such as lump-sums or unit costs is necessary to achieve simplification, cost effectiveness and appropriate level of protection of confidential commercial data.
- (25) The governance of joint undertakings should ensure that their decision-making processes are fit to keep pace with fast-changing socio-economic and technological environment and global challenges. Joint undertakings should benefit from the expertise, advice and support from all relevant stakeholders, in order to effectively implement their tasks and ensure synergies at Union and national level. Therefore, joint undertakings should be empowered to set up advisory bodies with a view to providing them with expert advice and carrying out any other task of an advisory nature that is necessary for the achievement of the joint undertakings' objectives. In setting up the advisory bodies, joint undertakings should ensure a balanced representation of experts within the scope of the activities of the joint undertaking, including with respect to gender balance. The advice provided by these bodies should bring in scientific perspectives as well as those of national and regional authorities and of other stakeholders of joint undertakings.

- (26) Joint undertakings should be able to set up an advisory body with a scientific advisory function. That body or its members should be in a position to provide independent scientific advice and support to the respective joint undertaking. The scientific advice should concern, in particular, annual work programmes, additional activities as well as any other aspect of the joint undertakings' tasks, as necessary.
- (27) Joint undertakings should ensure that member states are sufficiently informed of the joint undertakings' activities, can provide timely information on activities undertaken in the member states and have the opportunity to contribute to the preparatory and decision-making processes. Such dialogue with member states is particularly important in the context of synergies and the need to ensure the alignment of efforts and activities at national, regional, Union and European level to create more impact. Joint undertakings without the direct or indirect participation of member states as partners should establish a State Representatives Group with the aim of aligning the joint undertakings' activities with the policies and actions taken at national and regional level.
- (28) With the view to ensuring that joint undertakings are aware of the positions and views of stakeholders from the entire value chain in their respective fields, joint undertakings should be able to set up their respective advisory stakeholders groups, to be consulted on horizontal issues or specific questions, as per the needs of each joint undertaking. Such groups should be open to all public and private stakeholders, including organised interest groups, and international interest groups from member states, associated countries as well as from other countries, active in the field of the joint undertaking.

- (29) The joint undertakings should operate in an open and transparent way, providing all relevant information in a timely manner to their appropriate bodies as well as promoting their activities, including information and dissemination activities, to the wider public. This includes timely information, subject to confidentiality rules, including a breakdown by country, on the participation in indirect actions funded by the joint undertaking, on the outcome of each call for proposals and project implementation, on synergies with other relevant Union programmes and other European partnerships, on additional activities, on committed and actually provided financial and in-kind contributions and on the execution of the budget of the joint undertaking-, **and on** ~~in particular~~, the link between the objectives of the joint undertaking and in-kind contributions to additional activities.
- (30) The joint undertakings should be implemented using a structure and rules that enhance efficiency and ensure simplification. To that effect, the joint undertakings should adopt financial rules specific to its needs in accordance with Article 71 of Regulation (EU, Euratom) No 2018/1046 of the European Parliament and of the Council<sup>10</sup>.

---

<sup>10</sup> Regulation (EU, Euratom) 2018/1046 of the European Parliament and of the Council of 18 July 2018 on the financial rules applicable to the general budget of the Union, amending Regulations (EU) No 1296/2013, (EU) No 1301/2013, (EU) No 1303/2013, (EU) No 1304/2013, (EU) No 1309/2013, (EU) No 1316/2013, (EU) No 223/2014, (EU) No 283/2014, and Decision No 541/2014/EU and repealing Regulation (EU, Euratom) No 966/2012 (OJ L 193, 30.7.2018, p. 1).

- (31) The implementation of the joint undertakings should be based on the criteria set out for institutionalised **European** partnerships in the Horizon Europe Regulation. It should be supported by the use of electronic means managed by the Commission. Information related to indirect actions funded by the joint undertakings, including results, is essential for the purposes of developing, implementing, monitoring and evaluating Union policies or programmes. Therefore, joint undertakings should ensure that Union institutions and Union bodies, offices or agencies have access to all information related to the indirect actions they fund, including results of beneficiaries participating in indirect actions. Such access rights should be limited to non-commercial and non-competitive use and should comply with applicable confidentiality rules. Staff of the Union institutions and Union bodies, offices or agencies should be granted access to this information subject to adequate IT security and information security standards and in accordance with the principles of necessity and proportionality.
- (32) Participation in indirect actions funded by the joint undertakings under Horizon Europe should comply with the rules set out in the Horizon Europe Regulation. The joint undertakings should ensure consistent application of those rules based on relevant measures adopted by the Commission. The joint undertakings should use the corporate model grant agreement prepared by the Commission. In relation to the period to object to transfers of ownership of results referred to in Article 40(4) of the Horizon Europe Regulation, the duration of innovation cycles in the areas covered by the respective joint undertakings should be taken into account.



- (33) One of the main purposes of joint undertakings is to foster the Union’s economic capacities and in particular its scientific and technological sovereignty. Moreover, the post pandemic recovery highlights the need to invest in key technologies such as 5G, **artificial intelligence (AI)**, cloud, cybersecurity and green tech and the valorisation of these technologies in the Union. Results generated by all participants will play an important role in this respect and all participants will benefit from the Union funding through the results generated in the project and access rights thereto, even those participants not having received Union funding. Therefore, to protect the Union interests, the right for joint undertakings to object to transfers of ownership of results or to grants of an exclusive licence regarding results should also apply to participants not having received Union funding. In exercising this right to object the joint undertaking should strike a fair balance between the Union interests and protection of fundamental rights on the results of the participants without funding in accordance with the principle of proportionality, taking into account that these participants did not receive any Union funding for the action from which the results were generated.
- (34) The Union financial contribution should be managed in accordance with the principle of sound financial management and with the rules on indirect management set out in Regulation (EU, Euratom) No 2018/1046.
- (35) For the purpose of simplification, the administrative burden should be reduced for all parties. Double audits and disproportionate amounts of documentation and reporting should be avoided. Audits of recipients of Union funds under this Regulation should be carried out in compliance with the Horizon Europe Regulation and other relevant Union funding programmes.

- (36) The financial interests of the Union and of the other members of the joint undertakings should be protected through proportionate measures throughout the expenditure cycle, including the prevention, detection and investigation of irregularities, the recovery of funds lost, wrongly paid or incorrectly used and, where appropriate, administrative and financial penalties in accordance with Regulation (EU, Euratom) No 2018/1046. In view of the specific nature of the actions implemented by some of the joint undertakings requiring them to be phased out over several years, it should be possible to split multiannual budgetary commitments by the Commission and the relevant joint undertaking into annual instalments. In this respect, budgetary commitments of the joint undertakings referred to in points (b), (d) and (h) of Article 3(1) may be divided into annual instalments. Until 31 December 2024, the cumulative amount of those budgetary commitments shall not exceed 50 percent of the maximum Union contribution set out in Article 10 and Article 145. From 1 January 2025, at least 20 percent of the cumulative budget of the residual years shall not be covered by annual instalments.
- (37) In view of the specific nature and the current status of the joint undertakings, they should continue to be subject to a separate discharge. The auditing of accounts and of the legality and regularity of the underlying transactions should be undertaken by the Court of Auditors.

- (38) In accordance with point (c) of Article 10(2) of the Horizon Europe Regulation, joint undertakings should have a clear life cycle approach. In order to adequately protect the financial interests of the Union, joint undertakings should be set up for a period ending 31 December 2031 to allow them to exercise their responsibilities with regard to grant implementation until the last indirect actions launched have been completed. The joint undertakings should be financed by the Union programmes under the MFF 2021-2027. **The joint undertakings should be able to launch calls for proposals by 31 December 2028, in duly justified cases related to availability of remaining budget stemming from the MFF 2021-2027.** ~~In accordance with point (e) of Article 10(2) of the Horizon Europe Regulation, joint undertakings should have a clear life cycle approach. In order to adequately protect the financial interests of the Union, joint undertakings should be set up for a period ending 31 December 2031 to allow them to exercise their responsibilities with regard to grant implementation until the last indirect actions launched have been completed.~~
- (39) In the context of the European Commission’s priority of “A European Green Deal” supported by the revised Union Bioeconomy Strategy<sup>11</sup>, the EU Biodiversity Strategy<sup>12</sup>, the Clean Planet for All Communication<sup>13</sup>, the Circular Economy Action Plan<sup>14</sup> and the new Farm to Fork communication<sup>15</sup>, the European bio-based sector, including SMEs, regions and primary producers should become climate neutral, more circular and more sustainable while remaining competitive on the global scale. A strong, resource efficient and competitive bio-based innovation ecosystem can decrease dependency on and accelerate the substitution of non-renewable fossil raw materials and mineral resources. It can develop renewable bio-based products, materials, processes and nutrients from waste and biomass through sustainability and circularity-driven innovation. Such ecosystem can also create value from local feedstock – including waste, residues and side-streams – to deliver jobs, economic growth and development throughout the Union not only in urban areas but also in rural and coastal territories where biomass is produced and that are often peripheral regions that rarely benefit from industrial development.

---

<sup>11</sup> COM(2018)673 final  
<sup>12</sup> COM/2020/380 final  
<sup>13</sup> COM(2018)773 final  
<sup>14</sup> COM(2020)98 final  
<sup>15</sup> COM(2020)381 final

- (40) The Bio-Based Industry Joint Undertaking established under Horizon 2020 has focused on sustainable resource use, especially in resource-intensive and high-impact sectors, such as agriculture, textiles manufacturing and construction, in particular also aiming at local operators, manufacturers, plants and factories. Its interim evaluation published in October 2017 included a strong set of 34 recommendations that are reflected in the design of the Circular Bio-based Europe Joint Undertaking established by this Regulation. The Circular Bio-based Europe Joint Undertaking is not a direct continuation of the Bio-Based Industry Joint Undertaking but rather a programme that builds on the achievements of the predecessor and addresses its shortcomings. In line with the recommendations, the Circular Bio-based Europe Joint Undertaking should involve a wider range of stakeholders including the primary sector (agriculture, aquaculture, fisheries and forestry) as well as providers of waste, residues and side streams, regional authorities and investors to prevent market failures and unsustainable bio-based processes. To deliver on its objectives, it should only fund projects that are respecting principles of circularity, sustainability and planetary boundaries.
- (41) The Circular Bio-based Europe Joint Undertaking should establish Deployment Groups that should serve as advisory bodies and should actively participate in the strategic discussions that are setting the agenda for the partnership. It is crucial to include those advisory bodies in the governance structure to ensure wider participation and higher private investment in the circular bio-based sector. The Deployment Groups should in particular provide support to the strategic Governing Board meetings where industrial leaders and the stakeholders' representatives together with high-level Commission representatives join the permanent Governing Board to discuss and set the strategic direction of the partnership.

- (42) The main objective of the Clean Aviation Joint Undertaking should be to contribute to reducing the ecological footprint of aviation by accelerating the development of climate neutral aviation technologies for their earliest possible deployment, therefore significantly contributing to the ambitious environment impact mitigation goals of the European Green Deal, that is to say a 55% emissions reduction by 2030 compared to 1990 levels, and climate neutrality by 2050. This objective can only be achieved through accelerating and optimising the research and innovation processes in aeronautics and by improving the global competitiveness of the Union aviation industry. The Clean Aviation Joint Undertaking should also ensure that cleaner aviation remains safe, secure and efficient for the transportation of passengers and goods by air.
- (43) The Clean Aviation Joint Undertaking builds on the experience gained from the Clean Sky and Clean Sky 2 Joint Undertakings. The new **European** partnership should be more ambitious by focusing on developing breakthrough demonstrators. In line with the findings of the interim evaluation of the Clean Sky 2 Joint Undertaking, a new initiative should ensure that every demonstrator has a 'business case' basis in order for the technologies developed to really serve the "earliest possible deployment" which is a key priority. Therefore, the new initiative should focus on increasing the visibility of its individual exploitation objectives and strengthening the monitoring, management and reporting capabilities of the joint undertaking to reflect the complexity of the research and innovation effort required for the **European** partnership to reach its objectives.
- (44) The Clean Aviation Joint Undertaking should build on a diverse membership base, bringing together a broad spectrum of stakeholders and ideas. In view of identifying the most promising approaches and entities capable of pursuing them, the Commission launched a call for expression of ideas and potential members. The Governing Board should be allowed to select associated members based on the results of that call in order to provide for a swift expansion of the group of members.

- (45) In order to maximise and accelerate the impact of the research and innovation activities undertaken by the Clean Aviation and Single European Sky ATM Research 3 Joint Undertakings on effective emission reduction and the digitalisation of the aviation industry, they should seek close collaboration with the European Union Aviation Safety Agency (EASA) in the work of the **European** partnership, ensuring an early exchange of knowledge on new technologies developed. That will be crucial to accelerate market uptake, by facilitating the certification process of resulting products and services as required by Regulation (EU) 2018/1189<sup>16</sup>.
- (46) In order to maximise synergies between programmes at Union, national and regional level, the members of the States' Representatives Group of the Clean Aviation Joint Undertaking should explore possibilities to provide financial support at national level to excellent proposals that were not selected for funding by the Clean Aviation Joint Undertaking due to oversubscription.
- (47) Europe faces the challenge of having to play a leading role in internalising the societal costs of greenhouse gas emissions in the air transport business model while continuing to ensure a 'level playing field' for European products in the global market. Therefore, the Clean Aviation Joint Undertaking should support the European representatives in international standardisation and international legislative efforts.
- ~~(47a) The structure of the Clean Aviation programme and the ambition to increase its attractiveness for SMEs, universities and research organisations should be taken into account with regard to the eligibility criteria. To support a wide participation of these entities it should be possible for single entities to reply to a call for proposals launched by the Clean Aviation Joint Undertaking.~~

---

<sup>16</sup> OJ L 212, 22.8.2018, p. 1.

- (48) Interest in Hydrogen has evolved dramatically in the last five years with all member states having signed and ratified the Conference of the Parties (COP21) Paris Agreement. At the end of 2019, the Commission presented the European Green Deal, which aims to transform the Union into a fair and prosperous society, with a modern, resource-efficient and competitive economy, where there are no net emissions of greenhouse gases in 2050. Priority areas include clean hydrogen, fuel cells, other alternative fuels and energy storage. Hydrogen is prominent in the July 2020 “Communications on a hydrogen strategy for a climate-neutral Europe and an EU Strategy for Energy System Integration” as well as for the launch of the European Clean Hydrogen Alliance that brings all stakeholders together to identify technology needs, investment opportunities and regulatory barriers to build a clean hydrogen ecosystem in the Union contributing to reduce the current dependence on fossil fuels.
- (49) Dedicated research and innovation activities related to hydrogen applications have been supported since 2008, mainly through the Fuel Cell and Hydrogen Joint Undertakings (FCH Joint Undertaking and FCH 2 Joint Undertaking) under FP7 and Horizon 2020 as well as by traditional collaborative projects, covering all stages/fields of the hydrogen value chain. The Clean Hydrogen Joint Undertaking should strengthen and integrate Union scientific capacity to accelerate the development and improvement of advanced clean hydrogen applications ready for market, across energy, transport, building and industrial end-uses. This will only be possible if combined with strengthening competitiveness of the Union clean hydrogen value chain, and notably SMEs.

(50) To achieve the scientific objectives of the Clean Hydrogen Joint Undertaking, all sectors concerned by the hydrogen economy should be given the possibility to get involved in preparing and implementing its Strategic Research and Innovation Agenda. The public sector should also be involved, especially regional and national authorities, the latter being responsible for setting up climate policies and measures related to market mechanisms, to fill in the gaps between ready-to-market technology development and large-scale uptake.

**(50a) The Clean Hydrogen Joint Undertaking includes the research community as member of the Hydrogen Europe Research association, and thus a body providing scientific advice should not be established.**

(51) Since hydrogen can be deployed as a fuel, energy carrier and for storing energy it is essential that the clean hydrogen partnership establishes structured collaboration with many other ~~Horizon Europe~~ **European** partnerships, notably for end-use. The clean hydrogen **European** partnership should interact in particular with the zero emission road and waterborne transport, Europe's railway, clean aviation, processes for the planet and clean steel **European** partnerships. For that purpose, a structure should be set up reporting to the Governing Board in order to ensure the co-operation and synergies between these partnerships in the domain of hydrogen. The clean hydrogen initiative would be the only partnership focused on addressing hydrogen production technologies. Collaboration with end-use partnerships should in particular focus on demonstrating the technology and co-defining specifications.

(52) Railways contribute to the Single European Transport Area (SETA) and represent a fundamental element of the Union long term sustainable development strategy policy. In terms of economic size, the direct gross value added of the European rail sector is € 69 billion and the indirect value amounted at € 80 billion. 1.3 million persons were directly employed in the rail sector and more than one million indirectly.



- (53) The European Green Deal aims to transform the Union into a fair and prosperous society, with a modern, resource-efficient and competitive economy where there are no net emissions of greenhouse gases by 2050 and where economic growth is decoupled from resource use. Priority areas include accelerating the shift to sustainable and smart mobility.
- (54) The Commission Communication on a New Industrial Strategy for Europe<sup>17</sup> (March 2020) underlines that sustainable and smart mobility industries, such as the rail industry, have both the responsibility and the potential to drive the digital and green transition, support Europe's industrial competitiveness and improve connectivity. Therefore road, rail, aviation, and waterborne transport should all contribute to a 90% reduction in transport emissions by 2050. As a matter of priority, a substantial part of the 75% of inland freight carried today by road should shift onto rail and inland waterways.
- (55) The Shift2Rail Joint Undertaking was established in 2014 to manage the research, development and validation activities of the Shift2Rail initiative by combining public and private sector funding provided by its members and by drawing on internal and external technical resources. It established new forms of collaboration, consistent with competition rules, between stakeholders from the entire rail value chain and from outside the traditional rail sector, and brought in the experience and expertise of the European Union Agency for Railways on issues relating to interoperability and safety.
- (56) The objective of Europe's Rail Joint Undertaking should be to deliver a high capacity integrated European railway network by eliminating barriers to interoperability and providing solutions for full integration, covering traffic management, vehicles, infrastructure and services. This should exploit the huge potential for digitalisation and automation to reduce rail's costs, increase capacity, and enhance its flexibility and reliability, and should be based upon a solid Reference Functional System Architecture shared by the sector, in coordination with the European Union Agency for Railways.

---

<sup>17</sup> COM(2020) 102 final

- (57) The Europe's Rail Joint Undertaking should define in its Master Plan its priority research and innovation activities, and overall system architecture and harmonised operational approach, including large-scale demonstration activities, required to accelerate the penetration of integrated, interoperable and standardised technological innovations necessary to support the Single European Railway Area.
- (58) Rail is a complex system, with very close interactions between infrastructure managers, rail undertakings (train operators) and their respective equipment (infrastructure and rolling stock). It is impossible to deliver innovation without common specifications and strategy across the rail system. Therefore, the System Pillar of the Europe's Rail Joint Undertaking should enable the sector to converge on a single operational concept and system architecture, including the definition of the services, functional blocks, and interfaces, which form the basis of rail system operations. It should provide the overall framework to ensure that research targets customer requirements and operational needs that are commonly agreed and shared customer requirements and operational needs. The output of the System Pillar should support interoperability for the whole railway network, including TEN-T core and comprehensive network, and main lines and regional lines not included in the TEN-T. The governance model and the decision making process of the Europe's Rail Joint Undertaking should reflect the Commission's leading role in unifying and integrating Europe's railway system, especially in rapidly and effectively delivering the single operational concept and system architecture, while involving the private partners in advisory and technical support roles.
- (59) To ensure that the results of low Technology Readiness Levels (TRL) research are effectively used at higher TRLs, and in particular by the Europe's Rail Joint Undertaking, the Europe's Rail Joint Undertaking's programme office should implement such activities.

- (60) Where necessary, in order to ensure swift transition and expansion of membership, the Governing Board of the Europe's Rail Joint Undertaking should be allowed to select associated members on the basis of the results of a call for expression of interest launched by the Commission.
- (61) In the context of the Commission's priorities of the United Nations Sustainable Development Goals, in particular SDG 3, and the Communication Towards a Comprehensive Strategy with Africa<sup>18</sup>, the Union is committed to contribute to ensure healthy lives and promote well-being for all, to build an even stronger partnership between our two continents and to support the development of research and innovation capacities within Africa. The Global Health EDCTP3 Joint Undertaking should address the lack of appropriate diagnostics, treatments and vaccines, among other so-called health technologies, to address infectious diseases, such as HIV, malaria and tuberculosis, but also other poverty related and neglected infectious diseases, that are prevalent in Africa, especially in sub-Saharan Africa. The COVID19 pandemic has revealed that with the increased connectivity of different regions in the world, through world trade and tourism, infectious diseases can rapidly spread all over the world. Developing health technologies is therefore crucial to limit the spread of infectious diseases, as well as to fight them once they have spread, to protect the health of the citizens in the countries concerned and in the Union. In order to achieve a stronger global health leadership than the current EDCTP2 initiative, the scope of the partnership should be extended to cover response to emerging infectious diseases threats, the increasing problems of antimicrobial resistance and non-communicable diseases co-morbidities.

---

<sup>18</sup> Joint Communication to the European Parliament and the Council: Towards a comprehensive Strategy with Africa, Brussels, 9.3.2020, JOIN(2020) 4 final.

- (62) Tackling infectious diseases affecting sub-Saharan Africa with modern technology tools requires the involvement of a large set of actors and long-term commitments. The Global Health EDCTP3 Joint Undertaking should broker productive and sustainable North–South and South–South networking and cooperation, building relationships with multiple private and public sector organisations to strengthen project and institutional collaborations. The programme should also help to establish new North–South and South-South collaborations to conduct multi-country, multi-site studies in sub-Saharan Africa. In addition, a regular international conference, the EDCTP Forum, should provide a platform for scientists and relevant networks from Europe, Africa, and elsewhere to share findings and ideas, and to establish collaborative links.
- (63) The Global Health EDCTP3 Joint Undertaking should build on the experience gained during the EDCTP and EDCTP2 programmes, achieving results by harnessing investments of the Union, the member states, associated countries and African countries which could not have been achieved by individual countries or by the Union research framework programme alone. The EDCTP Association, representing the states participating in the programme, should contribute financially and with additional activities, to the EDCTP3 Programme and its implementation. It should provide meaningful participation and involvement of the sub-Saharan countries in the decision-making process, which is essential for tackling the burden of diseases in sub-Saharan countries. The initiative should include other international research funders, such as philanthropies, the pharmaceutical industry and other third countries, that should contribute to the partnership as contributing partners on an ad hoc basis. Furthermore, to increase the impact of the programme, the Global Health EDCTP3 Joint Undertaking should have, for specific calls, the possibility to identify legal entities that could participate in indirect actions. It should be possible to provide in the work programme that such legal entities would not be eligible for funding by the joint undertaking.

- (63a) The EDCTP3 Joint Undertaking includes member states and associated countries as members of the EDCTP Association, and thus a states' representative group should not be established.
- (64) It is essential that the research activities funded by Global Health EDCTP3 Joint Undertaking or otherwise covered by its work programme, are in full compliance with the Charter of Fundamental Rights of the European Union, the European Convention on Human Rights and its Supplementary Protocols, ethical principles included in the World Medical Association's Declaration of Helsinki of 2008, the standards of good clinical practice adopted by the International Conference on Harmonisation of Technical Requirements for Registration of Pharmaceuticals for Human Use, relevant Union legislation and local ethics requirements of the countries where the research activities are to be conducted. Furthermore, the Global Health EDCTP3 Joint Undertaking should require that the innovations and interventions developed based on results of the indirect actions supported by the programme be affordable and accessible for vulnerable populations.

(65) For the Global Health EDCTP3 Joint Undertaking to succeed and incentivise participation in the partnership, the joint undertaking funding should be restricted to legal entities eligible for funding under the Horizon Europe programme and established in constituent states of the European and Developing Countries Clinical Trials Partnership (EDCTP) Association. The entities established in other Union member states, associated countries and sub-Saharan African countries should still be able to participate in the calls without receiving funding. Additionally it should also be possible for entities established in other countries than members of the EDCTP3 Association to be eligible for funding in specific call topics or in case of a call addressing a public health emergency, where it is provided for in the work programme. The Global Health EDCTP3 Joint Undertaking should take all appropriate measures, including contractual, to protect the financial interests of the Union. The conclusion of science and technology agreements with third countries should be sought. Before their conclusion, where entities established in a third country without such an agreement participate with funding in an indirect action, alternative measures to safeguard Union interests should be applied by the EDCTP3 ~~EU~~ **Joint Undertaking**: the financial coordinator of the action should be established in a Member State or associated country and the amount of pre-financing as well as liability provisions of the grant agreement should be adapted to adequately take the financial risks into account.

(66) In the context of the European Commission’s priorities of “An economy that works for people” and “A Europe fit for the digital age”, the European industry, including SMEs, should become greener, more circular and more digital while remaining competitive on the global scale. The Commission has emphasized the role of medical devices and digital technologies addressing emerging challenges and the use of e-health services to provide high-quality health care, along with a call for ensuring the supply of affordable medicines to meet the Union’s needs, whilst supporting an innovative and world-leading European pharmaceutical industry. The Innovative Health Initiative Joint Undertaking aims to contribute towards strengthening the competitiveness of the Union’s health industry, a cornerstone of the Union’s knowledge-based economy, to an increased economic activity in the development of health technologies, notably of integrated health solutions, and thus serve as a tool for increasing technological sovereignty and fostering the digital transformation of our societies. Such political priorities can be achieved by bringing together the crucial players: the academia, companies of various sizes and end-users of health innovations, under the umbrella of a public-private partnership in health research and innovation. The Innovative Health Initiative Joint Undertaking should help reach the objectives of the ‘Europe’s Beating Cancer Plan’ and the ‘European One Health Action Plan against Antimicrobial Resistance’. The Innovative Health Initiative Joint Undertaking should be aligned with the new Industrial Strategy for Europe<sup>19</sup>, the Pharmaceutical Strategy for Europe<sup>20</sup> and the SME strategy for a sustainable and digital Europe<sup>21</sup> .

---

<sup>19</sup> COM(2020) 102.

<sup>20</sup> COM(2020) 761.

<sup>21</sup> COM(2020) 103.

- (67) The Innovative Health Initiative Joint Undertaking builds on the experience gained from the Innovative Medicine Initiative 2 Joint Undertaking (IMI2 Joint Undertaking) including the work done by this initiative to combat the COVID-19 pandemic. In line with the recommendations of the interim evaluation of IMI2 Joint Undertaking<sup>22</sup>, a successor initiative needs to “enable the active engagement of other industry sectors with the pharmaceutical industry to capitalise on their expertise in the development of new health care interventions”. Therefore, the industry sectors need to cover the biopharmaceutical, biotechnology and medical technology sectors, including companies active in the digital area. The scope of the initiative should cover prevention, diagnosis, treatment and disease management and must be established taking due account of the high burden for patients and/or society due to the severity of the disease and/or the number of people affected, as well as the high economic impact of the disease for patients and for health care systems. The funded actions must respond to the Union public health needs, supporting the development of future health innovations that are safe, people-centred, effective, cost-effective and affordable for patients and for health care systems.
- (68) To ensure the best opportunity for generating new scientific ideas and successful research and innovation activities, the key actors in Innovative Health Initiative Joint Undertaking should be researchers from various types of entities, public and private. At the same time, end-users such as Union citizens, health care professionals and health care providers should provide input into the strategic design and activities of the initiative, ensuring that it addresses their needs. Furthermore, Union-wide and national regulatory authorities, health technology assessment bodies and health care payers should also provide early input to the partnership’s activities, while ensuring the absence of any conflicts of interest, in order to increase the likelihood that the results of funded actions meet the requirements necessary for uptake and thus reaching the expected impacts. All that input should help better target research efforts towards areas of unmet need.

---

<sup>22</sup> The Interim Evaluation of the Innovative Medicines Initiative 2 Joint Undertaking (2014-2016) operating under Horizon 2020 (ISBN 978-92-79-69299-4).



- (69) Current health challenges and threats are global. Therefore, the initiative should be open to participation by international academic, industrial and regulatory actors, in order to benefit from wider access to data and expertise, to respond to emerging health threats and to achieve the necessary societal impact, notably improved health outcomes for Union citizens. At the same time, most of the partnership's activities should be conducted in the Union member states and in Horizon Europe associated countries.
- (70) The partnership's objectives should focus on the pre-competitive area, thereby creating a safe space for efficient collaboration between companies active in different health technologies. To reflect the integrative nature of the initiative, help break the silos between health industry sectors and strengthen the industry-academia collaborations, the majority of the projects funded by the initiative should be cross-sectoral.
- (71) The term Key Digital Technologies refers to electronic components and systems that underpin all major economic sectors. The Commission highlighted the need to master those technologies in Europe, notably in the context of delivering on European policy priorities such as digital technology autonomy<sup>23</sup>. The importance of the area and the challenges faced by the stakeholders in the Union require urgent action in order to leave no weak link in Europe's innovation and value chains. A mechanism at Union level should therefore be set up to combine and focus the provision of support to research and innovation in electronic components and systems by member states, the Union and the private sector.

---

<sup>23</sup> Communication from the Commission to the European Parliament, the Council, the European Economic and Social Committee and the Committee of the Regions on Shaping Europe's digital future (COM(2020) 67 final).

- (72) The Key Digital Technologies Joint Undertaking should address clearly defined topics that would enable European industries at large to design, manufacture and use the most innovative technologies in electronic components and systems. Structured and coordinated financial support at European level is necessary to help research teams and European industries maintain their current strengths at the leading edge in a highly competitive international context and close the gap in technologies that are critical for a digital transformation in Europe that reflects core Union values including privacy and trust, security and safety. Collaboration among stakeholders of the ecosystem, representing all segments of the value chains, is essential for the development of new technologies and the fast market uptake of innovation. Openness and flexibility to integrate relevant stakeholders, including in particular SMEs, in emerging or adjacent areas of technology, or in both, is also vital.
- (73) The Key Digital Technologies Joint Undertaking should combine the financial and technical means that are essential to master the escalating pace of innovation in this area, to generate important spill-overs for society, and to share risk-taking by aligning strategies and investments towards a common European interest. Therefore, the members of the Key Digital Technologies Joint Undertaking should be the Union, member states and associated countries to Horizon Europe on a voluntary basis, and associations as private members representing their constituent ~~companies~~ **entities**. ~~[and other legal entities active in the field of electronics components and systems in Europe]~~ Participation of member states will furthermore facilitate a coherent alignment with national programmes and strategies, reducing overlap and fragmentation of efforts while ensuring synergies across stakeholders and activities.

- (75) In implementing the contributions of the participating states to their national participants in indirect actions, the Key Digital Technologies Joint Undertaking should take into account that the participating states have to abide by strict national budgetary rules. In that respect, participating states and the joint undertaking should conclude legally binding agreements committing participating states to the payment of the full amount of their contribution to indirect actions throughout the lifetime of the initiative. Such agreements should be concluded in the context of the annual budgetary procedure and programming of the joint undertaking. The Governing Board should adopt the annual work programme taking due account of those agreements. Only after that and in line with the joint undertaking's financial rules, the authorising officer should make the budgetary and legal commitments for those indirect actions.
- (76) As a continuation of the practice established in the ECSEL Joint Undertaking, a derogation from Article 34 of the Horizon Europe Regulation is necessary in order to allow different **funding reimbursement** rates depending on the type of participant, **namely in particular SMEs and non-profit legal entities**, and the type of action, to be applied invariably across beneficiaries from all participating states. That should ensure the right balance of stakeholders' participation in the actions funded by the Key Digital Technologies Joint Undertaking and foster a higher involvement of SMEs as recommended in the ECSEL Joint Undertaking interim evaluation.

- (76a) The Key Digital Technologies Joint Undertaking includes member states and associated countries as members of the Public Authorities Board, and thus a state representative group should not be established.
- (77) The Union’s Single European Sky legal framework<sup>24</sup> seeks to reform the European air traffic management (ATM) system through institutional, operational, technological and regulatory actions with the aim of improving its performance in terms of capacity, safety, efficiency and environmental impact.
- (78) The Single European Sky Air Traffic Management (ATM) Research and Development project (the ‘SESAR project’)<sup>25</sup> aims to modernise ATM and to bundle technological and operational innovation in support of the Single European Sky. It aims at providing the technological solutions for a highly performing ATM by 2035 to enable an uncongested, even safer and more environmentally friendly functioning of the air transport sector. The SESAR project comprises three interrelated, continuous and evolving collaborative processes that define, develop and deploy innovative technological systems and operational procedures underlying the digital European sky defined in the European ATM Master Plan<sup>26</sup>.
- (79) The “European ATM Master Plan” is the planning tool for ATM modernisation across Europe, connecting ATM research and innovation activities with deployment activities scenarios to achieve the Single European Sky performance objectives.

---

<sup>24</sup> Regulation (EC) No 549/2004 of the European Parliament and of the Council of 10 March 2004 laying down the framework for the creation of the single European Sky (OJ L 96, 31.3.2004, p.1).

<sup>25</sup> Council Regulation (EC) No 219/2007 of 27 February 2007 on the establishment of a Joint Undertaking to develop the new generation European air traffic management system (SESAR) OJ L 64, 2.3.2007, p. 1.

<sup>26</sup> Council Decision 2009/320/EC endorsing the European Air Traffic Management Master Plan of the Single European Sky ATM Research (OJ L 95, 9.4.2009, p.41).

- (80) The SESAR Joint Undertaking was first established in 2007<sup>27</sup> with the objective of managing the definition and development phases of the SESAR project, by combining public and private sector funding provided by its members and by drawing on internal and external technical resources, as well as to execute and update, when necessary, the European ATM Master Plan. It established a new and efficient form of collaboration between stakeholders in a sector where progress is only possible when all stakeholders implement new solutions in a synchronised manner. Given the successful establishment of the SESAR brand name, the new Single European Sky ATM Research 3 Joint Undertaking should continue to make use of it.
- (81) The Single European Sky ATM Research 3 Joint Undertaking should build on the experience of the SESAR Joint Undertaking and continue its coordination role for ATM research in the Union. The main objectives of the Single European Sky ATM Research 3 Joint Undertaking should be to strengthen and further integrate the research and innovation capacity in Europe, helping to accelerate the digitalisation of the sector and rendering it more resilient and scalable to fluctuations in traffic. It should strengthen, through innovation, the competitiveness of manned and unmanned air transport and ATM services, to support economic recovery and growth. It should develop and accelerate the market uptake of innovative solutions to establish the Single European Sky airspace as the most efficient and environmentally friendly sky to fly in the world.

---

<sup>27</sup> Council Regulation (EC) No 219/2007 of 27 February 2007 on the establishment of a Joint Undertaking to develop the new generation European air traffic management system (SESAR), OJ L 64, 2.3.2007, p. 1.

- (82) The new Single European Sky ATM Research 3 Joint Undertaking should be able to develop and validate technical input assisting the Commission with regulatory activities in ATM, e.g. preparing all the technical documentation for the common projects established under the Single European Sky Regulation<sup>28</sup>, conducting technical studies or supporting standardisation activities. It should also ensure the stewardship of the European ATM Master Plan endorsed by Council Decision 2009/320/EC, including its monitoring, reporting and updating. In addition, the Commission should have votes in proportion to the Union contribution to the budget, and at least 25% of votes. This setup ensures that the Commission retains a strong ability to steer, from a policy perspective, the work carried out by the Joint Undertaking in relation to these tasks through the strengthened supervision mechanisms established for such bodies.
- (83) Participation in the Single European Sky ATM Research 3 Joint Undertaking should be open to the widest possible range and representation of stakeholders from all member states and countries associated to Horizon Europe, including SMEs, through different forms of participation. In particular, participation should ensure a proper balance between equipment manufacturers for both manned and unmanned aviation, airspace users, air navigation service providers, airports, military and professional staff associations, and offer opportunities to SMEs, academia and research organisations. In view of identifying the most promising approaches and entities capable of pursuing them, the Commission launched a call for expression of interest for potential members. The Governing Board should be allowed to select associated members on the basis of the results of that call in order to provide for a swift expansion of the group of members.

---

<sup>28</sup> COM(2020) 579, amended proposal for a Regulation of the European Parliament and of the Council on the implementation of the Single European Sky (recast).

- (84) Route charges are entirely borne by airspace users, who contribute indirectly to the research and development efforts financed by major ATM stakeholders like air navigation service providers or the manufacturing industry building and equipping the aircraft used by the airspace users. Therefore, airspace users should be given appropriate representation within the Single European Sky ATM Research 3 Joint Undertaking's Governing Board.
- (85) To ensure that the results of ATM exploratory (low Technology Readiness Levels) research are effectively used at higher Technology Readiness Levels, and in particular by the Single European Sky ATM Research 3 Joint Undertaking, the joint undertaking's programme office should manage such activities.
- (86) The EUROCONTROL Agency possesses an appropriate infrastructure and the necessary administrative, IT, communications and logistics support services. The Single European Sky ATM Research 3 Joint Undertaking should benefit from such infrastructure and services from EUROCONTROL. In this context, there are few potential synergies that could be gained from pooling administrative resources with other Joint Undertakings through a common back office. For this reason, the Single European Sky ATM Research 3 Joint Undertaking should opt out from the ~~common-back office functions~~ **arrangements** established by this Regulation.

(87) With the purpose of creating a broad stakeholder base for ensuring the Smart Networks and Services partnership's objectives, the 5G Infrastructure Association has been established building on the 5G Infrastructure Association. While the new industry association, in the first years following its establishment, is expected to only have a limited number of constituent and affiliated entities, it has the objective to include new members from stakeholder constituencies active in the Smart Network and Services value chain. Considering its expected modest size and the impact on its small and medium enterprises constituent entities, it is not sustainable for the association to contribute to 50% of the administrative costs of the Smart Networks and Services Joint Undertaking over its lifetime, in particular in the first years following its establishment. Additionally, the crisis brought about by the COVID-19 pandemic and its impacts on the economy has posed challenges on the European economic actors including in the field of ICT. Therefore it should be ensured that the private partners of the joint undertaking are able to fulfil their commitments, while the conditions remain attractive and incentivise new partners to join the association. The minimum percentage of annual financial contribution to the administrative costs from members other than the Union should therefore be 20% of the total annual administrative costs. In particular, it should be possible that small and medium sized enterprises constituent entities contribute less than bigger enterprises. The members of the joint undertaking other than the Union should endeavour to increase the number of constituent or affiliated entities in order to maximise their contribution of 50% of the administrative costs of the joint undertaking over its lifetime.



- (88) In the context of the European Commission’s priorities for 2019-2024 “A Europe fit for the digital age”, “An economy that works for people” and the policy objectives set out in the context of its Communications on “Shaping Europe’s digital future”, Europe needs to develop the critical digital infrastructures based on 5G networks and build its technological capacities towards 6G with a time horizon 2030. In this context the Commission has emphasized the strategic importance of a European Partnership for Smart Networks and Services to provide secure connectivity-based services to consumers and businesses. Those priorities can be achieved by bringing together the key players, that is to say industry, academia and public authorities, under the umbrella of a European partnership that builds on the achievements of the 5G PPP initiative, which successfully developed 5G technology and standards.
- (89) The Smart Networks and Services Joint Undertaking is designed to address policy issues in the field of digital infrastructure and to extend the technology scope of research and innovation for 6G networks. It should, with close involvement of member states, strengthen the response to Union policy and social needs regarding network energy efficiency, cybersecurity, technological sovereignty, privacy and ethics and will extend the research and innovation scope from networks to cloud based service provisioning as well as components and devices enabling services for citizens and a broad range of economic sectors such as health care, transport, manufacturing and media.
- (90) The public policy objectives related to Smart Networks and Services cannot be addressed solely by the industry and the Commission. Addressing them from a holistic and coordinated perspective notably requires the strategic involvement of member states as part of the governance structure. Therefore, the Governing Board should take utmost account of the opinions of the States’ Representatives Group, in particular as regards strategic guidance concerning work programmes and funding decisions.

- (91) Advanced 5G infrastructures will be the basis for developing the ecosystems for the digital and green transitions and, in the next step, for Europe's position to adopt 6G technology. The Connecting Europe Facility (CEF) 2 Digital programme as well as the Digital Europe Programme and InvestEU offer opportunities for the development of 5G and later 6G-based digital ecosystems. Taking into account the broad set of public and private stakeholders involved in such deployment projects, it is essential to coordinate the setting up of a strategic agenda, the contribution to the programming, as well as stakeholder information and engagement related to such programmes. As a strategic basis for those tasks, the Smart Networks and Services Joint Undertaking should coordinate the development of Strategic Deployment Agendas for the relevant areas of deployment, such as 5G systems along roads and along railways. Those agendas should inter alia set out deployment roadmaps, the main options for cooperation models and other strategic issues.
- (92) Article 20(3) of the Horizon Europe Regulation provides that, where appropriate, the Commission or funding body has to carry out a security scrutiny for proposals raising security issues.

- (93) Pursuant to the Council Conclusions of 3 December 2019 and the Recommendation of 26 March 2019 on Cybersecurity of 5G networks for coordinated action at Union level, the member states' Cooperation Group on Network and Information Security published the EU toolbox of risk mitigating measures concerning cyber-security of 5G networks of January 2020 (the toolbox). That toolbox includes a set of strategic and technical measures as well as supporting actions in order to mitigate the main cybersecurity risks of 5G networks, that have been identified in the Union coordinated risk assessment report, and to provide guidance for the selection of measures that should be prioritised in mitigation plans at national and at Union level. The Commission Communication of 29 January 2020 on Implementing the EU toolbox<sup>29</sup> endorses all measures and guidance set out in the toolbox and emphasizes the need for restrictions, including necessary exclusions, concerning suppliers considered to be high risk based on the factors specified in the EU coordinated risk assessment as well as measures to avoid dependency on these suppliers. It also identifies a set of specific actions for the Commission, in particular to ensure that participation in EU funding programmes in relevant technology domains will be conditional on compliance with security requirements, by making full use of and further implementing security conditions. Therefore, the implementation of this Regulation should introduce appropriate provisions to reflect the security measures through actions funded by the SNS Joint Undertaking and, on the basis of its recommendations, by other funding bodies implementing other Union programmes in the area of smart networks and services.
- (94) The joint undertakings under Horizon 2020 were set up for a period up to 31 December 2024. The joint undertakings should provide continued support to the respective research programmes by implementing the remaining actions initiated or continued under Regulations (EU) No 560/2014, (EU) No 558/2014, (EU) No 559/2014, (EU) No 557/2014, (EU) No 561/2014, (EU) No 642/2014 and Regulation (EC) No 219/2007 in accordance with those Regulations until their winding-up. In the interest of legal certainty and clarity those Regulations should therefore be repealed.

---

<sup>29</sup> COM(2020)50 of 29 January 2020.

- (95) The Union should act only where there is a demonstrable advantage that action at Union level is more effective than action taken at national, regional or local level. The initiatives focus on areas where there is a demonstrable value added in acting at the Union level due to the scale, speed and scope of the efforts needed for the Union to meet its long-term Treaty objectives and deliver on its strategic policy priorities and commitments. In addition, the proposed initiatives should be seen as complementary to and should reinforce national and sub-national activities in the same area.
- (96) Since the objectives of this Regulation cannot be sufficiently achieved by the member states, but can rather, by reason of avoiding unnecessary duplication, retaining critical mass and ensuring that public financing is used in an optimal way, be better achieved at the Union level, the Union may adopt measures, in accordance with the principle of subsidiarity as set out in Article 5 of the Treaty on European Union (TEU). In accordance with the principle of proportionality as set out in that Article, this Regulation does not go beyond what is necessary in order to achieve those objectives.

HAS ADOPTED THIS REGULATION:

# PART ONE

## COMMON PROVISIONS

### TITLE I

#### GENERAL PROVISIONS

##### *Article 1*

##### *Subject matter*

This Regulation sets up nine joint undertakings within the meaning of Article 187 of the Treaty on the Functioning of the European Union for the implementation of institutionalised European partnerships defined in Article 2(3) and referred to in point (c) of Article 10(1) of the Horizon Europe Regulation. It determines their objectives and tasks, membership, organisation and other operating rules.

##### *Article 2*

##### *Definitions*

For the purposes of this Regulation, the following definitions apply:

1. ‘member other than the Union’ means any participating state, private member or international organisation that is a member of a joint undertaking;
2. ‘founding member’ means any legal entity established in a member state, a country associated to the Horizon Europe Programme, or an international organisation that is identified as a member of a joint undertaking in this Regulation or in one of its Annexes;
3. ‘associated member’ means any legal entity established in a member state, a country associated to the Horizon Europe Programme or international organisation that accedes to a joint undertaking by signing a letter of commitment in accordance with Article 7(4) and subject to an approval in accordance with that article;

4. 'participating state' means any member state or country associated to the Horizon Europe Programme upon notification to participate in the activities of the relevant joint undertaking by means of a letter of commitment;
5. 'private member' means any **legal entity established under public or private law that is a** member of a joint undertaking other than the Union, participating states or international organisations;
6. 'constituent entities' means the entities that constitute a private member of a joint undertaking, **where the private member is an association** according to that member's statutes;
7. 'contributing partner' means any country, international organisation or legal entity other than a member, or a constituent entity of a member or an affiliated entity of either, that supports the objectives of a joint undertaking in its specific area of research and whose application has been approved in accordance with Article 9(3);
8. 'in-kind contributions to operational activities' means contributions by private members, their constituent entities, the affiliated entities of either, by international organisations and by contributing partners, consisting of the eligible costs incurred by them in implementing indirect actions less the contribution of that joint undertaking, **and of** the participating states of that joint undertaking ~~and any other Union contribution~~ to those costs;
9. 'additional activity' means an activity, included in the annual additional activities plan annexed to the main part of the work programme, that does not receive financial support from the joint undertaking but contributes to its objectives and is directly linked to the uptake of results from projects under that joint undertaking or its preceding initiatives or has a significant Union added-value;
10. 'in-kind contributions to additional activities' means contributions by the private members, their constituent entities or the affiliated entities of either, consisting of the costs incurred by them in implementing additional activities less any contribution to those costs from the Union and from the participating states of that joint undertaking;

11. 'preceding initiative' means any partnership in one of the areas covered by a joint undertaking that received financial support from one of the previous framework programmes for research;
12. 'Strategic Research and Innovation Agenda' means the document covering the duration of Horizon Europe that identifies the key priorities and the essential technologies and innovations required to achieve the objectives of a joint undertaking;
13. 'work programme' means the document referred to in point (25) of Article 2 of the Horizon Europe Regulation.
14. 'conflict of interest' means a situation involving a financial actor or other person as referred to in Article 61 of Regulation (EU, Euratom) No 2018/1046.

### *Article 3*

#### *Establishment*

1. The following joint undertakings are set up as Union bodies for a period ending on 31 December 2031:
  - (a) the Circular Bio-based Europe Joint Undertaking;
  - (b) the Clean Aviation Joint Undertaking;
  - (c) the Clean Hydrogen Joint Undertaking;
  - (d) the Europe's Rail Joint Undertaking;
  - (e) the Global Health EDCTP3 Joint Undertaking;
  - (f) the Innovative Health Initiative Joint Undertaking;

- (g) the Key Digital Technologies Joint Undertaking;
  - (h) the Single European Sky ATM Research 3 Joint Undertaking;
  - (i) the Smart Networks and Services Joint Undertaking.
2. The Union bodies referred to in paragraph 1 shall be collectively referred to as ‘the joint undertakings’.
  3. In order to take into account the duration of Horizon Europe, calls for proposals under the joint undertakings shall be launched at the latest by 31 December 2027. In duly justified cases, calls for proposals may be launched by 31 December 2028, at the latest.
  4. The joint undertakings shall have legal personality. In each of the member states, they shall enjoy the most extensive legal capacity accorded to legal persons under the laws of those member states. They may, in particular, acquire or dispose of movable and immovable property and may be a party to legal proceedings.
  5. The seat of the joint undertakings shall be in Brussels, Belgium.
  6. Unless specified otherwise, the provisions set out in Part One and Part Three shall apply to all joint undertakings. The provisions set out in Part Two shall apply to individual joint undertakings, as appropriate.
  7. For the purposes of Parts One and Three of this Regulation and unless specified otherwise, a reference to an individual joint undertaking or body shall denote a reference to each joint undertaking or each equivalent body of the individual joint undertakings and its competences in relation to other bodies of the same joint undertaking.



**TITLE II**  
**FUNCTIONING OF THE JOINT UNDERTAKINGS**

**CHAPTER 1**  
**Objectives and tasks**

*Article 4*  
*Objectives and principles*

1. The joint undertakings referred to in Article 3 shall contribute to the general and specific objectives of the Horizon Europe Regulation as set out in Article 3 thereof.
2. The joint undertakings shall, through the involvement and commitment of partners in designing and implementing a programme of research and innovation activities with European added value, deliver **collectively** on the following general objectives:
  - (a) strengthening and integrating the scientific and technological capacities **and facilitating collaborative links** across the Union to support the creation and diffusion of high-quality new knowledge notably with a view to deliver on global challenges, securing Union competitiveness, sustainability and contributing to a reinforced European Research Area;
  - (b) securing sustainability-driven global leadership of Union value chains in key technologies and industries in line with the industrial strategy for Europe and other relevant Union policies;

- (c) develop and accelerate the uptake of innovative solutions throughout the Union addressing climate, environmental, health, digital and other global societal challenges contributing to Union strategic priorities, in particular to reach the United Nations Sustainable Development Goals and achieve climate neutrality in the Union by 2050, thereby improving the quality of life of European citizens.

3. The joint undertakings shall deliver on the following specific objectives:

- (a) enhance the critical mass and scientific and technological capabilities and competences in cross-sectoral, cross policy, cross-border and interdisciplinary research and innovation across the Union as well as facilitate their integration into European ecosystems;
- (b) accelerate the green and digital transitions as well as economic, social and societal transformations in areas and sectors of strategic importance for Union priorities, in particular to reduce greenhouse gas emissions by 2030 in accordance with the targets set in line with the European Green Deal;
- (c) enhance the research and innovation capabilities and performance of existing and new European economic value chains, including in **start-ups and** small and medium-sized enterprises (SME);
- (d) accelerate the deployment, uptake and diffusion of innovative solutions in reinforced European research and innovation ecosystems and industrial ecosystems, including through wide and early engagement and co-creation with end-users, citizen and regulatory and standardisation bodies;
- (e) deliver environmental and productivity improvements in new products and services by exploiting Union capabilities and resources.

4. The joint undertakings shall also have the additional objectives set out in Part Two.
5. In the implementation of the Horizon Europe Regulation, the joint undertakings shall respect the principles set out in Article 7 of that Regulation.
6. The joint undertakings shall adhere to the conditions and criteria for European partnerships set out in Article 10 and Annex III of the Horizon Europe Regulation.

#### *Article 5*

##### *Operational objectives and tasks*

1. The joint undertakings shall adhere to the following operational objectives in accordance with the criteria set out in Annex III of the Horizon Europe Regulation, and contribute to the operational objectives of Horizon Europe set out in the Specific Programme implementing Horizon Europe, established by Council Decision (EU) 2021/764:
  - (a) reinforce and spread excellence, including by fostering wider participation throughout the Union;
  - (b) stimulate research and innovation activities in SMEs and contribute to the creation and scaling-up of innovative companies, in particular start-ups, SMEs, and, in exceptional cases, small mid-caps;
  - (c) reinforce the link between research, innovation, and where appropriate, education and other policies, including complementarities with national and regional and Union research and innovation policies and activities;
  - (d) increase collaboration links in European research and innovation and across sectors and disciplines, including social sciences and humanities;
  - (e) strengthen international cooperation;

- (f) increase public awareness, acceptance, respond to demand and encourage the diffusion and uptake of new solutions by involving, **where appropriate**, citizens and end-users in co-design and co-creation processes;
- (g) encourage exploitation of research and innovation results and actively disseminate and exploit results, in particular for leveraging private investments and for policy development;
- (h) accelerate industrial transformation, including through improved skills for innovation and advancing digital technology;
- (i) support the scientific evidence-based implementation of related Union policies, as well as regulatory, standardisation and sustainable investment activities at national, European and global levels.

2. The joint undertakings shall carry out the following tasks by adopting a systemic approach in achieving the objectives:

- (a) provide financial support, mainly in the form of grants, to research and innovation indirect actions, selected following open and competitive calls except in duly justified cases specified in their work programme in order to set additional conditions requiring the participation of a members of the joint undertaking or their constituent or affiliated entities;
- (b) develop close cooperation and ensure coordination with other European partnerships, including by dedicating, where appropriate, a part of the joint undertaking's budget to joint calls;

- (c) seek **and maximise** synergies with and, where appropriate, possibilities for further funding from relevant activities and programmes at Union, national, and regional level, in particular with those supporting the deployment and uptake of innovative solutions, training, education and regional development, such as Cohesion policy funds ~~in line with smart specialisation strategies~~ **and or** the National Recovery and Resilience Plans;
- (d) ensure their operations contribute towards the strategic multiannual planning, reporting, monitoring and evaluation and other requirements of Horizon Europe set out in Articles 50 and 52 of the Horizon Europe Regulation, such as, the implementation of the common policy feedback framework;
- (e) promote the involvement of SMEs in their activities and ensure timely information to ~~SMEs~~ **them**, in line with the objectives of Horizon Europe;
- (ea) develop and implement measures for attracting newcomers, in particularly SMEs, universities and research organisations, and for expanding collaborative networks;
- (f) mobilise the public and private sector resources needed to achieve the objectives set out in this Regulation;
- (g) monitor progress towards the achievement of the objectives set out in this Regulation as well as according to those set out in Article 50 and Annex V of the Horizon Europe Regulation;
- (h) define and implement their work programme;

- (i) liaise with the most extensive range of stakeholders including, but not limited to, decentralised agencies, research organisations and universities, end users and public authorities, in particular for the purpose of defining the priorities and activities of each initiative as well as to ensure inclusiveness;
- (j) engage in information, communication, publicity and dissemination and exploitation activities by applying *mutatis mutandis* Article 51 of the Horizon Europe Regulation, including by making the detailed information on results from funded research and innovation activities available and accessible in a common Horizon Europe e-database;
- (k) provide the Commission with the necessary technical, scientific and administrative support to carry out its tasks for the purposes of ensuring the proper functioning and development in the Union of the specific areas addressed by the joint undertaking;
- (l) contribute to developing a more effective science-policy interface, to fostering open science by ensuring better use of results and to addressing policy needs, as well as to promoting faster dissemination and uptake of results;
- (m) identify and report – in line with the common policy feedback framework and with strategies and actions to support the European Green Deal objectives – the relevant knowledge acquired from the management of research and innovation projects and their results to the Commission to serve as input for monitoring, evaluating, and rectifying (if necessary) existing policy measures or shaping new policy initiatives and decisions;
- (n) support the Commission in the development and implementation of a robust science-based Technical Screening criteria pursuant to Article 3 of the Regulation (EU) 2020/852 on sustainable investments, by monitoring, and assessing its implementation within the economic sector they operate, in order to provide ‘ad hoc’ feedback to policy making, when needed;

- (o) consider the ‘Do No Significant Harm Principle’ pursuant to Article 17 of Regulation (EU) 2020/852 and take into account the provisions of that Regulation to improve access to sustainable finance, where relevant;
  - (p) perform any other task necessary to achieve the objectives set out in this Regulation.
3. In addition to the tasks set out in this Article and in Part Two, the joint undertakings may be entrusted with the implementation of additional tasks requiring cumulative, complementary or combined funding between Union programmes.

## CHAPTER 2

### Members, contributing partners and contributions

#### *Article 6*

##### *Members*

1. The members of the joint undertakings referred to in Article 3 shall be the Union, represented by the Commission and any of the following, as specified in Part II:
  - (a) Participating States;
  - (b) Founding Members;
  - (c) Associated Members.
2. Membership to a joint undertaking may not be transferred to a third party without the prior agreement of the governing board referred to in Chapter 3, Section 1 of this Title.

#### *Article 7*

##### *Selection of associated members*

1. Joint undertakings may launch open and transparent calls for expression of interest in view of selecting associated members. Joint undertakings whose founding members are listed in Annexes I, II and III shall launch such calls. The call for expression of interest shall set out the key capacities needed in order to achieve the objectives of the joint undertaking. All calls shall be published on the joint undertaking's website and communicated through all appropriate channels, including, where applicable, the states' representatives group, in order to ensure the widest possible participation in the interest of achieving the objectives of the joint undertaking.



2. The executive director shall assess the applications for membership with the assistance of independent experts and, where appropriate, of relevant bodies of the joint undertaking, on the basis of documented knowledge, experience and ~~potential~~ added value of the applicant in achieving the objectives of the joint undertaking, the applicant's financial soundness and long-term commitment for financial and in-kind contributions to the joint undertaking, and taking into account potential conflicts of interest.
3. The governing board shall assess and approve or reject applications for membership.
4. A letter of commitment shall be signed between the selected associated members and the executive director, acting as representative of the joint undertaking, which shall detail the scope of the membership in terms of content, activities and duration, the associated members' contribution to the joint undertaking, including an indication of the envisaged additional activities referred to in point (b) of Article 11(1), as well as provisions relating to the associated member's representation and voting rights within the governing board.

#### *Article 8*

##### *Changes to or termination of membership*

1. Any member of a joint undertaking may terminate its membership to that joint undertaking. The termination shall become effective and irrevocable six months after notification to the executive director of the joint undertaking, who shall inform the other members. As from the date of termination, the member shall be discharged from any obligations other than those approved or incurred by the joint undertaking prior to terminating the membership, unless mutually agreed otherwise.
2. Each private member shall inform the joint undertaking of any merger or acquisition between members likely to affect the joint undertaking or any takeover of a member by an entity that is not a member of the joint undertaking.

3. The governing board shall decide whether to terminate the membership of any member referred to in paragraph 2, with a view to ensure business continuity and to protect the Union's or the joint undertaking's interest. The termination shall become effective and irrevocable no later than six months from the decision of the governing board or on the date specified in that decision, whichever is earlier. The member or members concerned shall not participate in the vote of the governing board.
4. Each private member shall inform the joint undertaking of any other significant changes in its ownership, control or composition. Where the Commission considers that the change is likely to affect the Union's or the joint undertaking's interest on grounds of security or public order, it may propose to the governing board to terminate the membership of the concerned private member. The governing board shall decide on a termination of the membership of the member concerned. The private member concerned shall not participate in the vote of the governing board.
5. The termination shall become effective and irrevocable not later than six months from the decision of the governing board or on the date specified in that decision, whichever is earlier.
6. The governing board may terminate the membership of any member that fails to fulfil its obligations pursuant to this Regulation. The procedure set out in Article 26(6) applies *mutatis mutandis*.
7. Where there is a change to membership or termination, the joint undertaking shall immediately publish on its website an updated list of its members, together with the date when such change shall take effect.
8. Where appropriate and subject to Article 15(2), the governing board shall decide on a redistribution of the voting rights in the governing board due to the change to membership or due to termination.

*Article 9*  
*Contributing partners*

1. Any candidate contributing partner as defined in Article 2(7) shall submit a letter of endorsement to the governing board. The letter of endorsement shall specify the scope of the partnership in terms of subject matter, activities and duration and detail the applicant's contribution to the joint undertaking.
2. The governing board shall assess the letter of endorsement and shall approve or reject the application.
43. Contributing partners shall not have voting rights in the governing board of a joint undertaking.

*Article 10*  
*Union financial contribution*

1. The Union financial contribution to the joint undertakings, including EEA appropriations, shall cover administrative and operational costs up to the maximum amounts specified in Part Two provided that that amount is at least matched by the contribution of members other than the Union, or its constituent or affiliated entities.
- 1a. The **amount of the** Union contribution specified in Part Two may be increased with contributions from third countries **associated to Horizon Europe** in line with Article 16(5) of Horizon Europe Regulation and provided that **the total** ~~that~~ amount **by which the Union contribution is increased** is at least matched by the contribution of members other than the Union, or its constituent or affiliated entities.

2. The Union contribution shall be paid from the appropriations in the general budget of the Union allocated to the Specific Programme implementing Horizon Europe, established by Council Decision (EU) 2021/764, in accordance with point (iv) of Article 62(1)(c) and Article 154 of Regulation (EU, Euratom) 2018/1046 in case of bodies referred to in Article 71 of that Regulation.
3. Additional Union funds complementing the contribution referred to in paragraph 2 may be entrusted to the joint undertakings in accordance with point (iv) of Article 62(1)(c) and Article 154 of Regulation (EU, Euratom) 2018/1046.
4. For contributions corresponding to additional tasks entrusted to a Joint Undertaking in accordance with Article 5(3) or paragraph 3 of this Article, the requirements of Article 155 of Regulation (EU, Euratom) 2018/1046 are applicable.
5. Additional contributions from Union programmes corresponding to additional tasks entrusted to a joint undertaking pursuant to paragraph 3 of this Article or Article 5(3) shall not be accounted for in the calculation of the Union maximum financial contribution specified in Part Two.

#### *Article 11*

##### *Contributions from members other than the Union and contributing partners*

1. Unless specified otherwise in Part Two, the contributions of private members shall consist of financial contributions and of any of the following:
  - (a) in-kind contributions to operational activities;
  - (b) in-kind contributions to additional activities, approved by the governing board in accordance with point (l) of Article 16(2).

2. Unless specified otherwise in Part Two, the private members shall report by 31 March each year to their respective governing board on the value of the contributions referred to in point (b) of paragraph 1 made in each of the previous financial years. For the purpose of valuing these contributions, the costs shall be determined in accordance with the usual cost accounting practices of the entities concerned, to the applicable accounting standards of the country where the entity is established, and to the applicable International Accounting Standards and International Financial Reporting Standards. The costs shall be certified by an independent external auditor appointed by the entity concerned and shall not be audited by the joint undertaking concerned or any Union body. The valuation method may be verified by the joint undertaking concerned should there be any uncertainty arising from the certification. In duly specified cases, the governing board may authorise the use of lump-sums or unit costs for valuing the contributions.
4. The contributions from participating states shall consist of financial contributions. The participating states shall report by 31 January of each year to the governing board on the financial contributions made in the previous financial year.
5. The contributions from international organisations shall consist of financial contributions and in kind contributions to operational activities.
6. The contributions from contributing partners shall correspond to the amounts they have committed in the letter of endorsement when becoming a contributing partner and shall consist of financial contributions and in-kind contributions to operational activities.
7. The Commission may terminate, proportionally reduce or suspend the Union financial contribution to a joint undertaking or trigger the winding up procedure referred to in Article 43 in any of the following cases:
  - (a) where the joint undertaking concerned fails to meet the conditions for the entrustment of the Union contribution;

- (b) where the members other than the Union or their constituent or affiliated entities fail to contribute, contribute only partially, do not respect the time limits set out in paragraph 2 with regard to the contribution referred to in paragraphs 1, 4 and 5 of this Article;
- (c) as a result of the evaluations referred to in Article 171(2).
8. The Commission's decision to terminate, proportionally reduce or suspend the Union financial contribution shall not hinder the reimbursement of eligible costs already incurred by the members other than the Union before the decision is notified to the joint undertaking.
9. Following the procedure set out in Article 26(6), any member of the joint undertaking other than the Union that fails to meet their commitments concerning the contributions referred to in this Regulation shall be disqualified from voting in the governing board until their obligations have been met. Where any such member fails to meet their obligations upon expiry of an additional six-month period, their membership shall be revoked, unless the governing board decides otherwise in duly justified cases. The entity concerned shall not participate in the vote of the governing board.

*Article 11a<sup>30</sup>*

Management of contributions from the Participating States

1. Each participating state shall make an indicative commitment of the amount of their national financial contributions to the joint undertaking. Such commitment shall be made prior to the adoption of the work programme.

---

<sup>30</sup> *For lawyer-linguists: Article 129 is deleted and replaced by Article 11a.*

In addition to criteria set out in Article 22 of Horizon Europe, the work programme may include, as an annex, eligibility criteria regarding national legal entities.

Each participating state shall entrust the joint undertaking with the evaluation of the proposals according to Horizon Europe rules.

The selection of proposals shall be based on the ranking list provided by the evaluation committee. The body responsible for selection may deviate from that list **in duly justified cases as set out in the work programme** to ensure the overall consistency of the portfolio approach.

Each participating state shall have a right of veto on all issues concerning the use of its own national financial contributions to the joint undertaking on the basis of national strategic priorities.

2. Each Participating State shall conclude one or more administrative agreements with the joint undertaking laying down the coordination mechanism for the payment of and reporting on contributions to applicants established in that Participating State. This agreement shall include the schedule, conditions of payment, reporting requirements and audit.

Each Participating State shall strive to synchronise its payment schedule, reporting and audits, with those of the joint undertaking and to converge its cost eligibility rules with Horizon Europe's rules.

3. In the agreement referred to in paragraph 2, each participating state may entrust the joint undertaking with the payment of its contribution to its beneficiaries. After the selection of proposals, the participating state shall commit the amount necessary for payments. The audit authorities of the participating state may audit their respective national contributions.

## CHAPTER 3

### Organisation of the joint undertakings

#### *Article 12*

##### *Synergies and efficiencies in ~~common~~ back office functions arrangements*

1. Joint undertakings shall, within one year following the adoption of this Regulation, operate ~~common~~ back office functions arrangements by concluding service level agreements, unless specified otherwise in Part Two and subject to the need to guarantee an equivalent level of protection of the Union's financial interest when entrusting budgetary implementation tasks to joint undertakings. Such ~~functions~~ arrangements shall include the following areas, subject to confirmation of viability and following screening of resources:
  - (a) human resource support;
  - (b) legal support;
  - (c) information and communication technologies;
  - (d) accounting (excluding treasury);
  - (e) communication;
  - (f) logistics, events and meeting room management;
  - (g) support for audit and anti-fraud strategy.
  
2. The ~~common~~ back office functions arrangements referred to in paragraph 1 shall be provided by one or more selected joint undertakings to all others. Interrelated ~~functions~~ arrangements shall be kept within the same joint undertaking **to the extent appropriate for efficient and effective implementation of the tasks concerned** in order to ensure a coherent organisational structure.



3. The service level agreements referred to in paragraph 1 shall enable the transfer of appropriations or the recovery of costs for the provision of the common services between the joint undertakings.
4. Without prejudice to the reassignment to other tasks within the joint undertaking, or to other administrative arrangements, which do not impact contracts of employment, staff assigned to the functions transferred to **for the purpose of** the ~~common~~ back office **arrangements**, hosted by another joint undertaking, may be transferred to that joint undertaking. Where a member of the staff concerned expresses his or her refusal in writing, the contract of that member of staff, may be terminated by the joint undertaking under the conditions referred to in Article 47 of the CEOS.
5. Staff referred to in paragraph 4, who is transferred to the joint undertaking hosting the ~~common~~ back office **arrangements**, shall keep the same type of contract and function group and grade, and shall be deemed to have served their entire service in that joint undertaking.

### *Article 13*

#### *Bodies of the joint undertakings*

1. Each joint undertaking shall have a governing board, an executive director and, except in joint undertakings where states are represented in the Governing Board, a states' representatives group.
2. A joint undertaking may also have a scientific advisory body and a stakeholders group and ~~such~~ **any** other body in accordance with the provisions in Part Two.
3. When carrying out its tasks, each body of the joint undertakings shall only pursue the objectives set out in this Regulation and shall only act within the scope of the activities of the joint undertaking for the purpose of which it was established.
4. Without prejudice to paragraph 3, bodies of two or more joint undertakings may decide to establish a structured cooperation, including through regular meetings or joint committees.

## **SECTION 1**

### **GOVERNING BOARD**

#### *Article 14*

##### *Composition of the governing board*

1. The governing board shall be composed of at least two representatives of the Commission on behalf of the Union and of the number of representatives from each of the members of the joint undertaking other than the Union as set out in Part Two in relation to each joint undertaking.
2. Where, in accordance with Article 6(1)(b), the members of the joint undertaking include participating states, one representative of each participating state shall be appointed to the governing board.

#### *Article 15*

##### *Functioning of the governing board*

1. The representatives of the members in the governing board shall make every effort to adopt decisions by consensus. Failing consensus a vote shall be held. A decision shall be deemed adopted by a majority of at least 75% of the votes including the votes of representatives who are absent, but excluding abstentions.

Adoption of decisions by the governing board may also be subject to any relevant specific rules set out in Part Two.

- 1a. The presence of the Commission, at least 50% of the private members and, if applicable, at least 50% of participating states' delegates is required to enable the governing board to vote.

2. The Union shall hold 50% of the voting rights, unless specified otherwise in Part Two. The voting rights of the Union shall be indivisible.

The voting rights of the members other than the Union shall be subject to the specific rules set out in Part Two. **Unless specified otherwise in Part Two, each of the representatives of the members other than the Union shall hold an equal number of votes.**

3. The chairperson of the governing board shall be appointed on a rotating annual basis by the Union and by the other representatives, in turn, unless otherwise provided in Part Two.
4. The governing board shall hold ordinary meetings at least twice a year. Extraordinary meetings may be convened at the request of the chairperson, of the executive director, of the Commission or of a majority of the representatives of the members other than the Union or of the participating states. The meetings of the governing board shall be convened by the chairperson and shall take place at the seat of the joint undertaking concerned, unless decided otherwise by the governing board in duly justified cases.
5. The executive director shall attend the meetings and shall have the right to take part in the deliberations but shall have no voting rights.
6. The chairperson and vice-chairperson of the states' representative group shall have observer status in the governing board meetings. The chairpersons of the other bodies of the joint undertaking concerned shall have the right to attend meetings of the governing board as observers whenever issues falling within the scope of their tasks are discussed. Observers may take part in deliberations but shall have no voting rights.
7. Other persons, in particular representatives of other European partnerships, executive or regulatory agencies, regional authorities within the Union and European technology platforms may also be invited to attend by the chairperson as observers on a case-by-case basis subject to the rules on confidentiality and conflict of interest.

9. The representatives of the members shall not be personally liable for actions they have taken in their capacity as representatives on the governing board.
10. The governing board shall adopt its own rules of procedure.
11. The representatives of the members and observers shall be bound by the provisions of a code of conduct which shall establish their obligations to safeguard the integrity and reputation of the joint undertaking concerned and of the Union.

#### *Article 16*

##### *Tasks of the governing board*

1. The governing board of each joint undertaking shall have overall responsibility for the strategic orientation and the operations of that joint undertaking and shall supervise the implementation of its activities.

The Commission, in its role in the governing board, shall seek to ensure coordination between the activities of the joint undertakings and the relevant activities of Union funding programmes with a view to promoting synergies and complementarities while avoiding duplications when identifying priorities covered by collaborative research.

2. The governing board shall carry out the following tasks:
  - (a) take measures to implement **the joint undertaking's** its general, specific and operational objectives, assess their effectiveness, ensure close and timely monitoring of the progress of the joint undertaking's research and innovation programme and individual actions in relation to the priorities of the Union and the Strategic Research and Innovation Agenda, **including in relation to coherence and complementarity with regional or national programmes,** and take corrective measures where needed to ensure that the joint undertaking meets its objectives;

- (b) assess, accept or reject applications for membership in accordance with Article 7;
- (c) assess, accept or reject applications of prospective contributing partners in accordance with Article 9;
- (d) decide on the termination of the membership in the joint undertaking with regard to any member that does not fulfil its obligations pursuant to this Regulation or in accordance with paragraphs (2) and (3) of Article 8;
- (e) adopt the financial rules of the joint undertaking in accordance with Article 25;
- (f) adopt the annual budget and the staff establishment plan including the number of permanent and temporary posts by function group and by grade as well as the number of contract staff and seconded national experts expressed in full-time equivalents;
- (g) decide on the distribution of administrative costs among the members other than the Union, where these members fail to reach an agreement in accordance with Article 26(2);
- (h) exercise in accordance with paragraph 4 and with regard to the staff of the joint undertaking, the powers conferred by the Staff Regulations of Officials of the European Union (the ‘Staff Regulations’) on the Appointing Authority and by the Conditions of Employment of Other Servants of the European Union (the ‘CEOS’) on the Authority Empowered to Conclude a Contract of Employment ("the appointing authority powers");
- (i) appoint, dismiss, extend the term of office, provide guidance and monitor the performance of the executive director;

- (j) adopt the Strategic Research and Innovation Agenda at the beginning of the initiative and amend it throughout the duration of Horizon Europe, where necessary. The Strategic Research and Innovation Agenda shall identify the partnership's targeted impact, foreseen portfolio of activities, measurable expected outcomes, resources, deliverables, and milestones within a defined timeframe. It shall also identify the other European partnerships with which the joint undertaking shall establish a formal and regular collaboration and the possibilities for synergies between the joint undertaking's actions and national or regional initiatives and policies based on information received by the participating states or the states' representatives group as well as synergies with other Union programmes;
- (k) adopt the work programme and corresponding expenditure estimates as proposed by the executive director, after taking into consideration the states' representative group's opinion, to implement the Strategic Research and Innovation Agenda, including the administrative activities, the content of the calls for proposals, the research areas subject to joint calls and cooperation with other partnerships, the applicable funding rate, as well as the related rules for submission, evaluation, selection, award and review procedures, with particular attention to the feedback to policy requirements;
- (ka) consult and take into account the opinion of the states' representative group before adoption of the work programme, where considering applying Article 22(5) of the Horizon Europe Regulation;**
- (kaa) adopt measures for attracting newcomers, in particularly SMEs, universities and research organisations, into the activities and actions of the joint undertaking;
- (l) approve the annual additional activities plan, set out in an annex to the main part of the work programme, on the basis of a proposal from the members other than the Union and after having consulted the scientific advisory body or such body as set out in Part Two and after taking into consideration the states' representative group's opinion;

- (m) provide strategic orientation as regards the collaboration with other European partnerships in accordance with the Strategic Research and Innovation Agenda;
- (n) assess and approve the consolidated annual activity report, including the corresponding expenditure and the budget dedicated to joint calls with other European partnerships;
- (o) deliver an opinion on the joint undertaking's final accounts;
- (p) make arrangements, as appropriate, for the establishment of an internal audit capability of the joint undertaking;
- (q) approve the organisational structure of the programme office upon recommendation of the executive director;
- (r) approve the joint undertaking's communication policy upon recommendation by the executive director;
- (s) unless specified otherwise in Part II, approve the list of actions selected for funding;
- (t) adopt implementing rules for giving effect to the Staff Regulations and the Conditions of Employment of Other Servants in accordance with Article 110(2) of the Staff Regulations;
- (u) adopt rules on the secondment of national experts to the joint undertakings or the use of trainees;
- (v) set up, as required, advisory or working groups, including in collaboration with other joint undertakings, in addition to the bodies of the joint undertaking referred to in Article 13, for a determined period of time and to fulfil a specific purpose;
- (w) submit to the Commission, where appropriate, requests to amend this Regulation;

- (x) request scientific advice or analysis on specific issues to the joint undertaking's scientific advisory body or its members, including as regards developments in adjacent sectors;
  - (y) adopt by the end of 2022 a plan for the phasing-out of the joint undertaking from Horizon Europe funding upon recommendation of the executive director;
  - (z) ensure the performance of any task that is not specifically assigned to a particular body of a joint undertaking, subject to the possibility that the governing board may assign such task to another body of the joint undertaking concerned.
3. The governing board of a joint undertaking may also be subject to specific rules set out in Part Two.
  4. The governing board shall adopt, in accordance with Article 110(2) of the Staff Regulations, a decision based on Article 2(1) of those Staff Regulations and on Article 6 of the CEOS, delegating relevant appointing authority powers to the executive director and defining the conditions under which that delegation of powers can be suspended. The executive director shall be authorised to sub-delegate those powers.
  5. The governing board shall take into consideration the states' representatives group's opinion, if any, before voting.



## SECTION 2

### EXECUTIVE DIRECTOR

#### *Article 17*

#### *Appointment, dismissal and extension of the term of office of the executive director*

1. The executive director shall be appointed by the governing board on the basis of merit and skills, from the list of candidates proposed by the Commission, following an open and transparent selection procedure which shall respect the principle of gender balance.
2. The Commission shall propose a list of candidates, preferably at least three, for executive director after consultation with the members other than the Union of the joint undertaking. For the purpose of such consultation, each type of members other than the Union of the joint undertaking shall appoint one representative as well as one observer on behalf of the governing board.
3. The executive director shall be a member of staff and shall be engaged as a temporary agent of the joint undertaking under Article 2(a) of the CEOS.  
  
For the purpose of concluding the contract of the executive director, the joint undertaking shall be represented by the chairperson of the governing board.
4. The term of office of the executive director shall be four years. By the end of that period, the Commission after consulting the members other than the Union shall carry out an assessment of the performance of the executive director and the future tasks and challenges of the joint undertaking.
5. The governing board of the joint undertaking, acting on a proposal from the Commission which takes into account the assessment referred to in paragraph 4, may extend the term of office of the executive director once, for a period of not more than three years.
6. An executive director whose term of office has been extended may not participate in another selection procedure for the same post.

7. An executive director may be dismissed only upon a decision of the governing board acting on a proposal from the Commission, after consulting the States' Representative Group and the members other than the Union of the joint undertaking.

*Article 18*

*Tasks of the executive director*

1. The executive director shall be the chief executive responsible for the day-to-day management of the joint undertaking in accordance with the decisions of the governing board. He or she shall provide the governing board with all information necessary for the performance of its functions. Without prejudice to the respective competencies of the Union institutions and the governing board, the executive director shall neither seek nor take instructions from any government or from any other body.
2. The executive director shall be the legal representative of the joint undertaking. He or she shall be accountable to the governing board of the joint undertaking.
3. The executive director shall implement the budget of the joint undertaking.
4. The executive director shall carry out the following tasks for the joint undertaking:
  - (a) ensure sustainable and efficient management of the joint undertaking and efficient implementation of the work programme;
  - (b) prepare and submit for adoption to the governing board the draft annual budget and the staff establishment plan;
  - (c) prepare **and, after having taken into account the opinion of** ~~consult~~ the state's' representative group, ~~and~~ submit for adoption to the governing board the work programme and the corresponding expenditure estimates for the joint undertaking, to implement the Strategic Research and Innovation Agenda;
  - (d) submit for opinion to the governing board the annual accounts for the joint undertaking;

- (e) prepare and submit for assessment and approval to the governing board the consolidated annual activity report, including information on the corresponding expenditure and contributions from members other than the Union referred to in Article 11(1);
- (f) monitor the contributions referred to in Article 11(1), report to the governing board regularly on the progress in achieving the targets and propose remedial or corrective measures, where necessary;
- (fa) monitor the implementation of measures for attracting newcomers, in particularly SMEs, universities and research organisations;
- (g) establish a formal and regular collaboration with the European partnerships identified in the Strategic Research and Innovation Agenda and in accordance with the strategic orientation provided by the governing board;
- (h) following invitation from the Chair, inform regularly the relevant configuration of the Horizon Europe programme committee **in the context of Article 14(7) and Annex III of the Specific Programme implementing Horizon Europe, and in particular, before adoption of the work programme of the joint undertaking, in relation to the application of Article 22(5) of the Horizon Europe Regulation**;
- (i) submit for approval to the governing board the list of actions to be selected for funding by the joint undertaking;
- (j) assess applications for associated members to the joint undertaking following an open call for expression of interest and submit proposals for associated members to the governing board;
- (k) inform regularly the other bodies of the joint undertaking on all matters relevant to their role;

- (l) sign individual grant agreements and decisions in his or her remit on behalf of the joint undertaking;
- (m) sign procurement contracts on behalf of the joint undertaking;
- (ma) ensure the programme's monitoring and assessment of the progress compared to relevant impact indicators and the joint undertaking's specific objectives as defined in Part II and in accordance with Article 171;
- (n) implement the communications policy of the joint undertaking;
- (o) organise, direct and supervise the operations and the staff of the joint undertaking within the limits of the delegations by the governing board;
- (p) establish and ensure the functioning of an effective and efficient internal control system and report any significant change to it to the governing board;
- (q) protect the financial interests of the Union and of other members by applying preventive measures against fraud, corruption and any other illegal activities by means of effective checks and, if irregularities are detected, by recovering amounts that were wrongly paid and, where appropriate, imposing effective, proportionate and dissuasive administrative and financial penalties;
- (r) ensure the carrying out of risk assessments and risk management for the joint undertaking;
- (s) take any other measures necessary for assessing the progress of the joint undertaking towards achieving its objectives;
- (t) prepare and submit for adoption to the governing board a plan for the phasing out of the joint undertaking from Horizon Europe funding;

- (u) perform any other tasks entrusted or delegated to him or her by the governing board or as may be required by this Regulation;
  - (v) have the power to delegate his or her powers to other staff members subject to rules to be adopted in accordance with the last paragraph of Article 16(4).
5. The executive director may also be subject to any specific rules set out in Part Two.
6. The executive director shall set up a programme office for the execution, under his or her responsibility, of all support tasks of the joint undertaking deriving from this Regulation. The programme office shall be composed of the staff of the joint undertaking and shall in particular carry out the following tasks:
- (a) provide support in establishing and managing an appropriate accounting system in accordance with the financial rules for the joint undertaking;
  - (b) manage the implementation of the work programme of the joint undertaking throughout the implementation cycle;
  - (c) provide to the members of the joint undertaking and its bodies all relevant and timely information and support necessary for them to perform their duties;
  - (d) act as the secretariat of the bodies of the joint undertaking and provide support to advisory groups set up by the governing board, if any.

## SECTION 3

### ADVISORY BODIES

#### *Article 18a<sup>31</sup>*

#### *States' Representatives Group*

1. Except in cases where member states and associated countries participate in a joint undertaking as members or constituent entities of members, joint undertakings shall establish a states' representatives group as specified in Part Two subject to the provisions in this Article.
2. The states' representatives group shall consist of one representative and one alternate from each member state and of each associated country. The states' representatives group shall elect a chairperson and vice-chairperson from among its members.
3. The states' representatives group shall meet at least twice a year. The meetings shall be convened by the chairperson or by at least one third of the states' representatives group members. The chairperson of the governing board and the executive director or their representatives shall attend the meetings as observers.
4. The meetings of the states' representatives group may be regulated by any relevant specific provisions set out in Part Two.
5. The chairperson of the states' representatives group may invite other persons to attend its meetings as observers, in particular representatives of relevant federal or regional authorities within the Union, representatives of academia, SME associations or industry associations and representatives of other bodies of the joint undertaking.
6. The agenda of the State Representatives Group's meetings shall be circulated sufficiently in advance to ensure appropriate representation by each member state and associated country. The agenda shall also be timely circulated for information to the governing board.

---

<sup>31</sup> *For lawyer-linguists: formerly Article 20*

7. The states' representatives group shall be consulted and, in particular, it shall review information and provide opinions on the following matters:
- (a) programme progress of the joint undertaking and achievement of its targets and expected impacts as part of Horizon Europe, including the information on calls for proposals and the proposals evaluation process;
  - (b) updating of the strategic research and innovation agenda or equivalent in line with the Horizon Europe strategic planning and with other Union and member states funding instruments;
  - (c) links to Horizon Europe and other Union, national and, where relevant, regional initiatives, including cohesion policy funds in line with smart specialisation strategies;
  - (d) draft work programmes, **including the content of calls for proposals**;
  - (e) involvement of SMEs, universities and research organisations and measures taken for promoting participation of newcomers;
  - (f) actions taken for dissemination and exploitation of results along the value chain;
  - (g) annual activity report.
8. Where applicable, the states' representatives group shall also regularly report to the governing board, and act as an interface with the joint undertaking on the following matters:
- (a) the status of relevant national or regional research and innovation programmes and identification of potential areas of cooperation, including concrete actions taken or envisaged for the deployment and uptake of relevant technologies and innovative solutions;
  - (b) specific measures taken at national level or regional level with regard to dissemination events, dedicated technical workshops and communication activities;

- (c) specific measures at national or regional level with regard to deployment activities in relation to each respective initiative;
- (d) national or regional policies and initiatives with the view to ensuring complementarities with regard to the joint undertaking's Strategic Research and Innovation Agenda and annual work programmes.

9. The states' representatives group shall submit, at the end of each calendar year, a report describing the national or regional policies in the scope of the joint undertaking and identifying specific ways of cooperation with the actions funded by the joint undertaking.
10. The states' representatives group may issue, on its own initiative, recommendations or proposals to the governing board on technical, managerial and financial matters as well as on work programmes and other documents, in particular when those matters affect national or regional interests.

The governing boards shall consider such recommendations or proposals and inform without undue delay the states' representatives group of the follow up it has given to such recommendations or proposals, or it shall give reasons if they are not followed up.

11. The states' representatives group shall receive timely information on a regular basis, including a breakdown by country, among others on the participation in indirect actions funded by the joint undertaking, on the outcome of each call for proposals and project implementation, on synergies with other relevant Union programmes and other European partnerships, on additional activities, on committed and actually provided financial and in-kind contributions and on the execution of the budget of the joint undertaking.
12. The states' representatives group shall adopt its own rules of procedure with due consideration to Articles 31 and 40.
13. One or more joint undertakings may establish a joint state representatives group in accordance with the relevant provisions set out in Part Two.



*Article 19*  
*Scientific advice*

1. Unless specified otherwise in Part Two, joint undertakings shall seek independent scientific advice by means of:
  - (a) a scientific advisory body to be set up by the joint undertaking in accordance with the relevant provisions set out in Part Two, and subject to the provisions in this Article;  
or
  - (b) *ad hoc* requests for independent expertise by the governing board to the joint undertaking on specific questions.
  
2. There shall be a balanced representation of experts among the members of the scientific advisory body, within the scope of the activities of the joint undertaking, including with respect to gender and geographical balance. Collectively, the members of the scientific advisory body shall have the necessary competences and expertise covering the technical domain in order to make science-based recommendations to the joint undertaking, taking into account the socio-economic impact of such recommendations and the objectives of the joint undertaking.
  
3. The members of the scientific advisory body, as well as invited observers, shall be subject to the obligation of professional secrecy which, by virtue of the Treaties and the rules implementing them, applies to all members of the institutions and their staff, as well as to the Commission's rules on security regarding the protection of sensitive non-classified and Union classified information, laid down in Commission Decisions (EU, Euratom) 2015/443<sup>32</sup> and 2015/444<sup>33</sup> respectively.

---

<sup>32</sup> Commission Decision (EU, Euratom) 2015/443 of 13 March 2015 on Security in the Commission (OJ L 72, 17.3.2015, p. 41).

<sup>33</sup> Commission Decision (EU, Euratom) 2015/444 of 13 March 2015 on the security rules for protecting EU classified information (OJ L 72, 17.3.2015, p. 53).

4. The governing board shall establish an open selection process including specific criteria for the composition of the scientific advisory body of the joint undertaking and shall appoint its members. The governing board shall take into consideration the potential candidates proposed by the states' representatives group.
5. The scientific advisory body shall elect its chair from among its members.
6. The scientific advisory body shall meet at least twice a year and meetings shall be convened by the chairperson. The chairperson may invite other persons to attend its meetings as observers. The scientific advisory body shall adopt its own rules of procedure.
7. The scientific advisory body shall carry out the following tasks:
  - (a) advise on the scientific priorities to be addressed in the work programmes, in line with the Strategic Research and Innovation Agenda and the Horizon Europe strategic planning;
  - (b) advise on the scientific achievements to be described in the annual activity report;
  - (c) suggest, in view of the progress of the Strategic Research and Innovation Agenda and individual actions, corrective measures or re-orientations to the governing board, where necessary;
  - (d) provide independent advice and scientific analysis on specific issues as requested by the governing board, in particular as regards developments in adjacent sectors;
  - (e) where specified in Part Two, evaluate the results from technology and innovation actions that are funded by the joint undertaking and report to the governing board;
  - (f) where specified in Part Two, participate in sector integration committees specifically set up between European partnerships under Horizon Europe to enable synergies;
  - (g) carry out any other task, as specified in Part Two.

8. After each meeting of the scientific advisory body, its chairperson shall submit to the governing board a report outlining the body's and its members' opinions on the matters discussed during the meeting.
9. The scientific advisory body may, of its own initiative, advise the governing board to consult it on specific points not covered by the tasks set out in paragraph 7.

### *Article 21*

#### *Stakeholders Group*

1. Joint undertakings may establish a stakeholders group in accordance with the relevant provisions in Part Two and subject to provisions of this Article.
2. The stakeholders group shall be open to all public and private stakeholders, including organised groups, active in the field of the joint undertaking, international interest groups from member states, associated countries as well as from other countries.
3. The stakeholders group shall be regularly informed of the activities of the joint undertaking and shall be invited to provide comments on the joint undertaking's planned initiatives.
4. The meetings of the stakeholders group shall be convened by the executive director.
5. The executive director may advise the governing board to consult the stakeholders group on specific questions. Where such consultation takes place, a report shall be submitted to the governing board and to the states' representatives group after the relevant discussion in the stakeholders group.

# CHAPTER 4

## Financial and operational provisions

### SECTION 1

#### GENERAL PROVISIONS

##### *Article 22*

##### *Rules applicable to the activities funded by the joint undertakings*

1. The Horizon Europe Regulation shall apply to the actions funded by the joint undertakings under Horizon Europe. In accordance with that Regulation, each joint undertaking shall be considered as a funding body and shall provide financial support to indirect actions pursuant to Article 5 of that Regulation.
2. Actions funded by the joint undertakings under Horizon Europe may also be subject to any specific provisions set out in Part Two.
3. By way of derogation from point (a) of Article 40(4) of the Horizon Europe Regulation, the right to object shall also apply to participants generating the results that have not received funding from a joint undertaking.

##### *Article 23*

##### *Operational and financial planning*

1. The executive director shall submit for adoption to the governing board a draft work programme.

2. The work programme shall be adopted by the end of the year prior to its implementation. The work programme shall be published on the website of the joint undertaking and on the Horizon Europe website, and, to support the coordination with the overall strategy of Horizon Europe, be shared with the relevant configuration of the programme committee for information.
3. The executive director shall prepare a draft annual budget for the following year and submit it to the governing board for adoption.
4. The annual budget for a particular year shall be adopted by the governing board by the end of the year prior to its implementation.
5. The annual budget shall be adapted in order to take into account the amount of the Union financial contribution as set out in the Union budget and, where applicable, the amounts of the financial contributions from members other than the Union.

#### *Article 24*

##### *Operational and financial reporting*

1. The executive director shall provide the governing board with a consolidated annual activity report on the performance of his or her duties in accordance with the financial rules of the joint undertaking.
2. The consolidated annual activity report shall include, among others, information on the following matters:
  - (a) research, innovation and other actions carried out and the corresponding expenditure;

- (b) the proposals submitted, including a breakdown by **country where the legal entity is established, and** by participant type, ~~including~~ **in particular** SMEs and newcomers, and by country;
- (c) the indirect actions selected for funding, including a breakdown by participant type, including SMEs, and by country and indicating the contribution of the respective joint undertaking to the individual participants and actions;

**(ca) information regarding the openness of the joint undertakings, including monitoring of collaborative links;**

- (d) the additional activities undertaken by the members other than the Union, **including a breakdown by country where the private members, their constituent entities or the affiliated entities of either is established;**
- (e) the collaboration with other European partnerships, including joint calls, and synergies between the joint undertaking's actions and national or regional initiatives and policies.

3. The accounting officer of the joint undertaking shall send the provisional accounts to the Commission's accounting officer and the Court of Auditors in accordance with the financial rules of the joint undertaking.
4. The executive director shall send the report on the budgetary and financial management to the European Parliament, the Council and the Court of Auditors in accordance with the financial rules of the joint undertaking.
5. The discharge procedure shall be carried out in accordance with the financial rules of the joint undertaking.

## **SECTION 2**

### **FINANCIAL PROVISIONS**

#### *Article 25*

##### *Financial Rules*

1. The joint undertakings shall adopt their financial rules in accordance with Article 71 of Regulation (EU, Euratom) 2018/1046.
2. The financial rules shall be published on the website of the respective joint undertaking.

#### *Article 26*

##### *Sources of financing*

1. Each joint undertaking shall be jointly funded by the Union, the members other than the Union and the contributing partners through financial contributions and in-kind contributions to operational activities.
2. The members other than the Union shall agree on how to share their collective contribution among them in accordance with the financial rules of the joint undertaking.

3. The operational costs of a joint undertaking shall be covered by means of the:
- (a) financial contribution by the Union;
  - (b) financial contributions by the private members, their constituent or affiliated entities, by contributing partners or by an international organisation that is a member of a joint undertaking;
  - (c) where applicable, financial contributions by the participating states;
  - (d) in-kind contributions defined in Article 2(8);
4. The resources of a joint undertaking entered to its budget shall be composed of the following contributions:
- (a) members' financial contributions to the joint undertaking for the administrative costs, divided equally on an annual basis between the Union and the members other than the Union, unless specified otherwise due to the specific membership nature of a joint undertaking;
  - (b) members' or contributing partners' financial contributions to the joint undertaking for the operational costs;
  - (c) any revenue generated by the joint undertaking;
  - (d) any other financial contributions, resources and revenues.
- Any interest yielded by the contributions referred to in paragraph 4 shall be considered to be its revenue.
5. Any unused part of the contribution for administrative costs may be made available to cover the operational costs of the joint undertaking concerned.



6. Should the members other than the Union of the joint undertaking be in default of their commitment concerning their contribution, the executive director shall inform them in writing and shall set a reasonable period within which such default should be remedied. Where, on the expiry of that period, the member other than the Union concerned is still in default, the executive director shall inform the Commission and the participating states where applicable, in view of potential measures and the member concerned that it is disqualified from voting in the governing board in line with Article 11(9).
7. The resources of the joint undertaking and its activities shall be used for the fulfilment of its objectives and tasks set out in Part II.
8. The joint undertaking shall own all assets generated by it or transferred to it for the fulfilment of its objectives and tasks set out in Part II.
9. Except where the joint undertaking is wound up, any excess revenue over expenditure shall not be paid to the members of that joint undertaking, unless decided otherwise by the governing board.

#### *Article 27*

#### *Financial commitments*

1. The financial commitments of a joint undertaking shall not exceed the amount of financial resources available or committed to its budget by its members and contributing partners.
2. Budgetary commitments of the joint undertakings referred to in points (b), (d) and (h) of Article 3(1) may be divided into annual instalments. Until 31 December 2024, the cumulative amount of those budgetary commitments in instalments shall not exceed 50 percent of the maximum Union contribution set out in Article 10. From January 2025, at least 20 percent of the cumulative budget of the residual years shall not be covered by annual instalments.

*Article 28*

*Protection of the financial interests of the members*

1. The joint undertaking shall grant Commission staff and other persons authorised by the respective joint undertaking or the Commission, as well as the Court of Auditors, access to its sites and premises and to all the information, including information in electronic format, needed in order to conduct their audits.
2. The European Anti-Fraud Office (OLAF) may carry out investigations, including on-the-spot checks and inspections, in accordance with the provisions and procedures laid down in Council Regulation (Euratom, EC) No 2185/96<sup>34</sup> and Regulation (EC, Euratom) No 883/2013 of the European Parliament and of the Council<sup>35</sup> and with a view to establishing whether there has been fraud, corruption or any other illegal activity affecting the financial interests of the Union in connection with an agreement, a decision or a contract funded under this Regulation.
3. The European Public Prosecutor's Office (EPPO) may carry out investigations in accordance with the provisions and procedures laid down in Council Regulation (EU) 2017/1939<sup>36</sup>, with a view to investigating criminal offences affecting the financial interests of the Union as set out in Article 4 of that Regulation.
4. Notwithstanding paragraphs 1 to 3, agreements, decisions and contracts resulting from the implementation of this Regulation shall contain provisions expressly empowering the Commission, the respective joint undertaking, the Court of Auditors, the EPPO and OLAF to conduct such audits, on-the spot checks and investigations in accordance with their respective competences.

---

<sup>34</sup> Council Regulation (Euratom, EC) No 2185/96 of 11 November 1996 concerning on-the-spot checks and inspections carried out by the Commission in order to protect the European Communities' financial interests against fraud and other irregularities (OJ L 292, 15.11.1996, p. 2).

<sup>35</sup> Regulation (EU, Euratom) No 883/2013 of the European Parliament and of the Council of 11 September 2013 concerning investigations conducted by the European Anti-Fraud Office (OLAF) and repealing Regulation (EC) No 1073/1999 of the European Parliament and of the Council and Council Regulation (Euratom) No 1074/1999 (OJ L 248, 18.9.2013, p. 1).

<sup>36</sup> OJ L 283, 31.10.2017, p. 1.

5. Each joint undertaking shall ensure that the financial interests of its members are adequately protected by carrying out or commissioning appropriate internal and external controls.
6. Each joint undertaking shall accede to the Interinstitutional Agreement of 25 May 1999 between the European Parliament, the Council and the Commission concerning internal investigations by the European Anti-Fraud Office (OLAF)<sup>37</sup>. Each joint undertaking shall adopt the necessary measures needed to facilitate internal investigations conducted by OLAF.

*Article 29*

*Ex-post audits*

Audits of expenditure on indirect actions shall be carried out in accordance with Article 53 of the Horizon Europe Regulation as part of the Horizon Europe indirect actions, in particular in line with the audit strategy referred to in Article 53(2) that Regulation.

*Article 30*

*Internal audit*

1. The Commission's internal auditor shall exercise the same powers over the joint undertakings as those exercised in respect of the Commission.
2. The governing board may establish an internal audit capability in accordance with the financial rules of the joint undertaking concerned.

---

<sup>37</sup> OJ L 136, 31.5.1999, p. 15.

## SECTION 3

### OPERATIONAL PROVISIONS

#### *Article 31*

#### *Confidentiality*

Without prejudice to Articles 32 and 34, each joint undertaking shall ensure the protection of confidential information the disclosure of which beyond Union institutions and other Union bodies, offices or agencies could damage the interests of its members or of participants in the activities of the respective joint undertaking. Such confidential information includes but is not limited to personal, commercial, sensitive non-classified and classified information.

#### *Article 32*

#### *Transparency*

Regulation (EC) No 1049/2001 of the European Parliament and of the Council<sup>38</sup> shall apply to documents held by a joint undertaking.

#### *Article 33*

#### *Processing of personal data*

Where the implementation of this Regulation requires the processing of personal data, this shall be processed in accordance with Regulation (EU) 2018/1725 of the European Parliament and of the Council<sup>39</sup>.

---

<sup>38</sup> Regulation (EC) No 1049/2001 of the European Parliament and of the Council of 30 May 2001 regarding public access to European Parliament, Council and Commission documents (OJ L 145, 31.5.2001, p. 43.).

<sup>39</sup> Regulation (EU) 2018/1725 of the European Parliament and of the Council of 23 October 2018 on the protection of natural persons with regard to the processing of personal data by the Union institutions, bodies, offices and agencies and on the free movement of such data, and repealing Regulation (EC) No 45/2001 and Decision No 1247/2002/EC (OJ L 295, 21.11.2018, p. 39).

*Article 34*

*Access to results and information on proposals*

1. The joint undertaking shall provide the Union institutions and Union bodies, offices or agencies, as well as the authorities of the participating states where applicable, access to all information related to the indirect actions it funds. Such information shall include results of beneficiaries participating in indirect actions of the joint undertaking or any other information deemed necessary for developing, implementing, monitoring and evaluating Union or where applicable participating states' policies or programmes. Such access rights are limited to non-commercial and non-competitive use and shall comply with applicable confidentiality rules.
2. For the purposes of developing, implementing, monitoring and evaluating Union policies or programmes, the joint undertaking shall provide the Commission with the information included in submitted proposals. This shall apply *mutatis mutandis* to participating states where applicable regarding proposals which include applicants established in their territories, limited to non-commercial and non-competitive use and in accordance with applicable confidentiality rules.

# CHAPTER 5

## Staff and liability

### SECTION 1

#### STAFF, PRIVILEGES AND IMMUNITIES

##### *Article 35*

##### *Staff*

1. The Staff Regulations of Officials and the CEOS laid down by Council Regulation (EEC, Euratom, ECSC) No 259/68 and the rules adopted jointly by the institutions of the Union for the purpose of applying the Staff Regulations and the CEOS shall apply to the staff of the joint undertakings.
2. The staff resources shall be determined in the staff establishment plan of each joint undertaking indicating the number of temporary posts by function group and by grade and the number of contract staff expressed in full-time equivalents, in line with its annual budget.
3. The staff of the joint undertaking shall consist of temporary staff and contract staff.
4. All costs related to staff shall be borne by the joint undertaking.

##### *Article 36*

##### *Seconded national experts and trainees*

1. A joint undertaking may make use of seconded national experts and trainees not employed directly by it. The number of seconded national experts expressed in full-time equivalents shall be added to the information on staff resources as referred to in Article 35(2) in accordance with the annual budget of the joint undertaking concerned.

2. The governing board of the joint undertaking concerned shall adopt a decision laying down rules on the secondment of national experts to the respective joint undertaking and on the employment of trainees.

*Article 37*

*Privileges and Immunities*

Protocol No. 7 on the privileges and immunities of the European Union, annexed to the Treaty on European Union and the Treaty on the Functioning of the European Union, shall apply to the joint undertakings and their staff.

## **SECTION 2**

### **LIABILITY**

*Article 38*

*Liability of the joint undertakings*

1. The contractual liability of a joint undertaking shall be governed by the relevant contractual provisions and by the law applicable to the agreement, decision or contract in question.
2. Where liability is of a non-contractual nature, a joint undertaking shall, in accordance with the general principles common to the laws of the member states, make good any damage caused by its staff in the performance of their duties.
3. Any payment by a joint undertaking in respect of the liability referred to in paragraphs 1 and 2 and the costs and expenses incurred in connection therewith shall be considered as expenditure of the joint undertaking and shall be covered by its resources.
4. Joint undertakings shall be solely responsible for meeting their obligations.

*Article 39*

*Liability of members and insurance*

1. The financial liability of the members of a joint undertaking for its debts shall be limited to their financial contributions made to the joint undertaking.
2. The joint undertakings shall take out and maintain appropriate insurance.

*Article 40*

*Conflict of interest*

1. The joint undertaking, its bodies and staff shall avoid any conflict of interest in the implementation of their activities.
2. The governing board shall adopt rules for the prevention, avoidance and management of conflicts of interest in respect of the staff of the joint undertaking, the members and other persons serving the governing board and in the other bodies or groups of the joint undertaking, in accordance with the financial rules of the joint undertaking and with the Staff Regulations in respect of staff.



## **CHAPTER 6**

### **Dispute resolution**

#### *Article 41*

#### *Jurisdiction of the Court of Justice and applicable law*

1. The Court of Justice of the European Union shall have jurisdiction:
  - (a) pursuant to any arbitration clause contained in agreements or contracts concluded by a joint undertaking, or in its decisions;
  - (b) in disputes relating to compensation for damage caused by the staff of the joint undertaking in the performance of their duties;
  - (c) in any dispute between the joint undertaking and its staff within the limits and under the conditions laid down in the Staff Regulations and the CEOS.
  
2. Regarding any matter not covered by this Regulation or by other Union legal acts, the law of the state where the seat of the joint undertaking is located shall apply.

#### *Article 42*

#### *Complaints to the Ombudsman*

Decisions taken by a joint undertaking in the implementation of this Regulation may form the subject of a complaint to the Ombudsman in accordance with Article 228 of the Treaty.

## CHAPTER 7

### Winding up

#### *Article 43*

#### *Winding up*

1. Joint undertakings shall be wound up at the end of the period laid down in Article 3.
2. In addition to paragraph 1, the winding up procedure of a joint undertaking shall be automatically triggered where the Union or all members other than the Union withdraw from the joint undertaking.
3. For the purpose of conducting the winding up proceedings of a joint undertaking, the governing board shall appoint one or more liquidators, who shall comply with the decisions of the governing board.
4. During the winding up procedure, the assets of the joint undertaking shall be used to cover its liabilities and the expenditure relating to its winding up. Any surplus shall be distributed among the members of the joint undertaking at the time of the winding up in proportion to their financial contribution to the joint undertaking. Any such surplus distributed to the Union shall be returned to the ~~Horizon Europe~~ **Union** budget.
5. An ad hoc procedure shall be set up to ensure the appropriate management of any agreement concluded or decision adopted by the joint undertaking being wound up as well as any procurement contract the duration of which extends beyond the duration of the joint undertaking.

# **PART TWO**

## **SPECIFIC PROVISIONS OF INDIVIDUAL JOINT UNDERTAKINGS**

### **TITLE I**

## **CIRCULAR BIO-BASED EUROPE JOINT UNDERTAKING**

#### *Article 44*

##### *Additional objectives of the Circular Bio-based Europe Joint Undertaking*

1. In addition to the objectives set out in Articles 4 and 5, the Circular Bio-based Europe Joint Undertaking shall also have the following general objectives:
  - (a) accelerate the innovation process and development of bio-based innovative solutions;
  - (b) accelerate market deployment of the existing mature and innovative bio-based solutions;
  - (c) ensure a high level of environmental performance of bio-based industrial systems.
2. The Circular Bio-based Europe Joint Undertaking shall also have the following specific objectives:
  - (a) increase the intensity of cross-disciplinary research and innovation activities to reap the benefits of the advancement in life sciences and in other scientific disciplines for the development and demonstration of sustainable bio-based solutions;
  - (b) increase and integrate the research and innovation capacity of stakeholders across the Union to exploit the local bioeconomy potential;

- (c) increase the research and innovation capacity for addressing environmental challenges and development of more sustainable bio-based innovations;
- (d) reinforce the integration of bio-based research and innovation processes in Union industrial value chains;
- (e) reduce the risk for research and innovation investment in bio-based companies and projects;
- (f) ensure that circularity and environmental considerations, including climate performance, are taken into account in the development and implementation of research and innovation bio-based projects.

*Article 45*

*Additional tasks of the Circular Bio-Based Europe Joint Undertaking*

In addition to the tasks set out in Article 5, the Circular Bio-based Europe Joint Undertaking shall also carry out the following tasks:

- (a) ensure that the objectives of the Circular Bio-Based Europe Joint Undertaking are reached through the programming of research and innovation activities of the public and private partners;
- (b) mobilise public and private funding for research and innovation activities of the Circular Bio-Based Europe Joint Undertaking;
- (c) support high impact multidisciplinary research and innovation projects that enhance the industrial innovation in bio-based industry to deliver on the objectives of the Circular Bio-Based Europe Joint Undertaking;

- (d) intensify research and innovation activities of the Circular Bio-Based Europe Joint Undertaking along the whole innovation chain from low to high Technology Readiness Levels;
- (e) mobilise and integrate research and innovation actors **including feedstock providers** from rural, coastal, urban areas and regions with unexploited potential for bio-based **value chain industry** development to co-operate in project activities;
- (f) ensure that research and innovation activities under the Circular Bio-Based Europe Joint Undertaking focus on issues of public interest, specifically on the environmental and climate performance of the bio-based industry, both in terms of understanding the relevant problems and developing solutions to them;
- (g) promote communication and collaboration between research and innovation actors and industrial stakeholders under the Circular Bio-Based Europe Joint Undertaking to raise awareness about rapidly evolving knowledge and technology, facilitate cross-disciplinary and cross-sectorial collaboration and facilitate market uptake of innovative bio-based solutions;
- (h) mobilise national and regional authorities that are able to create more favourable conditions for market uptake of bio-based innovations;
- (ha) support the reflection towards the development of standards in order to facilitate the market uptake of bio-based innovations;
- (i) set scientifically robust sustainability criteria and performance benchmarks, apply and monitor them in all research and innovation activities of the Circular Bio-Based Europe Joint Undertaking, and promote them beyond the initiative to the bio-based industry;
- (j) communicate and promote innovative bio-based solutions towards policy makers, industry, NGOs, **civil society** and consumers at large.

*Article 46*

*Members*

The members of the Circular Bio-based Europe Joint Undertaking shall be:

- (a) the Union, represented by the Commission;
- (b) the Bio-based Industries Consortium, a non-profit organisation registered under Belgian law upon notification of its decision to accede to the Circular Bio-based Europe Joint Undertaking by means of a letter of commitment, which shall not contain conditions regarding its accession other than those set out in this Regulation;
- (c) the associated members selected in accordance with Article 7, subject to a decision of the governing board.

~~The Bio-based Industries Consortium.~~

*Article 47*

*Union financial contribution*

The Union financial contribution to the Circular Bio-based Europe Joint Undertaking, including EEA appropriations, to cover administrative and operational costs shall be up to EUR 1 000 000 000, including up to EUR 23 500 000 for administrative costs.

*Article 48*

*Contributions from members other than the Union*

The members of the Circular Bio-based Europe Joint Undertaking other than the Union shall make or arrange for their constituent or affiliated entities to make a total contribution of at least EUR 1 000 000 000, including up to EUR 23 500 000 for administrative costs over the period set out in Article 3.

*Article 49*

*Scope of additional activities*

1. Notwithstanding the Governing Board's power of decision concerning the additional activities plan pursuant to Article 16(2)(1) and within the scope of Article 2(9) and Article 2(10), the Bio-based Industries Consortium or their constituent or affiliated entities shall each year make a proposal for the additional activities. The additional activities are those directly linked to projects and activities of the Circular Bio-based Europe Joint Undertaking, including in particular:
  - (a) investments in new facilities demonstrating a new value chain, including investments in durable equipment, tools and accompanying infrastructure, in particular related to regional deployment and its sustainability verification;
  - (b) investments in a new innovative and sustainable production plant or flagship;
  - (c) investments in new research and innovation and justified infrastructure, including facilities, tools, durable equipment, or pilot plants (research centres);
  - (d) standardization activities;
  - (e) communication, dissemination and awareness raising activities.

2. The investments directly linked to projects are in particular:
- (a) non-eligible investments needed for the implementation of a Circular Bio-based Europe Joint Undertaking project during the duration of that project;
  - (b) investment made in parallel with a Circular Bio-based Europe Joint Undertaking project, complementing the results of the project and bringing it to a higher Technology Readiness Level;
  - (c) investments needed for the deployment of a Circular Bio-based Europe Joint Undertaking project's results following the closure of the project until the winding up of the Circular Bio-based Europe Joint Undertaking. In justified cases, the investment related to deployment of results of projects from the predecessor partnership (BBI Joint Undertaking) may be taken into account.

*Article 50*

*Bodies of the Circular Bio-based Europe Joint Undertaking*

The bodies of the Circular Bio-based Europe Joint Undertaking shall be:

- (a) the Governing Board;
- (b) the Executive Director;
- (ba) the states' representatives group;
- (c) the Scientific Committee;
- (e) the Deployment Groups.



*Article 51*  
*Composition of the Governing Board*

The Governing Board shall be composed as follows:

- (a) five representatives of the Commission, on behalf of the Union; and
- (b) five representatives of the members other than the Union, at least one of which should represent SMEs.

*Article 52*  
*Functioning of the Governing Board*

- 1. The members other than the Union shall collectively hold 50 % of the voting rights.
- 2. By derogation from Article 15(3), the Governing Board shall elect its chairperson for a period of two years.
- 3. The Governing Board shall hold its ordinary meetings four times a year.
- 4. In addition to the meetings referred to in paragraph 2, the Governing Board shall also hold a strategic meeting at least once a year with the primary objective of identifying challenges and opportunities for sustainable bio-based industry and provide additional strategic orientation for the Circular Bio-based Europe Joint Undertaking.
- 5. In the strategic meeting additional chief executive officers or officers with decision-making power of leading European bio-based companies and the Commission, shall be invited.

*Article 53*  
*The Scientific Committee*

- 1. The Scientific Committee shall be the scientific advisory body of the Circular Bio-based Europe Joint Undertaking referred to in Article 19(1).

2. The Scientific Committee should have no more than 15 permanent members.
3. The chairperson of the Scientific Committee shall be elected for the duration of two years.
4. The Scientific Committee shall set-up a task force composed of members with the appropriate profiles to contribute towards ensuring sufficient focus on all sustainability aspects of the work programme. Whenever possible, advice of the Scientific Committee on the work programme shall include aspects related to circularity, environmental sustainability, biodiversity preservation and enhancement, as well as broader aspects of sustainability of the bio-based systems and related value chains.

#### *Article 54*

#### *The Deployment Groups*

1. One or more Deployment Groups shall be established pursuant to Article 21. The role of the Deployment Groups is to advise the Governing Board on issues critical to market uptake of bio-based innovation and to promote deployment of sustainable circular bio-based solutions.
2. The composition of the Deployment Groups shall ensure appropriate thematic focus and representativeness of the bio-based innovation stakeholders. Any stakeholder other than the members of the Bio-Based Industry Consortium, their constituents or their affiliated entities may express its interest to become members of a Deployment Group. The Governing Board shall set out the envisaged size and composition of the Deployment Groups, the duration of the mandates and the possibility of renewal of its members, and select their members.

3. The Deployment Groups shall meet at least once per year. At the first meeting, the Deployment Groups shall adopt their rules of procedure. These rules of procedure shall be approved by the Governing Board. Extraordinary meetings of the Deployment Groups shall be called upon the request from the Governing Board.
4. The Deployment Groups shall elect a chairperson, and a vice-chair per thematic focus, for a period of two years. The chairperson coordinates activities and represents the Deployment Group. The chairperson may be invited to meetings of the Governing Board as an observer, and meetings of the Scientific Committee and the States' Representatives Group.
5. The Deployment Groups shall provide recommendations on the issues related to the deployment of bio-based innovation upon request from the Governing Board. The Deployment Groups can also issue recommendations to the Governing Board anytime at their own initiative.

# TITLE II

## CLEAN AVIATION JOINT UNDERTAKING

### *Article 55*

#### *Additional objectives of the Clean Aviation Joint Undertaking*

1. In addition to the objectives set out in Articles 4 and 5, the Clean Aviation Joint Undertaking shall also have the following general objectives:
  - (a) to contribute to reduce the ecological footprint of aviation by accelerating the development of climate neutral aviation technologies for earliest possible deployment, therefore significantly contributing to the achievement of the general goals of the European Green Deal<sup>40</sup>, in particular in relation to the reduction of Union-wide net greenhouse gas emissions reduction target of at least 55% by 2030, compared to 1990 levels and a pathway towards reaching climate neutrality by 2050;
  - (b) to ensure that aeronautics-related research and innovation activities contribute to the global sustainable competitiveness of the Union aviation industry, and to ensure that climate-neutral aviation technologies meet the relevant aviation safety and security requirements,<sup>41</sup> and that aviation remains a secure, reliable, cost-effective, and efficient means of passenger and freight transportation;
  - (c) to advance the European aviation research and innovation capacity.

---

<sup>40</sup> Communication from the Commission to the European Parliament, the European Council, the Council, the European Economic and Social Committee and the Committee of the Regions, COM/2019/640 final.

<sup>41</sup> Regulation (EU) 2018/1139 of the European Parliament and of the Council of 4 July 2018 on common rules in the field of civil aviation and establishing a European Union Aviation Safety Agency.

2. The Clean Aviation Joint Undertaking shall also have the following specific objectives:
- (a) to integrate and demonstrate disruptive aircraft technological innovations able to decrease net emissions of greenhouse gasses by no less than 30% by 2030, compared to 2020 state-of-the-art technology while paving the ground towards climate-neutral aviation by 2050;
  - (b) to ensure that the technological and the potential industrial readiness of innovations can support the launch of disruptive new products and services by 2035, with the aim of replacing 75% of the operating fleet by 2050 and developing an innovative, reliable, safe and cost-effective European aviation system that is able to meet the objective of climate neutrality by 2050;
  - (c) to expand and foster integration of the climate-neutral aviation research and innovations value chains, including academia, research organisations, industry, and SMEs, also by benefitting from exploiting synergies with other national and European related programmes.

*Article 56*

*Additional tasks of the Clean Aviation Joint Undertaking*

In addition to the tasks set out in Article 5, the Clean Aviation Joint Undertaking shall also carry out the following tasks:

- (a) publish on the Joint Undertaking and on relevant Commission websites all the information necessary for the preparation and submission of proposals to open calls of the Clean Aviation Joint Undertaking;
- (b) monitor and assess technological progress towards the achievement of the general and specific objectives set out in Article 55 and facilitate full access to data and information for the independent impact monitoring of aviation research and innovation carried out under the direct supervision of the Commission;

- (c) assist the Commission upon its request with the establishment and development coordination of regulations and standards supporting market uptake of clean aviation solutions, in particular by conducting studies, simulations and providing technical advice, while taking into account the need to eliminate barriers to market entry.

*Article 57*

*Members*

1. The members of the Clean Aviation Joint Undertaking shall be:
  - (a) the Union, represented by the Commission;
  - (b) the founding members listed in Annex I, upon notification of their decision to accede to the Clean Aviation Joint Undertaking by means of a letter of commitment, which shall not contain conditions regarding its accession other than those set out in this Regulation;
  - (c) the associated members to be selected in accordance with Article 7 subject to a decision of the Governing Board.
2. In addition to Article 7(1) the Governing Board may, during the first six months following the establishment of Clean Aviation Joint Undertaking, select associated members also from a list drawn up after an open call for expression of interest launched by the Commission prior to its establishment. The conditions of Article 7(2) shall apply mutatis mutandis.

*Article 58*

*Union financial contribution*

The Union financial contribution to the Clean Aviation Joint Undertaking, including EEA appropriations, to cover administrative costs and operational costs shall be up to EUR 1 700 000 000, including up to EUR 39 223 000 for administrative costs.

*Article 59*

*Contributions from members other than the Union*

The members of the Clean Aviation Joint Undertaking other than the Union shall make or arrange for their constituent or affiliated entities to make a total contribution of at least EUR 3 000 000 000, including up to EUR 39 223 000 for administrative costs over the period set out in Article 3.

*Article 60*

*Scope of additional activities*

1. For the purpose of point (b) of Article 11(1), additional activities may include:
  - (a) activities covered under the indirect actions of the Clean Aviation Joint Undertaking but not funded under such indirect actions;
  - (b) activities directly linked to the Clean Aviation Joint Undertaking work programme;
  - (ba) research and innovation activities building on activities funded by the Clean Aviation Joint Undertaking or its predecessor;**
  - (c) the research and innovation activities of projects with a clear link to the Strategic Research and Innovation Agenda, and funded under national or regional programmes within the Union;

- (d) private research and innovation projects complementing projects on the Strategic Research and Innovation Agenda;
- (e) activities leading to the deployment or uptake of project results from preceding initiatives from Clean Aviation Joint Undertaking, or from both that have not received any Union funding.
- (f) European standardisation and certification activities related to clean aviation solutions from the Clean Aviation Joint Undertaking projects or its previous initiatives.

2. Additional activities shall have clearly defined deliverables.

#### *Article 61*

##### *Bodies of the Clean Aviation Joint Undertaking*

The bodies of the Clean Aviation Joint Undertaking shall be:

- (a) the Governing Board;
- (b) the Executive Director;
- (ba) the states' representatives group;
- (c) the Technical Committee;
- (d) the European Clean Aviation Advisory Body.

#### *Article 62*

##### *Composition of the Governing Board*

The Governing Board shall be composed as follows:

- (a) two representatives of the Commission on behalf of the Union;



- (b) fifteen representatives of the members other than the Union chosen by and from the founding members and associated members ensuring a balanced representation of the aeronautical value chain such as aircraft integrators, engine manufacturers and equipment manufacturers. The governing board shall establish in its rules of procedure a rotation mechanism for the allocation of the seats of the members other than the Union. The selected representatives shall include at least one representative of the European SMEs, at least two representatives of the research organisations and at least one representative of the academic institutions.

*Article 63*

*Functioning of the Governing Board*

1. **The members other than the Union shall collectively hold 50 % of the voting rights.**  
~~Each of the representatives of the members other than the Union shall hold an equal number of votes.~~
2. By derogation from Article 15(3), the Governing Board shall be chaired by the Commission on behalf of the Union and co-chaired by a representative from the members other than the Union.
3. The chairpersons of the European Aviation Advisory Body, of the Technical Committee and of the States' Representatives Group and one representative from the European Union Aviation Safety Agency (EASA) shall attend the meetings of the Governing Board as permanent observers.
4. The Governing Board shall ensure a direct link and coordination between the activities of the States' Representatives Group or other advisory bodies. To that effect, the Governing Board may also delegate a member to follow activities of those bodies.

*Article 64*

*Additional tasks of the Governing Board*

1. In addition to the tasks listed in Article 16, the Governing Board of the Clean Aviation Joint Undertaking shall also carry out the following tasks:
  - (a) oversee the relevance for clean aviation of the strategies for additional activities of the members other than the Union;
  - (b) promote the market uptake of technologies and solutions for contributing to achieving the Green Deal's objectives and ensure the achievement of the Joint Undertaking's specific objectives in Article 55;
  - (c) pursue synergies between research and demonstration activities at national or Union level or both and that relate to the Strategic Research and Innovation Agenda and the Clean Aviation Joint Undertaking's work programme;
  - (d) supervise the programme's monitoring and assessment of the progress compared to impact indicators and the Clean Aviation Joint Undertaking's specific objectives set out in Article 55(2);
  - (e) ensure the continued steering and management of the transition of the Clean Sky 2 programme technical priorities and research and innovation activities until their completion, in line with the objectives of the Clean Aviation Joint Undertaking and ensure, where relevant, the transfer of results to the Clean Aviation programme.
2. The Governing Board shall decide in relation to the implementation of the programme and to the delivery on the Clean Aviation Joint Undertaking objectives, including on:

- (b) the strategic multiannual planning of Clean Aviation calls and their alignment with the objectives of Horizon Europe and the related work programmes and the technical priorities and research actions;
- (c) revisions or optimisation of the technical scope of the programme to align the work programme and the objectives of the Clean Aviation Joint Undertaking with the overall Horizon Europe and other European partnership' related work programmes;
- (d) the recommendations by advisory bodies and specific actions from Article 56 to increase market penetration and impact of clean aviation solutions in line with the European Green Deal and related policy actions to improve it.

*Article 66*

*Additional tasks of the Executive Director*

In addition to the tasks set out in Article 18, the Executive Director of the Clean Aviation Joint Undertaking shall also carry out the following tasks:

- (b) take appropriate action to manage interactions between projects supported by the joint undertaking, avoiding undue overlaps between them and boost synergies across the whole programme;
- (c) ensure that deadlines are met for the transmission of necessary information to the various bodies of the Clean Aviation Joint Undertaking;
- (d) facilitate coordination by the Commission in accordance with the advice of the advisory bodies between the activities of the Clean Aviation Joint Undertaking and the relevant research and innovation activities within Horizon Europe with a view to avoiding overlaps and promoting synergies;

- (g) ensure that the Joint Undertaking facilitates full access to data and information for the independent impact monitoring of aviation research and innovation carried out under the direct supervision of the Commission and take any appropriate action needed to ensure the independence of this process from the Clean Aviation Joint Undertaking itself, such as by means of public procurement, independent evaluations, reviews or ad-hoc analysis. The programme's monitoring and assessment report shall be presented to the Governing Board once a year;
- (h) assist the Governing Board adaptations of the technical content and budget allocations of the work programme during the implementation of the Strategic Research and Innovation Agenda in order to maximise the achievements of the Clean Aviation Joint Undertaking.

#### *Article 67*

##### *The States' Representatives Group*

1. The States' Representatives Group shall hold coordination meetings with the States' Representatives Group of other relevant joint undertakings such as the Single European Sky ATM Research 3 Joint Undertaking, at least twice a year, with the aim of creating an interface between the national and regional authorities and the Clean Aviation Joint Undertaking and providing advice to the Clean Aviation Joint Undertaking on this basis.
2. In addition to Article 18a, the States' Representatives Group shall also have the following additional tasks:
  - (a) propose measures to improve the complementarity between the Clean Aviation Research and Innovation actions and national research programmes contributing to the objectives of the Strategic Research and Innovation Agenda, as well as with international and other national initiatives and projects;

- (b) promote specific measures at national or regional level aimed at increasing the involvement of SMEs in Clean Aviation Research and Innovation, including through dissemination events, dedicated technical workshops and communication, and any other actions aimed at promoting cooperation and deployment of aeronautical technologies;
- (c) promote research and innovation investment from Cohesion Policy funds such as the European Regional Development Funds, the European Social funds, the Just Transition Funds, and Next Generation EU Funds into the context of the Clean Aviation Joint Undertaking.

*Article 67a<sup>42</sup>*

*The Technical Committee*

1. The Technical Committee shall be composed as follows:
  - (a) up to four Commission representatives and Union bodies, as decided by the representatives of the Union in the Governing Board;
  - (b) ~~an appropriate number of~~ **one** representatives from ~~the~~ **each** members other than the Union, as decided by the Governing Board through and as deemed necessary for a fair reflection of the technical scope of the programme and key technologies reflected therein, including ensuring the continuation and transition of the Clean Sky 2 programme until its completion;
  - (d) one representative of the European Union Aviation Safety Agency (EASA).

For the purpose of selecting representatives from the members other than the Union as referred to in paragraph (b), the governing board shall establish specific criteria and a selection process.

---

<sup>42</sup> *Lawyer-linguists : formerly Article 65*

2. The Technical Committee shall be co-chaired by a representative of the founding members, rotating on a two-yearly basis, and the Commission. It shall report to the Governing Board and its secretariat shall be provided by the Clean Aviation Joint Undertaking.
3. The Executive Director shall be a permanent observer in the Technical Committee. Representatives of the States' Representatives Group and the European Aviation Advisory Body may attend as observers upon invitation of the chair, or on their own request, in which case, their attendance shall be subject to the agreement of the chair and the Joint Undertaking's representatives.
4. The Technical Committee shall propose its rules of procedure and shall submit them for adoption by the Governing Board.
5. The Technical Committee shall develop and maintain the technological roadmap and strategy of the programme. It shall propose and prepare for adoption by the Governing Board, as appropriate, the scope and programming of the research actions, the technical strategy and the overall research roadmap of the Clean Aviation Joint Undertaking. A Governing Board member may be delegated to follow the activities therein.
6. The Technical Committee shall carry out the following tasks:
  - (a) prepare proposals for the amendment of the Strategic Research and Innovation Agenda as needed for deliberation and final decision by the Governing Board;
  - (b) prepare proposals for the technical priorities and research actions to be included in the work programme and the research topics for open calls for proposals;
  - (c) provide information on research actions planned or in progress at national, regional or other non-Union levels and make recommendations on the actions necessary to maximise possible synergies of the Clean Aviation Joint Undertaking's programme;

- (d) propose for deliberation and final decision by the Governing Board revisions or optimisation of the technical scope of the programme in order to align the work programme and the objectives of the Clean Aviation Joint Undertaking with the overall Horizon Europe and other European partnerships' related work programmes, as identified in the Strategic Research and Innovation Agenda;
- (e) make recommendations on maximising the impact in line with the European Green Deal objectives and the potential market uptake of the programme's results from indirect actions funded by the Joint Undertaking.

*Article 68*

*The European Clean Aviation Advisory Body*

1. The European Clean Aviation Advisory Body shall be the scientific advisory body of the Clean Aviation Joint Undertaking set up in accordance with point (a) of Article 19(1) and with Article 19(4).
2. The European Clean Aviation Advisory Body shall have no more than 15 permanent members.
3. The chairperson of the European Aviation Advisory Body shall be elected for the duration of two years.
4. A representative of the European Union Aviation Safety Agency (EASA) shall be a permanent member of the European Aviation Advisory Body.
5. In carrying out its tasks the European Aviation Advisory Body shall cooperate with relevant European aviation stakeholders' fora, such as the Advisory Council for Aeronautics Research in Europe (ACARE).

6. The European Clean Aviation Advisory Body shall, pursuant to point (f) of Article 19(7), hold coordination meetings with the advisory bodies of other relevant joint undertakings such as the Single European Sky ATM Research 3 Joint Undertaking, with the aim of promoting synergies and cooperation among relevant Union research and innovation initiatives in aviation and providing advice to that effect to the Clean Aviation Joint Undertaking on this basis.
7. The European Clean Aviation Advisory Body shall also advise and support the Commission and the Clean Aviation Joint Undertaking on initiatives that promote aviation research in the European education systems, and provide recommendations on aeronautical skills and competences development and updated aeronautical engineering curricula.

*Article 69*

*Certification of new technologies*

1. The European Union Aviation Safety Agency (EASA) may be invited by applicants, beneficiaries, or the Executive Director, to advise on individual projects and demonstration activities on issues related to compliance with aviation safety, interoperability and environmental standards, to ensure that these lead to timely development of relevant standards, testing capacity and regulatory requirements for product development and deployment of new technologies.
2. Certification activities and services provided shall be subject to the provisions regarding fees and charges set out in Regulation (EU) 2018/1139 of the European Parliament and of the Council.



*Article 70*

*Derogation from the rules for participation*

Where it is duly justified in the description of relevant topics in the work programme, a single legal entity established in a member state or associated country or consortia not meeting the condition laid down in Article 22(2) of the Horizon Europe Regulation shall be eligible to participate in indirect actions funded by the Clean Aviation Joint Undertaking. ~~This shall only apply to SMEs, universities and research organisations. The Clean Aviation annual activity report shall contain a detailed overview by call and by project on how this derogation is used, including information on the Union contribution and the beneficiaries receiving it.~~

# TITLE III

## CLEAN HYDROGEN JOINT UNDERTAKING

### *Article 71*

#### *Additional objectives of the Clean Hydrogen Joint Undertaking*

1. In addition to the objectives set out in Articles 4 and 5, the Clean Hydrogen Joint Undertaking shall also have the following general objectives ~~while following the principle of technological neutrality~~:
  - (a) to contribute to the objectives set out in the 2030 Climate Target Plan<sup>43</sup>, and the European Green Deal<sup>44</sup>, by raising the EU's ambition on reducing greenhouse gas emissions to at least 55% below 1990 levels by 2030, and climate neutrality by 2050;
  - (b) to contribute to the implementation of the 2020 European Commission's Hydrogen Strategy for a climate neutral Europe<sup>45</sup>;
  - (c) to strengthen the competitiveness of the Union clean hydrogen value chain, with a view to supporting, notably SMEs, accelerating the market entry of innovative competitive clean solutions;
  - (d) to stimulate research and innovation on clean hydrogen production, distribution, storage and end use applications.

---

<sup>43</sup> COM/2020/562 final.

<sup>44</sup> Communication from the Commission to the European Parliament, the European Council, the Council, the European Economic and Social Committee and the Committee of the Regions, COM/2019/640 final.

<sup>45</sup> COM(2020) 301 final: A hydrogen strategy for a climate-neutral Europe.

2. The Clean Hydrogen Joint Undertaking shall also have the following specific objectives:
- (a) improve through research and innovation, including activities related to lower Technology Readiness Levels (TRL), the cost-effectiveness, reliability, quantity and quality of clean hydrogen solutions, including production, distribution, storage and end uses developed in the Union;
  - (b) strengthen the knowledge and capacity of scientific and industrial actors along the Union's hydrogen value chain;
  - (c) carry out demonstrations of clean hydrogen solutions with the view to local, regional and Union-wide deployment, addressing renewable production, distribution, storage, and use for transport and energy-intensive industries as well as other applications;
  - (d) increase public and private awareness, acceptance, and uptake of clean hydrogen solutions, in particular through cooperation with other European partnerships under Horizon Europe.

*Article 72*

*Additional tasks of the Clean Hydrogen Joint Undertaking*

In addition to the tasks set out in Article 5, the Clean Hydrogen Joint Undertaking shall also carry out the following tasks:

- (a) assess and monitor technological progress and technological, economic and societal barriers to market entry;
- (b) notwithstanding the Commission's policy prerogatives, under the Commission's policy guidance and supervision, contribute to the development of regulations and standards with the view to eliminating barriers to market entry and to supporting interchangeability, interoperability, and trade across the internal market and globally;

- (c) support the Commission in its international initiatives on the hydrogen strategy, such as the International Partnership on the Hydrogen Economy (IPHE), Mission Innovation and the Clean Energy Ministerial Hydrogen Initiative.

*Article 73*

*Members*

The members of the Clean Hydrogen Joint Undertaking shall be:

- (a) the Union, represented by the Commission;
- (b) the Hydrogen Europe AISBL, a non-profit organisation registered under Belgian Law (the ‘Industry Grouping’), upon notification of its decision to accede to the Clean Hydrogen Joint Undertaking by means of a letter of commitment, which shall not contain conditions regarding its accession other than those set out in this Regulation;
- (c) the Hydrogen Europe Research AISBL, a non-profit organisation registered under Belgian Law (the ‘Research Grouping’), upon notification of its decision to accede to the Clean Hydrogen Joint Undertaking by means of a letter of commitment, which shall not contain conditions regarding its accession other than those set out in this Regulation.

*Article 74*

*Union financial contribution*

The Union financial contribution to the Clean Hydrogen Joint Undertaking, including EEA appropriations, to cover administrative and operational costs shall be up to EUR 1 000 000 000, including up to EUR 30 193 000 for administrative costs.

*Article 75*

*Contributions from members other than the Union*

The members of the Clean Hydrogen Joint Undertaking other than the Union shall make or arrange for their constituent or affiliated entities to make a total contribution of at least EUR 1 000 000 000, including up to EUR 30 193 000 for administrative costs over the period set out in Article 3.

*Article 76*

*Scope of additional activities*

1. For the purpose of point (b) of Article 11(1), additional activities may include activities directly linked to the activities of the Clean Hydrogen Joint Undertaking and contributing to its objectives, including the following:
  - (a) pre-commercial trials and field tests;
  - (b) proof of concept;
  - (c) improvement of existing production lines for up-scaling;
  - (d) large scale case studies;
  - (e) awareness-raising activities on hydrogen technologies and safety measures;
  - (f) uptake of results from projects into products, further exploitation and activities within the research chain either at higher Technology Readiness Levels or in parallel strands of activity.

2. Additional activities of the Clean Hydrogen Joint Undertaking shall aim at ensuring synergies with the Clean Hydrogen Alliance, Mission Innovation Challenge ‘Renewable and Clean Hydrogen’, the European Union Innovation Fund, the H2 Regions Smart Specialisation Strategy (S3) platform and the ERA pilot on green hydrogen.

*Article 77*

*Bodies of the Clean Hydrogen Joint Undertaking*

The bodies of the Clean Hydrogen Joint Undertaking shall be the following:

- (a) the Governing Board;
- (b) the Executive Director;
- (c) the States’ Representatives Group; and
- (d) the Stakeholders Group.

*Article 78*

*Composition of the Governing Board*

The Governing Board shall be composed of the following:

- (a) representatives of the Commission on behalf of the Union;
- (b) six representatives of Hydrogen Europe, having regard to geographical, gender, company size and sector representation;
- (c) one representative of Hydrogen Europe Research.

*Article 79*

*Functioning of the Governing Board*

1. In addition to the voting rules set out in Article 15(2), the Industry Grouping shall hold 43 % of the voting rights and the Research Grouping 7 % of the voting rights in the Governing Board.
2. The chairperson of the Governing Board shall be a representative of the private members and shall be appointed by the Governing Board.

*Article 80*

*Additional tasks of the Governing Board*

In addition to the tasks set out in Article 16, the Governing Board of the Clean Hydrogen Joint Undertaking shall carry out the following tasks:

- (a) foster synergies with relevant activities and programmes at Union, national or regional level, in particular with those supporting the deployment of research and innovation solutions, infrastructure, education and regional development on the use of clean hydrogen;
- (b) provide pursuant to point (b) of Article 5(2) and Article 16(1) strategic orientation as regards the collaboration with other European partnerships, including the partnerships towards zero emission road transport, zero emission waterborne, Europe's rail, clean aviation, processes for the planet and clean steel in accordance with their respective Strategic Research and Innovation Agendas or other equivalent document;
- (c) encourage market uptake of technologies and solutions for achieving the European Green Deal's objectives.

*Article 81*

*Additional tasks of the Executive Director*

In addition to the tasks set out in Article 18, the Executive Director of the Clean Hydrogen Joint Undertaking shall carry out the following tasks:

- (a) propose activities that boost synergies with relevant activities and programmes at Union, national or regional level;
- (b) support and contribute to other Union initiatives related to hydrogen, subject to approval by the Governing Board;
- (c) convene an annual European Clean Hydrogen partnership forum, which, where possible, shall be held jointly and in parallel with the European Hydrogen Forum of the Clean Hydrogen Alliance.

*Article 82*

*The Stakeholders Group*

- ~~1. The provisions of Article 21 shall apply *mutatis mutandis* to the Stakeholders Group of the Clean Hydrogen Joint Undertaking.~~
2. The Stakeholders Group shall consist of representatives of sectors which generate, distribute, store, need or use clean hydrogen across the Union, including the representatives of other relevant European partnerships, as well as representatives of the European Hydrogen Valleys Interregional Partnership and of the scientific community.



3. In addition to the tasks set out in Article 21, the Stakeholders Group shall also have the following tasks:
- (a) provide input on the strategic and the technological priorities to be addressed by the Clean Hydrogen Joint Undertaking as laid down in the Strategic Research and Innovation Agenda or any other equivalent document and associated detailed technological roadmaps, taking due account of the progress and needs in adjacent sectors;
  - (b) provide suggestions to enable concrete synergies to take place between the Clean Hydrogen Joint Undertaking and the adjacent sectors or any sector with which synergies are deemed of added value;
  - (c) provide input to the European Clean Hydrogen partnership forum and to the European Hydrogen Forum of the Clean Hydrogen Alliance.

# TITLE IV

## EUROPE'S RAIL JOINT UNDERTAKING

### *Article 83*

#### *Additional objectives of the Europe's Rail Joint Undertaking*

1. In addition to the objectives set out in Articles 4 and 5, the Europe's Rail Joint Undertaking shall also have the following general objectives:
  - (a) contribute towards the achievement of the Single European Railway Area;
  - (b) ensure a fast transition to more attractive, user-friendly, competitive, affordable, easy to maintain, efficient and sustainable European rail system, integrated into the wider mobility system;
  - (c) support the development of a strong and globally competitive European rail industry.
  
2. In addition to the objectives set out in paragraph 1, the Europe's Rail Joint Undertaking shall also have the following specific objectives:
  - (a) ~~perform~~ **facilitate** research and innovation activities to deliver an integrated European railway network by design, eliminating barriers to interoperability and providing solutions for full integration, covering traffic management, vehicles, infrastructure and services, and providing the best answer to the needs of passengers and businesses, accelerating uptake of innovative solutions to support the Single European Railway Area, while increasing capacity and reliability and decreasing costs of railway transport;

- (b) deliver a sustainable and resilient rail system: by developing a zero-emission, silent rail system and climate resilient infrastructure, applying circular economy to the rail sector, piloting the use of innovative processes, technologies, designs and materials in the full life-cycle of rail systems and developing other innovative solutions to guided surface transport;
- (c) develop through its System Pillar a unified operational concept and a functional, safe and secure system architecture, **with due consideration of cyber-security aspects, focused on the European railway network to which Directive 2016/797 applies,** for integrated European rail traffic management, ~~with due consideration of cyber-security aspects,~~ command, control and signalling systems, including automated train operation which shall ensure that research and innovation is targeted on commonly agreed and shared customer requirements and operational needs, and is open to evolution;
- (d) ~~perform~~ **facilitate** research and innovation activities related to rail freight and intermodal transport services to deliver a competitive green rail freight fully integrated into the logistic value chain, with automation and digitalisation of freight rail at the core;
- (e) develop demonstration projects in interested member states;
- (f) contribute to the development of a strong and globally competitive European rail industry.

3. In carrying out its activities, the Europe's Rail Joint Undertaking shall seek a geographically balanced involvement of members and partners in its activities. It shall also establish the necessary international connections in relation to rail research and innovation, in line with the Commission priorities.

*Article 84*

*Additional tasks of the Europe's Rail Joint Undertaking*

1. In addition to the tasks set out in Article 5, the Europe's Rail Joint Undertaking together with the Commission shall also prepare and, after consultation of the states' representative group, submit for adoption by the Governing Board the Master Plan, developed in consultation with all relevant stakeholders in the railway system and rail supply industry.
2. The Commission may start the preparation of the Master Plan prior to the establishment of the Europe's Rail Joint Undertaking, in consultation with Member States representatives and all relevant stakeholders.
3. The Master Plan shall constitute a common, forward-looking roadmap based on a system view. It shall identify the areas of intervention within the scope of the Europe's Rail Joint Undertaking. The objectives set out in the Master Plan shall be performance driven and structured around the objectives set out in Article 83.
4. The Master Plan shall be adopted by the Governing Board and endorsed by the Commission in accordance with Article 15 with the exception of the section of the Master Plan relating to the System Pillar that shall be adopted in accordance with Article 91(3). Before endorsement, the Commission shall present the Master Plan to the Council and to the European Parliament. Subsequently, any modification shall be communicated to the Council and the European Parliament.

5. The Master Plan shall constitute the Europe’s Rail Joint Undertaking’s Strategic Research and Innovation Agenda within the meaning of Article 2(12). It shall provide guidance for the Europe’s Rail Joint Undertaking’s more specific tasks, namely:
- (a) develop in its System Pillar a system view that reflects the needs of the rail manufacturing industry, the rail operating community, **Member States** and other rail private and public stakeholders, including bodies representing customers, such as passengers and freight and staff, as well as and relevant actors outside the traditional rail sector. The “system view” shall encompass:
    - i. the development of the operational concept and system architecture, including the definition of the services, functional blocks, and interfaces which form the basis of rail system operations;
    - ii. the development of associated specifications including interfaces, functional requirement specifications and system requirement specifications to feed into Technical Specifications for Interoperability (TSI) established pursuant to Directive (EU) 2016/797 of the European Parliament and of the Council<sup>46</sup> or standardisation processes to lead to higher levels of digitalisation and automation;
    - iii. ensuring the system is maintained, error-corrected and able to adapt over time and ensure migration considerations from current architectures;
    - iv. ensuring that the necessary interfaces with other modes, as well as with metro and **trams or** light rail systems, are assessed and validated, in particular for freight and passenger flows.

---

<sup>46</sup> Directive (EU) 2016/797 of the European Parliament and of the Council of 11 May 2016 on the interoperability of the rail system within the European Union (OJ L 138, 26.5.2016, p. 44).

- (b) ~~perform~~ **facilitate** the research and innovation activities necessary to achieve the objectives of the Europe's Rail Joint Undertaking, including low technology readiness level (TRL) rail focused research and innovation activities. In that respect, the Europe's Rail Joint Undertaking shall:
- i. define and organise the research, innovation, demonstration, validation and study activities, to be carried out under its authority, while avoiding fragmentation of such activities;
  - ii. exploit standardisation and modularity opportunities, and facilitate the interfaces with other modes and systems;
  - iii. develop demonstration projects;
  - iv. develop close cooperation and ensure coordination with related European, national and international research and innovation activities in the rail sector and beyond as necessary, in particular under Horizon Europe, thereby enabling the Europe's Rail Joint Undertaking to play a major role in rail-related research and innovation while also benefiting from scientific and technological advances reached in other sectors;
  - v. through the cooperation referred to in point (iv), the Europe's Rail Joint Undertaking shall ensure the translation of research into effective development effort and development of pioneering innovations and ultimately into market focused innovation through demonstration and deployment.
- (c) perform any tasks necessary to achieve the objectives set out in Articles 4 and 84.

*Article 85*  
*Members*

1. The members of the Europe's Rail Joint Undertaking shall be:
  - (a) the Union, represented by the Commission;
  - (b) the founding members listed in Annex II, upon notification of their decision to accede to the Joint Undertaking by means of a letter of commitment, which shall not contain conditions regarding their accession other than those set out in this Regulation;
  - (c) the associated members to be selected in accordance with Article 7. The list of the Associated Members shall be endorsed by the Commission.
  
2. In addition to Article 7(1), the Governing Board may, during the first six months following the establishment of the Europe's Rail Joint Undertaking, select associated members from a list drawn up after an open call for expression of interest launched by the Commission prior to its establishment. The conditions of Article 7(2) shall apply *mutatis mutandis*.

*Article 86*  
*Union financial contribution*

The Union financial contribution to the Europe's Rail Joint Undertaking, including EEA appropriations, to cover administrative costs and operational costs shall be up to EUR 600 000 000, including at least EUR 50 000 000 for the System Pillar , and up to EUR 24 000 000 for administrative costs.

*Article 87*

*Contributions from members other than the Union*

The members of the Europe's Rail Joint Undertaking other than the Union shall make or arrange for their constituent or affiliated entities to make a total contribution of at least EUR 600 000 000, including up to EUR 24 000 000 for administrative costs over the period set out in Article 3.

*Article 88*

*Scope of additional activities*

1. For the purposes of point (b) of Article 11(1), additional activities may include:

**(0a) activities covered under the indirect actions of the Europe's Rail Joint Undertaking but not funded under such indirect actions;**

**(0b) activities directly linked to the Europe's Rail Joint Undertaking work programme;**

- (a) research and innovation activities building on activities funded by the Europe's Rail Joint Undertaking or Shift2Rail Joint Undertaking;
- (b) complementary research and innovation activities funded by the members other than the Union, having a clear Union added value and contributing to achieving the objectives of the Europe's Rail Joint Undertaking;
- (c) activities funded by the members other than the Union in projects funded by national programmes or by regional programmes which complement activities funded by the Europe's Rail Joint Undertaking;
- (d) uptake of results of activities funded under the Shift2Rail **and Europe's Rail** Joint Undertakings, further exploitation, demonstration activities, standardisation and development of recommendations for **transition strategies, migration paths and** updates of TSI.



2. With regard to activities funded by the members other than the Union in projects funded by other European partnerships or by other Union programmes and other research and innovation efforts and investments that have a significant Union added-value and contribute to achieving the objectives of the Europe's Rail Joint Undertaking and its complement activities funded by it, the value of such activities shall be reported, indicating the type, level and source of Union funding to avoid double counting.

#### *Article 89*

##### *Bodies of the Europe's Rail Joint Undertaking*

1. The bodies of the Europe's Rail Joint Undertaking shall be:
  - (a) the Governing Board;
  - (b) the Executive Director;
  - (ba) the states' representatives group;
  - (c) the System Pillar Steering Group;
  - (e) the Deployment Group.
2. In addition, the Europe's Rail Joint Undertaking may set up a scientific steering group or seek scientific advice from independent academic experts or from shared scientific advisory bodies.

#### *Article 90*

##### *Composition of the Governing Board*

The Governing Board shall be composed as follows:

- (a) two representatives from the Commission on behalf of the Union;
- (b) one representative from each of the members other than the Union.

*Article 91*  
*Functioning of the Governing Board*

1. By derogation from Article 15(3), the Governing Board shall be chaired by the Commission on behalf of the Union.

**1a The members other than the Union shall collectively hold 50% of the voting rights.**

2. Representatives of the European Union Agency for Railways and of the European Rail Research Advisory Council shall be invited to attend meetings of the Governing Board as observers and take part in its deliberation, but shall have no voting rights.
3. By derogation from Article 15(1) with regard to activities to be performed under the System Pillar, a decision shall be deemed adopted by a majority of at least 55% of the votes including the votes of representatives who are absent.
4. In addition to Article 15(4), the Governing Board shall meet once a year in a general assembly and all participants to the research and innovation activities of the Europe's Rail Joint Undertaking shall be invited to attend. The assembly shall stimulate reflection on the overall direction of the activities of the Europe's Rail Joint Undertaking while conducting an open and transparent discussion on the progress of the Master Plan implementation.

*Article 92*  
*Additional tasks of the Governing Board*

In addition to the tasks set out in Article 16, the Governing Board of the Europe's Rail Joint Undertaking shall also carry out the following tasks:

- (a) adopt the Master Plan and any proposal for its modification;

- (b) adopt the work programmes, including the budget, of the System Pillar and their amendments based on recommendations made by the System Pillar Steering Group and on the proposals of the Executive Director.

*Article 92a<sup>47</sup>*

*The states' representatives group*

In addition to Article 18a, the member states shall ensure that their respective representatives present a coordinated position that reflects their member state's views expressed in:

- (a) the Railway Interoperability and Safety Committee, established by Article 51 of Directive (EU) 2016/798 of the European Parliament and of the Council;
- (b) the Programme Committee under Horizon Europe – Strategic Programme Committee Cluster 5;
- (c) the Single European Rail Area Committee, established by Article 62 of Directive 2012/34/EU of the European Parliament and of the Council.

---

<sup>47</sup> *Lawyer-linguists: former Article 96*

*Article 93*

*The System Pillar Steering Group*

1. The System Pillar Steering Group shall be composed of representatives of the Commission, representatives of the rail and mobility sector and of relevant organisations, the Executive Director of the Europe's Rail Joint Undertaking and representatives of the European Union Agency for Railways and of the European Rail Research Advisory Council (ERRAC). The Commission shall take the final decision on the composition of the Group. When justified, the Commission may invite additional relevant experts and stakeholders to attend the meetings of the System Pillar Steering Group as observers. The System Pillar Steering Group shall regularly report to the states' representatives group on its activities.
2. The System Pillar Steering Group shall be chaired by the Commission.
3. The recommendations of the System Pillar Steering Group shall be adopted by consensus. Where no consensus is reached, the Executive Director of the Europe's Rail Joint Undertaking shall prepare a report for the Governing Board, outlining the key common points and diverging views. **In this case, the states' representative group shall also prepare an opinion for the Governing Board.**
4. The System Pillar Steering Group shall adopt its own rules of procedure.
5. The System Pillar Steering Group shall be responsible for providing advice to the Executive Director and Governing Board on any of the following:
  - (a) the approach to operational harmonisation and the development of system architecture, including on the relevant part of the Master Plan;
  - (b) delivering on the specific objective set out in point (c) of Article 83(2);
  - (c) carrying out the task set out in point (a) of Article 84(5);

- (d) the detailed annual implementation plan for the System Pillar in line with the work programmes adopted by the Governing Board in accordance with point (b) of Article 92;
- (e) monitoring the progress of the System Pillar.

*Article 94*

*The Deployment Group*

1. The Deployment Group shall be established pursuant to Article 21. The role of the Deployment Group shall be to advise the Governing Board on the market uptake of rail innovation developed in the Europe's Rail Joint Undertaking and to support deployment of the innovative solutions.
2. The Deployment Group shall be open to all stakeholders ~~as the System Pillar Steering Group~~. The composition of the Deployment Group shall ensure appropriate thematic focus and representativeness. **The Commission shall take the final decision on the composition of the Group.** The list of members shall be published on the website of the Europe's Rail Joint Undertaking.
4. The Deployment Group shall provide recommendations on issues related to the deployment of rail innovative solutions upon request of the Governing Board. The Deployment Group may also issue recommendations on its own initiative.

*Article 95*

*Collaboration with the European Union Agency for Railways*

The Europe's Rail Joint Undertaking shall ensure a close collaboration with the European Union Agency for Railways, in particular with regard to the implementation of the Master Plan. Pursuant to Article 40 of Regulation (EU) 2016/796 of the European Parliament and of the Council<sup>48</sup>, that collaboration shall consist of the following advisory tasks:

- (a) input on research needs relating to the realisation of the Single European Railway Area for consideration by the Europe's Rail Joint Undertaking in the Master Plan and its amendments as well as in the work programmes;
- (b) feedback and advice on interoperability and safety to be considered in the research innovation activities and, more specifically, in the context of project activities and results for the objectives identified in point (a) of Article 84(5);
- (c) support to the Europe's Rail Joint Undertaking in identifying needs for any additional specific validation or studies to be performed by it, including via the involvement of national safety authorities;
- (d) provide advice as regards the System Pillar;
- (e) ensure that the development of specifications including interfaces, functional requirement specifications, and system requirement specifications takes into consideration the experience and feedback on TSI or standards.

---

<sup>48</sup> Regulation (EU) 2016/796 of the European Parliament and of the Council of 11 May 2016 on the European Union Agency for Railways and repealing Regulation (EC) No 881/2004 (OJ L 138, 26.5.2016, p. 1.

# TITLE V

## GLOBAL HEALTH EDCTP3 JOINT UNDERTAKING

### *Article 97*

#### *Additional objectives of the Global Health EDCTP3 Joint Undertaking*

1. In addition to the objectives set out in Articles 4 and 5, the Global Health EDCTP3 Joint Undertaking shall also have the following general objectives:
  - (a) to contribute to the reduction of the socio-economic burden of infectious diseases in sub-Saharan Africa by promoting the development and uptake of new or improved health technologies;
  - (b) to contribute to the increase of health security in sub-Saharan Africa and globally by strengthening the research and innovation based capacities for preparedness and response to control infectious diseases.
  
2. The Global Health EDCTP3 Joint Undertaking shall also have the following specific objectives:
  - (a) to advance the development and use of new or improved health technologies for tackling infectious diseases by supporting the conduct of the clinical trials, in sub-Saharan Africa;
  - (b) to strengthen research and innovation capacity and the national health research systems in sub-Saharan Africa for tackling infectious diseases;
  - (c) to facilitate better alignment of Union member states, associated countries and sub-Saharan countries around a common Strategic Research and Innovation Agenda in the field of global health to increase the cost-effectiveness of European public investment;

- (d) to strengthen capacity in sub-Saharan Africa for epidemic preparedness through effective and rapid research response to develop essential diagnostics, vaccines and therapeutics for early detection and control of emerging diseases of epidemic potential;
- (e) to promote productive and sustainable networking and partnerships in the area of global health research building North–South and South–South relationships with multiple private and public-sector organisations.

*Article 98*

*Additional tasks of the Global Health EDCTP3 Joint Undertaking*

In addition to the tasks set out in Article 5, the Global Health EDCTP3 Joint Undertaking shall also carry out the following tasks:

- (a) fostering productive relationships between European and African individuals, groups and institutions;
- (b) raising awareness of common interests and shared goals between institutions and research groups to facilitate and strengthen project and institutional collaborations;
- (c) contributing to facilitate alignment of global health strategies of European and African funders, institutions and authorities;
- (d) attracting additional investment involving partners in the private, public, and charitable sectors.

*Article 99*

*Members*

The members of the Global Health EDCTP3 Joint Undertaking shall be:

- (a) the Union, represented by the Commission;



- (b) the EDCTP Association, a non-profit organisation registered under Dutch law, upon notification of its decision to accede to the Global Health EDCTP3 joint undertaking by means of a letter of commitment, which shall not contain conditions regarding its accession other than those set out in this Regulation.

*Article 100*

*Union financial contribution*

The Union financial contribution to the Global Health EDCTP3 Joint Undertaking, including EEA appropriations, to cover administrative costs and operational costs shall be up to EUR 800 000 000, including up to EUR 59 756 000 for administrative costs, and shall consist of the following:

- (a) up to EUR 400 000 000 provided that the contribution of members other than the Union, or its constituent entities, is at least equal to this amount;
- (b) up to EUR 400 000 000 provided that the contributions from contributing partners, or from their constituent entities, are at least equal to this amount.

*Article 101*

*Contributions from members other than the Union*

1. The members of the Global Health EDCTP3 Joint Undertaking other than the Union shall make or arrange for their constituent entities to make a total contribution of at least EUR 439 878 000 over the period set out in Article 3.
2. The contributions referred to in paragraph 1 of this Article shall consist of contributions to the Global Health EDCTP3 Joint Undertaking as laid down in points (a) and (b) of Article 11(1). ~~and, by~~ **By** derogation from Article 11(1), **those contributions** may consist of financial contributions.

*Article 102*

*Scope of additional activities*

1. Additional activities of the Global Health EDCTP3 Joint Undertaking shall be developed and implemented in an aligned, integrated and coherent manner by the EDCTP Association and its constituent entities and shall follow the Global Health EDCTP3 Strategic Research and Innovation Agenda.
2. For the purpose of point (b) of Article 11(1), additional activities may include **activities directly linked to the activities of the EDCTP3 Joint Undertaking and contributing to its objectives, including the following:**
  - (a) activities of constituent entities of the EDCTP Association aligned with similar activities from other constituent entities of the EDCTP Association and independently managed in accordance with national funding rules;
  - (b) activities implemented by sub-Saharan African governmental research organisations;
  - (c) activities which promote networking and partnerships building relationships with multiple private and public-sector organisations;
  - (d) ~~any other activities necessary to achieve the objectives of the Global Health EDCTP3 Joint Undertaking~~ **support for the development of research infrastructures such as clinical trial networks or cohorts related to the scope of the Global Health EDCTP3 Joint Undertaking, and support for strengthening health systems' preparedness for carrying out research activities within the scope of the Global Health EDCTP3 Joint Undertaking.**

*Article 103*

*Bodies of the Global Health EDCTP3 Joint Undertaking*

The bodies of the Global Health EDCTP3 Joint Undertaking shall be:

- (a) the Governing Board;
- (b) the Executive Director;
- (c) the Scientific Committee;
- (d) the Stakeholders Group.

*Article 104*

*Composition of the Governing Board*

The Governing Board shall be composed of the following:

- (a) six representatives of the Commission on behalf of the Union;
- (b) six representatives of the EDCTP Association.

*Article 105*

*Functioning of the Governing Board*

The ~~members of the~~ EDCTP Association shall collectively hold 50 % of the voting rights.

*Article 106*

*The Scientific Committee*

1. Pursuant to point (a) of Article 19(1), the Scientific Committee shall be the scientific advisory body of the Global Health EDCTP3 Joint Undertaking.
2. In addition to the tasks listed in Article 19, the Scientific Committee shall also perform the following tasks:
  - (a) assist in the design of the strategic and scientific planning of the activities of the Global Health EDCTP3 Joint Undertaking;
  - (b) advise on strategies to foster synergies and partnerships with all stakeholders;
  - (c) contribute to the preparation of strategic and scientific documents relevant to Global Health EDCTP3 Joint Undertaking, as required;
  - (d) provide strategic and scientific advice to the Global Health EDCTP3 Joint Undertaking and ensure the successful completion of on-going projects;
  - (e) identify strategic needs and priorities for accelerating the development of new or improved clinical interventions, including the required training, networking and capacity building to be undertaken to achieve those objectives;
  - (f) review the landscape of poverty-related and neglected diseases to identify Global Health EDCTP3 Joint Undertaking's role in partnership with other stakeholders to accelerate the development or improvement of interventions against those diseases;
  - (g) assess the state of global product development pathways and the critical path opportunities for future product development;

- (h) provide advice on the review of any calls for proposals and other programmes;
  - (i) provide support and input on the monitoring and evaluation framework of the Global Health EDCTP3 Joint Undertaking, as well as in the monitoring of scientific outcomes and strategic impacts of the grants funded by the Global Health EDCTP3 Joint Undertaking;
  - (j) advise, assist and participate in Global Health EDCTP3 Joint Undertaking working groups, stakeholder meetings, EDCTP Forum and other relevant events.
3. The chairperson shall prepare an annual report on the previous year's activities and achievements of the Scientific Committee and submit it for approval by the Governing Board.

*Article 107*

*The Stakeholders Group*

In addition to the tasks set out in Article 21, the Stakeholders' Group shall also perform the following tasks:

- (a) provide input on the scientific, strategic and the technological priorities to be addressed by the Global Health EDCTP3 Joint Undertaking as laid down in the Strategic Research and Innovation Agenda or any other equivalent document taking account the progress and needs of the Global Health and adjacent sectors;
- (b) provide suggestions to enable concrete synergies to take place between the Global Health Partnership EDCTP3 Joint Undertaking and the adjacent sectors or any sector with which synergies will be deemed of added value;
- (c) provide input to the EDCTP Forum.

## *Article 108*

### *Eligibility for funding*

1. In accordance with the Article 17(2) of the Horizon Europe Regulation and by derogation from Article 23(1) thereof, funding from the Global Health EDCTP3 Joint Undertaking shall be restricted to legal entities established in Member States or associated countries or in the constituent states of the EDCTP Association. Exceptionally and if provided for in the work programme, entities established in other states may be eligible for funding from the Global Health EDCTP3 Joint Undertaking in specific call topics or in case of a call addressing a public health emergency.
2. The Union shall seek to conclude agreements with third countries that allow the protection of the financial interest of the Union. Before their conclusion and in order to safeguard Union financial interests, where entities established in a third country without such an agreement participate with funding in an indirect action, the financial coordinator of the indirect action shall be established in a member state or associated country, the amount of pre-financing shall be adequately adapted and liability provisions of the grant agreement shall take due account of the financial risks.

## *Article 109*

### *Identified participants*

The participation of entities identified by the Global Health EDCTP3 Joint Undertaking may be an eligibility criterion in the call for proposals. It shall be duly justified in the work programme which may also provide that such identified participants shall not be eligible for funding from the Global Health EDCTP3 Joint Undertaking under the selected indirect actions.

*Article 110*

*Ethical principles*

The clinical trials and implementation research conducted under the Global Health EDCTP3 Joint Undertaking shall be implemented in compliance with fundamental ethical principles, recognised international regulatory standards and good participatory practices.

*Article 111*

*Collaboration with the European Medicine Agency and European Centre for Disease Prevention and Control*

The Global Health EDCTP3 Joint Undertaking shall ensure a close collaboration with the European Medicine Agency and European Centre for Disease Prevention and Control.

*Article 112*

*Affordable access*

Participants to indirect actions funded by the Global Health EDCTP3 Joint Undertaking shall ensure that the products and services **that they** developed based or partly based on the results of ~~the~~ **clinical studies undertaken as part of an** indirect action are **affordable**, available and accessible to the public at fair and reasonable conditions. For that purpose, where relevant, the work programme shall specify additional exploitation obligations applicable to specific indirect actions.

# TITLE VI

## INNOVATIVE HEALTH INITIATIVE JOINT UNDERTAKING

### *Article 113*

#### *Additional objectives of the Innovative Health Joint Undertaking*

1. In addition to the objectives set out in Articles 4 and 5, the Innovative Health Initiative Joint Undertaking shall also reach the following general objectives by 2030:
  - (a) contribute towards the creation of a Union-wide health research and innovation ecosystem that facilitates translation of scientific knowledge into innovations, notably by launching at least 30 large-scale, cross-sectoral projects, focussing on health innovations;
  - (b) foster the development of safe, effective, people-centred and cost-effective innovations that respond to strategic unmet public health needs, by exhibiting, in at least five examples, the feasibility of integrating health care products or services, with demonstrated suitability for uptake by health care systems. The related projects should address the prevention, diagnosis, treatment and/or management of diseases affecting the Union population, including contribution to Europe's Beating Cancer Plan;
  - (c) drive cross-sectoral health innovation for a globally competitive European health industry, and contribute to reaching the objectives of the new Industrial Strategy for Europe and the Pharmaceutical Strategy for Europe.



2. The Innovative Health Initiative Joint Undertaking shall also have the following specific objectives:
- (a) contribute towards a better understanding of the determinants of health and priority disease areas;
  - (b) integrate fragmented health research and innovation efforts bringing together health industry sectors and other stakeholders, focussing on unmet public health needs, to enable the development of tools, data, platforms, technologies and processes for improved prediction, prevention, interception, diagnosis, treatment and management of diseases, meeting the needs of end-users;
  - (c) demonstrate the feasibility of people-centred, integrated health care solutions;
  - (d) exploit the full potential of digitalisation and data exchange in health care;
  - (e) enable the development of new and improved methodologies and models for a comprehensive assessment of the added value of innovative and integrated health care solutions.

*Article 114*

*Additional tasks of the Innovative Health Initiative Joint Undertaking*

In addition to the tasks set out in Article 5, the Innovative Health Initiative Joint Undertaking shall also carry out the following tasks:

- (a) foster close and long-term cooperation between the Union, other members, contributing partners, and other stakeholders involved in health care such as other relevant industries, health care authorities (such as regulatory bodies, health technology assessment bodies and payers), patient organisations, health care professionals and providers, as well as the academia;

- (b) effectively support pre-competitive health research and innovation, especially actions that bring together entities of several health care industry sectors to work jointly on areas of unmet public health need;
- (c) ensure that all stakeholders have the possibility of proposing areas for future calls for proposals;
- (d) regularly review and make any necessary adjustments to the Strategic Research and Innovation Agenda of the Innovative Health Initiative Joint Undertaking in light of scientific developments occurring during its implementation or emerging public health needs;
- (e) publish information on the projects, including participating entities and the amount of the financial contribution of the Innovative Health Initiative Joint Undertaking and committed in-kind contributions per participant;
- (f) organise regular communication, including at least one annual meeting with interest groups and with its stakeholders to ensure openness and transparency of the research and innovation activities of the Innovative Health Initiative Joint Undertaking;
- (g) any other task necessary to achieve the objectives referred to in Article 113.

## *Article 115*

### *Members*

The members of the Innovative Health Initiative Joint Undertaking shall be:

- (a) the Union, represented by the Commission;
- (b) the European Coordination Committee of the Radiological, Electromedical and healthcare IT Industry (COCIR) registered under Belgian law, the European Federation of Pharmaceutical Industries and Associations, **including its subgroup Vaccines Europe**, registered under Luxemburgish law, EuropaBio registered under Belgian law, MedTech Europe registered under Belgian law, ~~Vaccines Europe registered under Luxemburgish law~~, upon notification of their respective decisions to accede to the Innovative Health Joint Undertaking by means of a letter of commitment, which shall not contain conditions regarding their accession other than those set out in this Regulation;
- (c) the associated members to be selected in accordance with Article 7.

## *Article 116*

### *Union financial contribution*

The Union financial contribution to the Innovative Health Initiative Joint Undertaking, including EEA appropriations, to cover administrative costs and operational costs shall be up to EUR 1 200 000 000, including up to EUR 30 212 000 for administrative costs, and shall consist of the following:

- (a) up to EUR 1 000 000 000 provided that that amount is matched by the contribution of members other than the Union, or its constituent or affiliated entities;
- (b) up to EUR 200 000 000 provided that that amount is matched by the additional contributions from contributing partners, or from their constituent or affiliated entities.

*Article 117*

*Contributions from members other than the Union*

1. The members of the Innovative Health Initiative Joint Undertaking other than the Union shall make or arrange for their constituent or affiliated entities to make a total contribution of at least EUR 1 000 000 000, including up to EUR 30 212 000 for administrative costs, over the period set out in Article 3.
3. In-kind contributions to additional activities shall not constitute more than ~~50~~**40**% of in-kind contributions of members other than the Union, at the level of the Innovative Health Initiative programme.
4. Contributions provided by participants to indirect actions funded by the Innovative Health Initiative Joint Undertaking shall amount to at least 45% of an indirect action's eligible costs and ~~related~~ costs of **its related** additional activities. When justified, the work programme may exceptionally allow a lower proportion of contributions at the level of an individual indirect action and its related additional activities.
5. Costs incurred in indirect actions in third countries other than countries associated to Horizon Europe shall be justified and relevant to the objectives set out in Article 113. They shall not exceed 20% of the in-kind contributions to operational costs provided by members other than the Union and by contributing partners at the level of the Innovative Health Initiative programme. Costs in excess of 20% of the in-kind contributions to operational costs at the level of the Innovative Health Initiative programme shall not be considered as in-kind contributions to operational costs.

6. Work programmes of the Innovative Health Initiative Joint Undertaking may set out specific limits for in-kind contributions to operational costs incurred in third countries other than countries associated with Horizon Europe at an indirect action level. The decisions on such specific limits shall take into account in particular the objectives and the impact sought by the actions concerned and shall not result in an excess of the ceiling set out in paragraph 5 at the Innovative Health Initiative programme level.

*Article 118*

*Conditions related to additional activities*

1. For the purpose of point (b) of Article 11(1), additional activities shall be carried out in the Union or countries associated with Horizon Europe and may include:
  - (a) activities contributing towards the achievement of objectives of actions funded by the Innovative Health Initiative Joint Undertaking;
  - (b) activities contributing towards the dissemination, sustainability or exploitation of results of actions funded by the Innovative Health Initiative Joint Undertaking.
2. Where relevant, project proposals shall include a plan for their related additional activities. Costs associated to such project-specific additional activities must be incurred between the date of submission of the proposal and up to two years after the end date of the indirect action.
3. In order for the costs to be accounted for as in-kind contributions referred to in point (b) of Article 11(1), the underlying additional activities shall be carried out within the Union or countries associated to Horizon Europe.

*Article 119*

*Bodies of the Innovative Health Initiative Joint Undertaking*

The bodies of the Innovative Health Initiative Joint Undertaking shall be:

- (a) the Governing Board;
- (b) the Executive Director;
- (ba) the states' representatives group;
- (c) the Innovation Panel.

*Article 120*

*Composition of the Governing Board*

The Governing Board shall be composed of the following:

- (a) ~~five~~ **four** representatives of the European Commission on behalf of the Union;
- (b) one representative per member other than the Union.

*Article 121*

*Functioning of the Governing Board*

The members other than the Union shall collectively hold 50 % of the voting rights.

*Article 122*  
*The Innovation Panel*

1. The Innovation Panel shall advise the Governing Board on matters relevant to the research and innovation activities of the Innovative Health Initiative Joint Undertaking in ~~application of~~ **accordance with** Article 19.
2. The Innovation Panel shall be composed of the following permanent panellists:
  - (a) two representatives of the Commission on behalf of the Union;
  - (b) four representatives of the members other than the Union;
  - (c) two representatives of the States' Representatives Group;
  - (d) four representatives of the scientific community, appointed by the Governing Board following an open selection process in application of Article 19(4);
  - (e) up to six other permanent panellists, appointed by the Governing Board following an open selection process in application of Article 19(4), ensuring in particular appropriate representation of stakeholders involved in health care, covering notably the public sector, including regulatory bodies, patients and end-users in general;
  - ~~(f) the Executive Director and one additional representative of the programme office.~~
3. The permanent panellists referred to in points (a), ~~and (b)~~ **and (c)** of paragraph 2 may invite *ad hoc* panellists where appropriate to discuss specific subjects. They may jointly invite a maximum of six *ad hoc* panellists for each meeting.

Such *ad hoc* panellists shall be invited based on their scientific or technical expertise on the subjects to be discussed at given meetings or taking into account the need to create synergies with other research programmes.

The permanent panellists referred to in points (a), ~~and (b)~~ **and (c)** of paragraph 2 shall invite *ad hoc* panellists consensually. They shall communicate their decisions to the Governing Board, the states' representative group and the other permanent panellists.

4. In addition to Article 19(7), the Innovation Panel shall provide advice to the Governing Board, at its request or on its own initiative, on scientific and technological matters related to the Innovative Health Initiative Joint Undertaking's objectives, in particular about:
  - (a) scientific priorities;
  - (b) the draft work programme, including the content of calls for proposals;
  - (c) the planning of additional activities of members other than the Union referred to in Article 118;
  - (d) the set up of advisory groups focused on specific scientific priorities;
  - (e) creation of synergies with other Horizon Europe activities, including other European partnerships, as well as other Union funding programmes and national funding programmes.
  
5. **By derogation from Article 19(5)**, ~~the~~ Innovation Panel shall be chaired by the Executive Director. In duly justified cases, the Executive Director may appoint a senior member of staff of the Innovative Health Initiative Joint Undertaking programme office to chair the Innovation Panel on his or her behalf.



## Article 123

### *Conditions applicable to indirect actions*

1. For the purpose of this Regulation, an unmet public health need shall be defined as a need currently not addressed by the health care systems for availability or accessibility reasons, for example where there is no satisfactory method of diagnosis, prevention or treatment for a given health condition or if people access to health care is limited because of cost, distance to health facilities or waiting times. People-centred care refers to an approach to care that consciously adopts individuals', carers', families' and communities' perspectives and considers them as participants as well as beneficiaries of health care systems that are organised around their needs and preferences rather than individual diseases.
2. Indirect actions funded by the Innovative Health Initiative Joint Undertaking may include clinical studies where the targeted area or the intended use represents an unmet public health need, significantly affecting or threatening the Union's population.
3. Participants to indirect actions funded by the Innovative Health Initiative Joint Undertaking must ensure that the products and services **that they** developed based or partly based on the results of **clinical studies undertaken as part of an** the indirect actions are **affordable**, available and accessible to the public at fair and reasonable conditions. For that purpose, where relevant, the work programme shall specify additional exploitation obligations applicable to specific indirect actions.
4. Where provided for in the work programme **and in addition to Article 5(2)(a)**, legal entities identified by the Innovative Health Initiative Joint Undertaking may be required to participate in specific indirect actions. Those entities shall not be eligible for funding from the Innovative Health Initiative Joint Undertaking.

5. Any legal entities participating in specific indirect actions with the identified legal entities referred to in paragraph 4 shall not be eligible for funding where:
- (a) they are for-profit legal entities with an annual turnover of EUR 500 million or more;
  - (b) they are under the direct or indirect control of a legal entity described in point (a), or under the same direct or indirect control as a legal entity described in point (a);
  - (c) they are directly or indirectly controlling a legal entity referred to in point (a).

# TITLE VII

## KEY DIGITAL TECHNOLOGIES JOINT UNDERTAKING

### *Article 124*

#### *Additional objectives of the Key Digital Technologies Joint Undertaking*

1. In addition to the objectives set out in Articles 4 and 5, the Key Digital Technologies Joint Undertaking shall also have the following general objectives:
  - (a) reinforce the Union's strategic autonomy in electronic components and systems to support future needs of vertical industries and the economy at large. The overall target is to contribute towards doubling the value of the design and production of electronic components and systems in Europe by 2030, in line with the weight of the Union in products and services;
  - (b) establish Union scientific excellence and innovation leadership in emerging components and systems technologies, including in activities related to lower Technology Readiness Levels (TRL); and promote the active involvement of SMEs, that should represent at least one third of the total number of participants in indirect actions and at least 20% of public funding should go to them;
  - (c) ensure that components and systems technologies address Europe's societal and environmental challenges. The target is to align with the Union policy on energy efficiency and contribute towards the reduction of energy consumption by 32.5% in 2030.
2. In addition to the objectives set out in paragraph 1, the Key Digital Technologies Joint Undertaking shall also have the following specific objectives:
  - (a) support research and development for establishing design and production capabilities in Europe for strategic application areas;

- (b) launch a balanced portfolio of large and small projects supporting the fast transfer of technologies from the research to the industrial environment;
- (c) foster a dynamic Union-wide ecosystem based on digital value-chains with simplified access to newcomers;
- (d) support research and development for enhancing component technologies that guarantee security, trust and energy-efficiency for critical infrastructures and sectors in Europe;
- (e) foster mobilisation of national resources and ensure coordination of Union and national research and innovation programmes in the field of electronic components and systems;
- (f) establish coherence between the Strategic Research and Innovation Agenda of the initiative and EU policies so that electronics components and systems technologies contribute efficiently.

*Article 126*

*Members*

1. The members of the Key Digital Technologies Joint Undertaking shall be:
  - (a) the public authorities consisting of:
    - (i) the Union, represented by the Commission;
    - (ii) the following participating states: Austria, Belgium, [Bulgaria], **[Croatia]**, Cyprus, Czech Republic, Denmark, Estonia, Finland, France, Germany, Greece, Hungary, Iceland, {Ireland}, Italy, Latvia, Lithuania, [Luxembourg], [Malta], the Netherlands, Norway, Poland, Portugal, [Romania], Slovakia, Slovenia, Spain, Sweden;

- (b) the private members consisting of the following industrial associations: the AENEAS Association, registered under French law; the ARTEMIS Industry Association (ARTEMISIA) registered under Dutch law; the EPoSS e.V. Association, registered under German law.
2. Each participating state shall appoint its representatives in the bodies of the Key Digital Technologies Joint Undertaking and shall designate the national entity or entities responsible for fulfilling its obligations with respect to the activities of the Key Digital Technologies Joint Undertaking.

*Article 127*

*Union financial contribution*

The Union financial contribution to the Key Digital Technologies Joint Undertaking, including EEA appropriations, to cover administrative costs and operational costs shall be up to EUR 1 800 000 000, including up to EUR 26 331 000 for administrative costs.

*Article 128*

*Contributions from members other than the Union*

1. Over the period set out in Article 3, the participating states of the Key Digital Technologies Joint Undertaking shall make a total contribution ~~of at least equal~~ **that is commensurate** to the amount of the Union contribution to operational costs referred to in Article 127. The Participating States shall arrange among them their collective contributions and how they will deliver those. **This shall not affect the ability of each Participating State to define its national financial contribution in accordance with Article 11a.**
2. Over the period set out in Article 3, the private members of the Key Digital Technologies Joint Undertaking shall make or arrange for their constituent or affiliated entities to make contributions of at least EUR 2 511 164 000 to the Key Digital Technologies Joint Undertaking.

3. In line with Article 26(4), the private members shall make or arrange for their constituent and affiliated entities to make a financial contribution of up to EUR 26 331 000 for administrative costs of the Key Digital Technologies Joint Undertaking.
4. The contributions referred to in paragraph 1 shall consist of contributions laid down in Article 11(4). The contributions referred to in paragraph 2 shall consist of contributions laid down in Article 11(1), including at least EUR 2 489 074 000 of contributions laid down in point (a) of Article 11(1).

### *Article 130*

#### *Scope of additional activities*

1. The Governing Board of the Key Digital Technologies Joint Undertaking may approve where necessary the additional activities plan referred to in point (b) of Article 11(1) following a proposal by the Private Members Board, taking into account the opinion of the Public Authorities Board.
2. For the purpose of point (b) of Article 11(1), additional activities may include:
  - (a) investment aiming to industrialise the Key Digital Technologies, ECSEL, ARTEMIS and ENIAC Joint Undertakings' projects' results;
  - (b) pilots, demonstrators, applications, deployments, industrialisation, including relevant capital expenditure, including projects under the IPCEIs on microelectronics;
  - (c) related research and development activities not publicly funded;
  - (d) activities financed by loans of the European Investment Bank and not funded under a grant by the Union;
  - (e) activities to develop the ecosystem supporting the cooperation of technology users and suppliers.

*Article 131*

*Bodies of the Key Digital Technologies Joint Undertaking*

The bodies of the Key Digital Technologies Joint Undertaking shall be:

- (a) the Governing Board;
- (b) the Executive Director;
- (c) the Public Authorities Board;
- (d) the Private Members Board.

*Article 132*

*Composition of the Governing Board*

Each member of the Key Digital Technologies Joint Undertaking shall appoint its representatives and a lead delegate who shall hold the voting rights of the member in the Governing Board.

*Article 133*

*Functioning of the Governing Board*

1. The voting rights in the Governing Board shall be distributed as follows:
  - (a) one-third for the Commission;
  - (b) one-third for the private members collectively; and
  - (c) one-third for the participating states collectively.

2. For the first two financial years following the establishment of the Key Digital Technologies Joint Undertaking, the voting rights of the participating states shall be distributed as follows:
  - (a) one per cent for each participating state;
  - (b) the remaining percentage distributed annually among the participating states in proportion to their actual financial contributions to the Key Digital Technologies Joint Undertaking and/or to its preceding initiative over the past two years.
3. For the subsequent financial years, the distribution of the voting rights of the participating states shall be established annually and in proportion to the funds they have committed to indirect actions over the past two financial years.
4. The voting rights of the private members shall be distributed equally amongst the industrial associations unless decided otherwise by the Private Members Board.
5. Voting rights for any new member of the Key Digital Technologies Joint Undertaking that is not a member state or an associated country shall be determined by the Governing Board before that member joins the Key Digital Technologies Joint Undertaking.

*Article 134*

*Additional tasks of the Governing Board*

Where the Commission so requests, following approval of the Public Authorities Board, eligibility to participate in specific actions shall be limited in accordance with the provisions of the Horizon Europe Regulation.



*Article 135*

*Composition of the Public Authorities Board*

The Public Authorities Board shall be composed of representatives of the public authorities of the Key Digital Technologies Joint Undertaking.

Each public authority shall appoint its representatives and a lead delegate who shall hold the voting rights in the Public Authorities Board.

*Article 136*

*Functioning of the Public Authorities Board*

1. The voting rights in the Public Authorities Board shall be assigned to the public authorities on an annual basis in proportion to their financial contribution to the activities of the Key Digital Technologies Joint Undertaking for that year in accordance with Article 11a, and with an upper limit for any given member of 50% of the total voting rights in the Public Authorities Board.
2. If fewer than three participating states have communicated to the Executive Director their financial contribution according to Article 11a(3), the Commission shall hold 50% of the voting rights and the remaining 50% shall be distributed equally amongst the participating states until such time as more than three Key Digital Technologies participating states have communicated their contribution.
3. The public authorities shall make every effort to ~~achieve~~ **adopt decisions by** consensus. Failing consensus, **a vote shall be held.** ~~the Public Authorities Board shall take its A~~ decisions **shall be deemed adopted** by a majority of at least 75% of ~~all~~ **the** votes, including the votes of the participating states ~~that are not in attendance, including the votes of the members who are absent,~~ **but excluding abstentions.**

4. The Public Authorities Board shall elect its chairperson from among its members for a period of at least two years.
5. The chairperson may invite other persons to attend its meetings as observers, in particular representatives of regional authorities within the Union, representatives of SME associations and representatives of other bodies of the Key Digital Technologies Joint Undertaking.
6. The Public Authorities Board shall hold its ordinary meetings at least twice a year. It may hold extraordinary meetings at the request of the Commission or of a majority of the representatives of the participating states, or at the request of the chairperson. The meetings of the Public Authorities Board shall be convened by its chairperson and shall normally take place at the seat of the Key Digital Technologies Joint Undertaking.
7. The quorum of the Public Authorities Board shall be constituted by the Commission and at least three participating states' lead delegates.
8. The Executive Director shall attend the meetings of the Public Authorities Board meetings, unless decided otherwise by the Public Authorities Board, but shall have no voting rights.
9. Upon invitation from the Public Authorities Board, any member state or associated country that is not a member of the Key Digital Technologies Joint Undertaking may participate in the Public Authorities Board meetings as an observer. Observers shall receive all relevant documents and may give advice on any decision taken by the Public Authorities Board. All such observers will be bound by the confidentiality rules applying to the Public Authorities Board members.
10. The Public Authorities Board may appoint working groups where necessary under the overall coordination of one or more public authorities.
11. The Public Authorities Board shall adopt its own rules of procedure.
12. Article 11(9), and Article 26(6) shall also apply *mutatis mutandis* to the Public Authorities Board.

## *Article 137*

### *Tasks of the Public Authorities Board*

The Public Authorities Board shall:

- (a) contribute to the drafting of the Strategic Research and Innovation Agenda;
- (b) provide input to the draft work programme, in particular the calls for proposals, including the rules for evaluation, selection and monitoring of indirect actions;
- (c) approve the launch of calls for proposals, in accordance with the work programme;
- (d) select proposals in accordance with Articles 11a(1) and 16(2)(s);
- (e) provide an opinion on the draft additional activities plan referred to in Article 11(1) (b).

## *Article 138*

### *Composition of the Private Members Board*

1. The Private Members Board shall be composed of representatives of the private members of the Key Digital Technologies Joint Undertaking.
2. Each private member shall appoint its representatives and a lead delegate who shall hold the voting rights in the Private Members Board.

## *Article 139*

### *Functioning of the Private Members Board*

1. The Private Members Board shall meet at least twice a year.
2. The Private Members Board may appoint working groups where necessary under the overall coordination of one or more members.
3. The Private Members Board shall elect its chairperson from among its members.

4. The Private Members Board shall adopt its rules of procedure.

*Article 140*

*Tasks of the Private Members Board*

The Private Members Board shall:

- (a) draw up and regularly update the draft Strategic Research and Innovation Agenda for achieving the objectives of the Key Digital Technologies Joint Undertaking set out in Article 4 and in Article 124 taking into account the input of the ~~p~~Public a~~A~~uthorities Board;
- (b) submit to the Executive Director the draft Strategic Research and Innovation Agenda within the deadlines set by the Governing Board;
- (c) organise an advisory Stakeholder Forum that is open to all public and private stakeholders having an interest in the field of key digital technologies to inform them about and collect feedback on the draft Strategic Research and Innovation Agenda for a given year;
- (d) where appropriate, and taking into account Article 130, draw up and submit for approval to the Governing Board the draft additional activities plan referred to in Article 11(1)(b) taking into account the opinion of the Public Authorities Board.

*Article 141*

*Reimbursement Funding rates*

In accordance with Article 17(2) of the Horizon Europe Regulation and by way of derogation from Article 34 of that Regulation, the Key Digital Technologies Joint Undertaking may apply different ~~reimbursement~~ funding rates for the Union funding within an action depending on the type of participant, ~~namely~~ in particular SMEs, and the type of action. The ~~reimbursement~~ funding rates shall be indicated in the work programme.

# TITLE VIII

## SINGLE EUROPEAN SKY ATM RESEARCH 3 JOINT UNDERTAKING

### *Article 142*

#### *Additional objectives of the Single European Sky ATM Research 3 Joint Undertaking*

1. In addition to the objectives set out in Articles 4 and 5, the Single European Sky ATM Research 3 Joint Undertaking (SESAR) shall also have the following general objectives:
  - (a) strengthen and integrate the Union's research and innovation capacity in the ATM sector, making it more resilient and scalable to fluctuations in traffic while enabling the seamless operation of all aircraft;
  - (b) strengthen, through innovation, the competitiveness of manned and unmanned air transport in the Union, and ATM services' markets to support economic growth in the Union;
  - (c) develop and accelerate the market uptake of innovative solutions to establish the Single European Sky airspace as the most efficient and environmentally friendly sky to fly in the world.
  
2. The Single European Sky ATM Research 3 Joint Undertaking shall also have the following specific objectives:
  - (a) develop a research and innovation ecosystem covering the entire ATM and U-space airspace value chains allowing to build the Digital European Sky defined in the European ATM Master plan, enabling the collaboration and coordination needed between air navigation services providers and airspace users to ensure a single harmonised Union ATM system for both manned and unmanned operations;

- (b) develop and validate ATM solutions supporting high levels of automation;
- (c) develop and validate the technical architecture of the Digital European Sky;
- (d) support an accelerated market deployment of innovative solutions through demonstrators;
- (e) coordinate the prioritisation and planning for the Union’s ATM modernisation efforts, based on a consensus-led process among the ATM stakeholders;
- (f) facilitate the development of standards for the industrialisation of SESAR solutions.

3. For the purpose of the Single European Sky ATM Research 3 Joint Undertaking, the following definitions apply:

- (a) ‘U-space airspace’ means an unmanned airborne system (UAS) geographical zone designated by member states, where UAS operations are only allowed to take place with the support of U-space services provided by a U-Space service provider;
- (b) ‘Digital European Sky’ refers to the vision of the European ATM Master Plan, seeking to transform Europe's aviation infrastructure enabling it to handle the future growth and diversity of air traffic safely and efficiently, while minimising environmental impact;
- (c) ‘architecture of the Digital European Sky’ refers to the vision of the European ATM Master Plan, seeking to address the current inefficient airspace architecture in the medium to long term by combining airspace configuration and design with technologies to decouple service provision from local infrastructure and progressively increase the levels of collaboration and automation support;

- (d) ‘SESAR definition phase’ means the phase comprising the establishment and updating of the long-term vision of the SESAR project, of the related concept of operations enabling improvements at every stage of flight, of the required essential operational changes within the European Air Traffic Management Network and of the required development and deployment priorities;
- (e) ‘SESAR deployment phase’ means the successive phases of industrialisation and implementation, during which the following activities are conducted: standardisation, production and certification of ground and airborne equipment and processes necessary to implement SESAR solutions (industrialisation); and procurement, installation and putting into service of equipment and systems based on SESAR solutions, including associated operational procedures (implementation).

*Article 143*

*Additional tasks of the Single European Sky ATM Research 3 Joint Undertaking*

In addition to the tasks set out in Article 5, the Single European Sky ATM Research 3 Joint Undertaking shall:

- (a) coordinate the tasks of the Single European Sky ATM Research (SESAR) definition phase, monitor the implementation of the SESAR project and amend, where necessary, the European ATM Master Plan;
- (b) implement the research and development aspects of the European ATM Master Plan, in particular by:
  - (i) organising, coordinating and monitoring the work of the SESAR development phase in accordance with the European ATM Master Plan, including low technology readiness levels (TRL) (0 to 2) research and innovation activities;

- (ii) delivering SESAR solutions, which are deployable outputs of the SESAR development phase introducing new or improved standardised and interoperable operational procedures or technologies;
  - (iii) ensuring the involvement of the civil and military stakeholders of the aviation sector, in particular: air navigation service providers, airspace users, professional staff associations, airports, manufacturing industry and the relevant scientific institutions and scientific community;
- (c) facilitate an accelerated market uptake of SESAR solutions by:
- (i) organising and coordinating large-scale demonstrations activities;
  - (ii) coordinating closely with EASA in order to enable timely development by EASA of regulatory measures that fall under the EASA Basic Regulation<sup>49</sup> and the relevant implementing rules;
  - (iii) supporting the related standardisation activities, in close cooperation with standardisation bodies and EASA, as well as with the entity established to coordinate the tasks of the SESAR deployment phase in line with Commission Implementing Regulation (EU) No 409/2013<sup>50</sup>.

---

<sup>49</sup> Regulation (EU) 2018/1139 of the European Parliament and of the Council of 4 July 2018 on common rules in the field of civil aviation and establishing a European Union Aviation Safety Agency, and amending Regulations (EC) No 2111/2005, (EC) No 1008/2008, (EU) No 996/2010, (EU) No 376/2014 and Directives 2014/30/EU and 2014/53/EU of the European Parliament and of the Council, and repealing Regulations (EC) No 552/2004 and (EC) No 216/2008 of the European Parliament and of the Council and Council Regulation (EEC) No 3922/91 (OJ L 212, 22.8.2018)

<sup>50</sup> OJ L 123, 4.5.2013, p. 1.



*Article 144*

*Members*

1. The members of the Single European Sky ATM Research 3 Joint Undertaking shall be:
  - (a) the Union, represented by the Commission;
  - (b) the European Organisation for the Safety of Air Navigation (EUROCONTROL), represented by its Agency, upon notification of its decision to accede to the Single European Sky ATM Research 3 Joint Undertaking by means of a letter of commitment, which shall not contain conditions regarding its accession other than those set out in this Regulation;
  - (c) the founding members listed in Annex III of this Regulation, upon notification of their decision to accede to the Single European Sky ATM Research 3 Joint Undertaking by means of a letter of commitment, which shall not contain conditions regarding its accession other than those set out in this Regulation;
  - (d) the associated members to be selected in accordance with Article 7.
2. In addition to Article 7(1), the Governing Board may, during the first six months following the establishment of the Single European Sky ATM Research 3 Joint Undertaking, select associated members from a list drawn up after an open call for expression of interest launched by the Commission prior to its establishment. The conditions of Article 7(2) shall apply *mutatis mutandis*.
3. In selecting associated members, the Governing Board shall seek to ensure the proper representation of the entire ATM value chain and, where necessary, the selection of relevant players from outside the sector. Any public or private entity or body including those from third countries that have concluded at least one agreement with the Union in the field of air transport may be selected as associated members of the Single European Sky ATM Research 3 Joint Undertaking.

*Article 145*

*Union financial contribution*

The Union financial contribution to the Single European Sky ATM Research 3 Joint Undertaking, including EEA appropriations, to cover administrative costs and operational costs shall be up to EUR 600 000 000, including up to EUR 30 000 000 for administrative costs.

*Article 146*

*Contributions from members other than the Union*

1. The private members of the Single European Sky ATM Research 3 Joint Undertaking shall make or arrange for their constituent or affiliated entities to make a total contribution of at least EUR 500 000 000, including up to EUR 25 000 000 for administrative costs over the period set out in Article 3.
2. EUROCONTROL shall make a contribution to the operational and administrative costs of the Single European Sky ATM Research 3 Joint Undertaking of up to EUR 500 000 000, including up to EUR 25 000 000 for administrative costs over the period set out in Article 3.

*Article 147*

*Scope of additional activities*

For the purposes of point (b) of Article 11(1), additional activities may include:

- (a) activities covering all the non-Union funded part of the Single European Sky ATM Research projects that contribute to the achievement of the agreed work programme of the Joint Undertaking;
- (b) industrialisation activities, including standardisation, certification and production, related to SESAR Solutions from the Single European Sky ATM Research 3 Joint Undertaking or the previous initiative, the SESAR Joint Undertaking;

- (c) communication and outreach activities related to SESAR Solutions from the Single European Sky ATM Research 3 Joint Undertaking or the previous initiative, the SESAR Joint Undertaking;
- (d) activities ensuring the global ATM harmonisation based on SESAR Solutions from the Single European Sky ATM Research 3 Joint Undertaking or the previous initiative, the SESAR Joint Undertaking;
- (e) deployment or uptake of results from projects under the Single European Sky ATM Research 3 Joint Undertaking or the previous initiative, the SESAR Joint Undertaking, which have not received any Union funding.

*Article 148*

*Bodies of the Single European Sky ATM Research 3 Joint Undertaking*

The bodies of the Single European Sky ATM Research 3 Joint Undertaking shall be:

- (a) the Governing Board;
- (b) the Executive Director;
- (ba) the states' representatives group;
- (c) the Scientific Advisory Body.

*Article 149*

*Composition of the Governing Board*

The Governing Board shall be composed as follows:

- (a) two representatives of the Commission on behalf of the Union;
- (b) one representative from each of the members other than the Union.

*Article 150*  
*Functioning of the Governing Board*

1. By derogation to Article 15(3), the Governing Board shall be chaired by the Commission on behalf of the Union.
2. The Governing Board shall have the following permanent observers:
  - (a) a representative of the European Defence Agency;
  - (b) a representative of civil users of airspace, designated by their representative organisation at European level;
  - (c) an air navigation service providers' representative, designated by their representative organisation at European level;
  - (d) an equipment manufacturers' representative, designated by their representative organisation at European level;
  - (e) an airports' representative, designated by their representative organisation at European level;
  - (f) a representative from the bodies representing staff in the air traffic management sector, designated by their representative organisation at European level;
  - (g) a representative of the relevant scientific institutions or the relevant scientific community, designated by their representative organisation at European level;
  - (h) a representative of the European Union Aviation Safety Agency;
  - (i) a representative of the European standardisation organisation in aviation;
  - (j) a representative of the unmanned aerial vehicle industry, designated by their representative organisation at European level.

3. The number of votes of the members of the Single European Sky ATM Research 3 Joint Undertaking shall be in proportion to their contribution to the budget of the joint undertaking. However, the Union and EUROCONTROL shall each have at least 25% of the total number of votes and the representative of the civil users of airspace referred to in point (b) of paragraph 2 shall have at least 10 % of the total number of votes.
4. Decisions of the Governing Board shall be adopted by a simple majority of the votes cast. Where the votes are evenly divided, the Union shall have the deciding vote.
5. Decisions relating to the revision of the European ATM Master Plan shall require the positive votes of the Union and EUROCONTROL. Such decisions shall take into account the opinions expressed by all permanent observers referred to in paragraph 2 and the state' representatives group.

*Article 151*

*Additional tasks of the Governing Board*

In addition to the tasks listed in Article 16, the Governing Board of the Single European Sky ATM Research 3 Joint Undertaking shall also supervise the delivery of the research and development components identified in the European ATM Master Plan.

*Article 152*

*Additional tasks of the Executive Director*

In addition to the tasks listed in Article 18, the Executive Director of the Single European Sky ATM Research 3 Joint Undertaking shall carry out the following tasks:

- (a) direct the execution of the definition and development phases of the SESAR project within the guidelines established by the Governing Board;
- (b) submit to the Governing Board any proposal involving changes in the design of the development phase of the SESAR project.

*Article 152a<sup>51</sup>*

*The states' representatives group*

In addition to Article 18a, the member states shall ensure that their respective representatives present a coordinated position that reflects their member state's views expressed in:

- (a) the Single Sky Committee, established by Article 5 of Regulation (EC) No 549/2004 of the European Parliament and of the Council<sup>52</sup>;
- (b) the Programme Committee under Article 14 of the Specific Programme implementing Horizon Europe.

*Article 153*

*The Scientific Committee*

1. The scientific advisory body of the Single European Sky ATM Research 3 Joint Undertaking referred to in point (a) of Article 19(1), shall be the Scientific Committee.
2. The Scientific Committee shall have no more than 15 permanent members.
3. The chairman of the Scientific Committee shall be elected for a period of two years.
4. The Scientific Committee may advise on request of the Governing Board and other bodies of the Single European Sky ATM Research 3 Joint Undertaking, or on its own initiative, in particular on activities related to low Technology Readiness Levels (TRL) (0 to 2).

---

<sup>51</sup> *Lawyer-linguists: former Article 154*

<sup>52</sup> Regulation (EC) No 549/2004 of the European Parliament and of the Council of 10 March 2004 laying down the framework for the creation of the single European sky (the framework Regulation) (Text with EEA relevance) - Statement by the member states on military issues related to the single European sky (OJ L 96, 31.3.2004, p. 1).

5. The Scientific Committee shall collaborate with the relevant advisory bodies set up under Horizon Europe.

*Article 155*

*Implementing acts to establish the position of the Union concerning the amendment of the European ATM Master Plan*

1. The Commission shall adopt implementing acts with the view to establish the Union's position on the amendment of the European ATM Master Plan. Those implementing acts shall be adopted in accordance with the examination procedure referred to in Article 5 of Regulation (EU) No 182/2011.
2. The Commission shall be assisted by the Single Sky Committee established by Regulation (EC) No 549/2004. The Single Sky Committee shall be a committee within the meaning of Regulation (EU) No 182/2011 of the European Parliament and of the Council<sup>53</sup>.

*Article 156*

*Certification of new technologies*

1. The European Union Aviation Safety Agency (EASA) may be invited by applicants, participants, or the Executive Director to advise on individual projects and demonstration activities on issues related to compliance with aviation safety, interoperability and environmental standards, to ensure that these lead to timely development of relevant standards, testing capacity and regulatory requirements for product development and deployment of new technologies.

---

<sup>53</sup> Regulation (EU) No 182/2011 of the European Parliament and of the Council of 16 February 2011 laying down the rules and general principles concerning mechanisms for control by member states of the Commission's exercise of implementing powers. OJ L 55, 28.2.2011, p.13.

2. Certification activities and services provided shall be subject to the provisions regarding fees and charges set out in Regulation (EU) 2018/1139 of the European Parliament and of the Council<sup>54</sup>.

*Article 157*

*Agreement with EUROCONTROL*

As founding member of the Single European Sky ATM Research 3 Joint Undertaking, EUROCONTROL's role and contribution shall be set out in an administrative agreement between the two parties (the Single European Sky ATM Research 3 Joint Undertaking and EUROCONTROL). That agreement shall describe EUROCONTROL's tasks, responsibilities and contribution to the activities of the Single European Sky ATM Research 3 Joint Undertaking as regards the following:

- (a) organising EUROCONTROL's research, development and validation activities in accordance with the work programme of the Single European Sky ATM Research 3 Joint Undertaking;
- (b) providing specialist support and advice to the Single European Sky ATM Research 3 Joint Undertaking on its request;
- (c) supporting and advising on the common developments for the future European ATM systems, in particular related to the future airspace architecture;
- (d) supporting the monitoring of the implementation of SESAR Solutions in line with the European ATM Master Plan;

---

<sup>54</sup> Regulation (EU) 2018/1139 of the European Parliament and of the Council of 4 July 2018 on common rules in the field of civil aviation and establishing a European Union Aviation Safety Agency, and amending Regulations (EC) No 2111/2005, (EC) No 1008/2008, (EU) No 996/2010, (EU) No 376/2014 and Directives 2014/30/EU and 2014/53/EU of the European Parliament and of the Council, and repealing Regulations (EC) No 552/2004 and (EC) No 216/2008 of the European Parliament and of the Council and Council Regulation (EEC) No 3922/91 (OJ L 212, 22.8.2018, p. 1)<https://eur-lex.europa.eu/legal-content/EN/TXT/?uri=CELEX%3A32018R1139>.



- (e) engaging with EUROCONTROL member states to secure wide support for the Union's policy objectives and results of research, validation and demonstration activities amongst pan-European network partners;
- (f) providing support to Programme Management;
- (g) contributing to the administrative costs of the Single European Sky ATM Research 3 Joint Undertaking and providing information technology, communications and logistics support to the Single European Sky ATM Research 3 Joint Undertaking.

*Article 158*

*Common ~~b~~Back office functions arrangements*

Article 12 shall not apply to the Single European Sky ATM Research 3 Joint Undertaking.

# TITLE IX

## SMART NETWORKS AND SERVICES JOINT UNDERTAKING

### *Article 159*

#### *Additional objectives of the Smart Networks and Services Joint Undertaking*

1. In addition to the objectives set out in Articles 4 and 5, the Smart Networks and Services Joint Undertaking shall also have the following general objectives:
  - (a) foster Europe’s technological sovereignty in future smart networks and services by reinforcing current industrial strengths and by extending the scope from 5G connectivity to the broader strategic value chain including cloud-based service provisioning as well as components and devices;
  - (b) align strategic roadmaps of a wider range of industrial players, including not only the telecommunication industry, but also actors from the Internet of Things, cloud, as well as components and devices;
  - (c) advance European technological and scientific excellence to support European leadership to shape and master 6G systems by 2030;
  - (d) strengthen the deployment of digital infrastructures and uptake of digital solutions in the European markets and in particular by ensuring a strategic coordination mechanism for CEF2 Digital as well as synergies within CEF2, and with DEP and InvestEU as part of the scope and governance of the Smart Networks and Services Joint Undertaking;
  - (e) prepare the European smart networks and services supply industry for the longer term opportunities emerging from the development of vertical markets for 5G and later 6G infrastructures and services in Europe;

- (f) facilitate digital innovation, by 2030, meeting European market needs and public policy requirements, including the most demanding requirements of vertical industries, as well as societal requirements in fields including security, energy efficiency, and electromagnetic fields;
- (g) support the alignment of future smart networks and services with Union policy objectives including European Green Deal, Network and Information Security, ethics, privacy, as well as a human centric and sustainable Internet.

2. The Smart Networks and Services Joint Undertaking shall also have the following specific objectives:

- (a) facilitate the development of technologies able to meet advanced communication requirements while supporting European excellence in smart networks and services technologies and architectures and their evolution towards 6G, including strong European positions on standards, essential patents, and ~~identification of~~ key requirements, such as spectrum bands needed for future advanced smart network technologies;
- (b) accelerate the development of energy-efficient network technologies with the aim of significantly reducing the energy and resource consumption of the whole digital infrastructure by 2030 and decreasing the energy consumption of key verticals industries supported by smart networks and services technologies;
- (c) accelerate the development and widespread deployment of 5G by 2025 and later 6G infrastructure in Europe by, in particular, ~~ensuring~~ **promoting** the coordination and strategic support of 5G deployment for Connected and Automated Mobility along cross-border corridors, using the CEF2 Digital programme and other deployment programmes under CEF2 Digital **programme** as well as DEP and InvestEU;
- (d) foster a sustainable and diverse supply and value chain in line with the 5G Cybersecurity toolbox;

- (e) strengthen the positioning of the Union’s industry in the global smart network and services value chain by creating a critical mass of public and private actors, in particular by increasing the contribution from software and Internet of Things actors, leveraging national initiatives and supporting the emergence of new actors;
- (f) support alignment with ethical and security requirements, including them into the Strategic Research and Innovation Agendas and provide input to the Union’s legislative process as appropriate.

*Article 160*

*Additional tasks of the Smart Networks and Services Joint Undertaking*

In addition to the tasks set out in Article 5, the Smart Networks and Services Joint Undertaking shall also carry out the following tasks:

- (a) contribute to the work programmes of other Union programmes, such as CEF 2 Digital **programme**, DEP and InvestEU that are implementing activities in the area of smart networks and services;
- (b) coordinate Union **trialling**, piloting and deployment initiatives in the field of smart networks and services, such as pan-European 5G corridors for connected and automated mobility under CEF2 Digital **programme**, in liaison with the Commission and competent relevant funding bodies;
- (c) promote synergies among relevant Union-funded trials, pilots and deployment activities in the area of smart networks and services, such as those funded under CEF2 Digital **programme**, DEP and InvestEU, and ensure effective dissemination and leveraging of the knowledge and know-how gathered in the context of those activities;

- (d) develop and coordinate the strategic deployment agendas for pan-European 5G corridors for connected and automated mobility with the involvement of stakeholders. Those agendas shall **provide strategic guidance** ~~be programming documents~~ covering the duration of CEF2 Digital **programme** by defining a common vision for the development of 5G-enabled ecosystems and the underpinning network and services requirements, and identifying deployment objectives and roadmaps as well as potential cooperation models.

#### *Article 161*

##### *Members*

The members of the Smart Networks and Services Joint Undertaking shall be:

- (a) the Union, represented by the Commission;
- (b) the 5G Infrastructure Association, registered under Belgian law upon notification of its decision to accede to the Smart Networks and Services Joint Undertaking by means of a letter of commitment, which shall not contain conditions regarding its accession other than those set out in this Regulation.

#### *Article 162*

##### *Union financial contribution*

The Union financial contribution to the Smart Networks and Services Joint Undertaking, including EEA appropriations, to cover administrative costs and operational costs shall be up to EUR 900 000 000, including up to EUR 18 519 000 for administrative costs.

#### *Article 163*

##### *Contributions from members other than the Union*

1. The members of the Smart Networks and Services Joint Undertaking other than the Union shall make or arrange for their constituent or affiliated entities to make a total contribution of at least EUR 900 000 000 over the period set out in Article 3.

2. The members of the Smart Networks and Services Joint Undertaking other than the Union shall make or arrange for their constituent or affiliated entities to make an annual financial contribution to the administrative costs of the Smart Networks and Services Joint Undertaking of at least 20% of the total administrative costs. They shall endeavour to increase their number of constituent or affiliated entities in order to maximise their contribution to 50% of the administrative costs of the Smart Networks and Services Joint Undertaking over its lifetime, taking due account of constituent entities that are small or medium sized enterprises.

*Article 164*

*Scope of additional activities*

For the purpose of point (b) of Article 11(1), additional activities may include:

- (a) spin off research and development activities;
- (b) contributions to standardisation;
- (c) contributions to consultations in the context of regulatory processes;
- (d) activities financed by loans of the European Investment Bank and not funded under a grant by the Union;
- (e) contributions to activities of the members other than the Union and any other group or association of stakeholders in the area of the Smart Networks and Services Joint Undertaking, not funded under a grant by the Union ;
- (f) activities to develop the ecosystem including building cooperation with verticals;
- (g) dissemination activities of results globally to achieve consensus on supported technologies as preparation of future standards;

- (h) trials, demos, pilots, go to market, early deployment of technologies;
- (i) international cooperation not funded under a grant by the Union;
- (j) activities related to the preparation of, and participation in, research and innovation projects funded by private or public bodies other than the Union.

*Article 165*

*Bodies of the Smart Networks and Services Joint Undertaking*

The bodies of the Smart Networks and Services Joint Undertaking shall be:

- (a) the Governing Board;
- (b) the Executive Director;
- (c) the States' Representatives Group;
- (d) the Stakeholders Group.

*Article 166*

*Composition of the Governing Board*

1. The Governing Board shall be composed of the following:
  - (a) two representatives of the Commission on behalf of the Union;
  - (b) five representatives of the 5G Infrastructure Association.
2. Notwithstanding the provisions of Article 40, the representatives of the private members shall disclose immediately to the Governing Board their involvement in professional activities with entities that are not established in the Union, or with entities that are not controlled by legal persons or entities established in the Union. In such a case, the representatives of the Union may decide to request the member concerned to appoint another representative.

*Article 167*

*Functioning of the Governing Board*

The ~~members of the~~ 5G Infrastructure Association shall collectively hold 50 % of the voting rights.

*Article 168*

*Additional tasks of the Governing Board*

In addition to the tasks listed in Article 16, the Governing Board of the Smart Networks and Services Joint Undertaking shall also carry out the following tasks:

- (a) adopt strategic deployment agendas and, if appropriate, amend them throughout the duration of CEF2 Digital programme;
- (b) ensure that Union cybersecurity legislation and Member States' existing and future coordinated guidance are taken into consideration in all the activities of the Smart Network and Services Joint Undertaking;
- (c) promote synergies and complementarities between the digital, transport and energy sectors of CEF2 **programme** through the identification of intervention areas and contribution to the work programmes, as well as synergies and complementarities with the other relevant Union programmes.



## *Article 169*

### *The States' Representatives Group*

In addition to Article 18a, the representatives shall ensure that they present a coordinated position that reflects their state's views expressed in any of the following:

- (a) the research and innovation matters related to Horizon Europe;
- (b) the deployment activities related to other Union programmes, in particular CEF2 Digital, but also activities under DEP and InvestEU that are in scope of the Smart Networks and Services Joint Undertaking.

## *Article 170*

### *Security*

1. When deemed relevant, the Governing Board may mandate that an action funded by the Smart Networks and Services Joint Undertaking shall ensure that network elements deployed for large-scale experimentation or piloting follow security scrutiny assessments. The assessments shall reflect Union cybersecurity legislation and policies, as well as member states' existing and future coordinated guidance.
2. Where the Commission so requests, taking into account the opinion of the states' representatives group, eligibility to participate in specific actions shall be limited in accordance with the provisions of the Horizon Europe Regulation.
3. In relation to its task referred to in point (a) of Article 160, the Governing Board shall advise that other funding bodies apply paragraphs 1 and 2 of this Article to their actions *mutatis mutandis*, where it deems it appropriate and where this is authorised by the basic act of the respective Union funding programme.

# PART THREE

## FINAL PROVISIONS

### *Article 171*

#### *Monitoring and evaluation*

1. The activities of the joint undertakings shall be subject to continuous monitoring and periodic reviews in accordance with their financial rules, to ensure the highest impact, scientific excellence and the most effective and efficient use of resources. The outcomes of monitoring and periodic reviews shall feed into the monitoring of European partnerships and evaluations of the joint undertakings as part of Horizon Europe evaluations, as specified in Articles 50 and 52 of the Horizon Europe Regulation.
2. The joint undertakings should organise the continuous monitoring of the management and implementation of their activities and periodic reviews of the outputs, results and impacts of the funded indirect actions implemented in accordance with Article 50 and Annex III of the Horizon Europe Regulation. That monitoring **and reporting** shall include:
  - (a) time-bound indicators for the purpose of reporting on an annual basis on the progress of their activities towards the achievement of the **general, specific and operational** objectives, as well as along impact pathways set out in Annex V of the Horizon Europe Regulation;
  - (aa) information on synergies between the joint undertaking's actions and national or regional initiatives and policies based on information received by the participating states or the states' representatives group as well as on synergies with other Union programmes and other European partnerships;**

- (b) information on the level of mainstreaming social sciences and humanities, the ratio between lower and higher Technology Readiness Levels in collaborative research, the progress on widening countries participation, the geographical composition of consortia in collaborative projects, the use of two stage submission and evaluation procedure, the measures aimed at facilitating collaborative links in European research and innovation, the use of the evaluation review and the number and types of complaints, the level of climate mainstreaming and related expenditures, SME participation, private sector participation, gender participation in funded actions, evaluation panels, boards and advisory groups, the co-funding rate, the complementary and cumulative funding from other Union funds, the time-to-grant, the level of international cooperation, engagement of citizens' and civil society participation;
  - (c) the levels of expenditure disaggregated at project level in order to allow for specific analysis, including per intervention area;
  - (d) the level of oversubscription, in particular the number of proposals and for each call for proposals, the average score, the share of proposals above and below quality thresholds;
  - (e) ~~periodic dedicated reporting~~ **information** on quantitative and qualitative leverage effects, including on committed and actually provided financial and in-kind contributions, visibility and positioning in the international context, impact on research and innovation related risks of private sector investments;
  - (f) ~~reporting~~ **information** on measures for attracting newcomers, in particularly SMEs, universities and research organisations, and for expanding collaborative networks.
3. Evaluations of the joint undertakings' operations shall be carried out in a timely manner to feed into the overall interim and final evaluations of Horizon Europe and the related decision-making process on Horizon Europe, its successor and other initiatives relevant to research and innovation, referred to in Article 52 of the Horizon Europe Regulation.

4. The Commission shall carry out an interim and a final evaluation of each Joint Undertaking feeding into the Horizon Europe evaluations, as specified in Article 52 of the Horizon Europe Regulation. The evaluations shall examine how each joint undertaking fulfils its mission and objectives, cover all activities of the joint undertaking and evaluate the joint undertaking's concerned European added value, effectiveness, efficiency, including its openness and transparency, the relevance of the activities pursued and their coherence and complementarity with relevant regional, national and Union policies, including synergies with other parts of Horizon Europe, such as missions, clusters or thematic or specific programmes. The evaluations shall take into account the views of stakeholders, at both European and national level and shall, where relevant, also include an assessment of the long-term scientific, societal, economic and technological impacts of the initiatives referred to in paragraphs (3) to (9) of Article 174. The evaluations shall also include, where relevant, an assessment of the most effective policy intervention mode for any future action, as well as the relevance and coherence of any possible renewal of each joint undertaking given the overall policy priorities and the research and innovation support landscape, including its positioning against other initiatives supported through the Framework Programme, in particular European partnerships or missions. The evaluations shall also take due account of the phasing out plan adopted by the Governing Board in accordance with Article 16(2)(y).
5. On the basis of the conclusions of an interim evaluation referred to in paragraph 2 of this Article, the Commission may act in accordance with Article 11(7) or take any other appropriate action.
6. The Commission may carry out further evaluations of themes or topics of strategic relevance, with the assistance of external independent experts selected on the basis of a transparent process, to examine the progress made by a joint undertaking towards the objectives set, identify the factors contributing to the implementation of the activities and identify best practices. By carrying out those further evaluations, the Commission shall fully consider the administrative impact on the joint undertaking concerned.

7. Joint undertakings shall perform periodic reviews of their activities to serve as a basis for their interim and final evaluations as part of Horizon Europe evaluations referred to in Article 52 of the Horizon Europe Regulation.
8. Periodic reviews and evaluations shall be taken into consideration in the winding up, phasing out or possible renewal of the joint undertaking referred to in Article 43, in line with Annex III of the Horizon Europe Regulation. Within six months after the winding up of a joint undertaking, but no later than four years after the triggering of the winding up procedure referred to in Article 43 of this Regulation, the Commission shall conduct a final evaluation of that joint undertaking in line with the final evaluation of Horizon Europe.
9. The Commission shall publish and communicate the results of the evaluations of the joint undertakings, which shall include conclusions of the evaluation and observations by the Commission, to the European Parliament, the Council, the European Economic and Social Committee and the Committee of the Regions as part of the Horizon Europe evaluations referred to in Article 52 of the Horizon Europe Regulation.

#### *Article 172*

#### *Support from the host state*

An administrative agreement may be concluded between a joint undertaking and the state where its seat is located concerning privileges and immunities and other support to be provided by that member state to the joint undertaking concerned.

*Article 173*  
*Initial actions*

1. The Commission shall be responsible for the establishment and initial operation of the Global Health EDCTP3 Joint Undertaking and the Smart Networks and Services Joint Undertaking until they have the operational capacity to implement their own budget. The Commission shall carry out all necessary actions in collaboration with the other members and with the involvement of the competent bodies of those joint undertakings.
2. For the purpose of paragraph 1:
  - (a) until the Executive Director takes up his or her duties following his or her appointment by the Governing Board in accordance with Article 17(1), the Commission may designate a Commission official to act as interim Executive Director and exercise the duties assigned to the Executive Director;
  - (b) by derogation from point (h) of Article 16(2), the interim Executive Director shall exercise the relevant appointing authority powers in respect of any staff positions that need to be filled before the Executive Director takes up his or her duties in accordance with Article 17(1);
  - (c) the Commission may assign a limited number of its officials on an interim basis.
3. The interim Executive Director[s] may authorise all payments covered by the appropriations provided in the annual budget of the Joint Undertakings referred to in paragraph 1 after they are approved by the Governing Board and may conclude agreements, decisions and contracts, including staff employment contracts, following the adoption of the staff establishment plan of those joint undertakings.

4. The interim Executive Director shall, with the agreement of the incoming Executive Director and subject to the approval of the Governing Board, determine the date on which the joint undertaking concerned will be deemed to have the capacity to implement its own budget. From that date, the Commission shall abstain from making commitments and executing payments for the activities of that joint undertaking.

*Article 174*

*Repeal and transitional provisions*

1. Council Regulation (EU) No 560/2014<sup>55</sup>, Regulation (EU) No 558/2014<sup>56</sup>, Regulation (EU) No 559/2014<sup>57</sup>, Council Regulation (EU) No 557/2014<sup>58</sup>, Regulation (EC) No 219/2007<sup>59</sup>, Council Regulation (EU) No 561/2014<sup>60</sup> and Council Regulation (EU) No 642/2014<sup>61</sup> are repealed.
2. Actions initiated or continued under the Regulations referred to in paragraph 1 and the financial obligations related to such actions shall continue to be governed by those Regulations until their completion.

---

<sup>55</sup> Council Regulation (EU) No 560/2014 of 6 May 2014 establishing the Bio-based Industries Joint Undertaking Text with EEA relevance (OJ L 169, 7.6.2014, p. 130).

<sup>56</sup> Council Regulation (EU) No 558/2014 of 6 May 2014 establishing the Clean Sky 2 Joint Undertaking Text with EEA relevance (OJ L 169, 7.6.2014, p. 77).

<sup>57</sup> Council Regulation (EU) No 559/2014 of 6 May 2014 establishing the Fuel Cells and Hydrogen 2 Joint Undertaking Text with EEA relevance (OJ L 169, 7.6.2014, p. 108).

<sup>58</sup> Council Regulation (EU) No 557/2014 of 6 May 2014 establishing the Innovative Medicines Initiative 2 Joint Undertaking (OJ L 169, 5.6.2014, p.54).

<sup>59</sup> Council Regulation (EC) No 219/2007 of 27 February 2007 on the establishment of a Joint Undertaking to develop the new generation European air traffic management system (SESAR)(OJ L 64, 2.3.2007, p. 1).

<sup>60</sup> Council Regulation (EU) No 561/2014 of 6 May 2014 establishing the ECSEL Joint Undertaking Text with EEA relevance (OJ L 169, 7.6.2014, p. 152).

<sup>61</sup> Council Regulation (EU) No 642/2014 of 16 June 2014 establishing the Shift2Rail Joint Undertaking (OJ L 177, 17.6.2014, p. 9).

3. The Circular Bio-based Europe Joint Undertaking shall be the legal and universal successor in respect of all contracts, including employment contracts and grant agreements, liabilities and acquired property of the Bio-based Industry Joint Undertaking established by Council Regulation (EU) No 560/2014, which it shall replace and succeed.
4. The Clean Aviation Joint Undertaking shall be the legal and universal successor in respect of all contracts, including employment contracts and grant agreements, liabilities and acquired property of the Clean Sky 2 Joint Undertaking established by Council Regulation (EU) No 558/2014, which it shall replace and succeed.
5. The Clean Hydrogen Joint Undertaking shall be the legal and universal successor in respect of all contracts, including employment contracts and grant agreements, liabilities and acquired property of the Fuel Cells and Hydrogen 2 Joint Undertaking established by Council Regulation (EU) No 559/2014, which it shall replace and succeed.
6. The Europe's Rail Joint Undertaking shall be the legal and universal successor in respect of all contracts, including employment contracts and grant agreements, liabilities and acquired property of the Shift2Rail joint undertaking established by Council Regulation (EU) No 642/2014, which it shall replace and succeed.
7. The Innovative Health Initiative Joint Undertaking shall be the legal and universal successor in respect of all contracts, including employment contracts and grant agreements, liabilities and acquired property of the Innovative Medicines Initiative 2 Joint Undertaking established by Council Regulation (EU) No 557/2014, which it shall replace and succeed.
8. The Key Digital Technologies Joint Undertaking shall be the legal and universal successor in respect of all contracts, including employment contracts and grant agreements, liabilities and acquired property of the ECSEL joint undertaking established by Council Regulation (EU) No 561/2014, which it shall replace and succeed.



9. The Single European Sky ATM Research 3 Joint Undertaking shall be the legal and universal successor in respect of all contracts, including employment contracts and grant agreements, liabilities and acquired property of the SESAR Joint Undertaking established by Council Regulation (EC) No 219/2007, which it shall replace and succeed.
10. This Regulation does not affect the rights and obligations of staff engaged under the Regulations referred to in paragraph 1.
11. The Executive Directors appointed under the Regulations referred to in paragraph 1 of this Article shall, for their remaining term of office, be assigned to the functions of Executive Director as provided for in this Regulation with effect from [date of Article 175]. The other conditions of the contract shall remain unchanged.
12. In its first meeting, the Governing Board of each joint undertaking shall adopt a list of decisions adopted by the Governing Board of the preceding joint undertakings referred to in paragraphs 3 to 9 that shall continue to apply for the joint undertaking concerned established by this Regulation.
13. The interim evaluations referred to in Article 171(2) shall include a final evaluation of the preceding joint undertakings referred to in paragraphs 3 to 9 of this Article.
14. Any unused appropriations under the regulations referred to in paragraph 1 shall be transferred to the corresponding joint undertaking established by this regulation. Any unused operational appropriations so transferred, shall first be used to provide financial support to indirect actions initiated under Horizon 2020. Remaining operational appropriations may be used for indirect actions initiated under this regulation. Where such operational appropriations are used for indirect actions initiated under this regulation, they shall count against the financial contribution to be provided by the Union to the respective joint undertaking under this regulation.

*Article 175*  
*Entry into force*

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

This Regulation shall be binding in its entirety and directly applicable in all member states.

Done at Brussels,

*For the Council*

The President

## ANNEX I

### FOUNDING MEMBERS OF THE CLEAN AVIATION JOINT UNDERTAKING

- (1) **Aciturri Aeronáutica S.L.U.**, registered under Spanish law (registration number: BU12351), with its registered office in P.I. Bayas, calle Ayuelas, 22, 09200, Miranda de Ebro (Burgos), Spain
- (2) **Aernnova Aerospace SAU**, registered under Spanish law (registration number: VI6749), with its registered office in Parque Tecnológico de Álava, C/ Leonardo da Vinci num. 13, Miñano (Álava), Spain
- (3) **Airbus SE**, registered under French law (registration number: 383 474 814), with its registered office in 1 Rond-Point Maurice Bellonte, 31707 Blagnac, France
- (4) **Centro Italiano Ricerche Aerospaziali SCPA (CIRA)**, registered under Italian law (registration number: 128446), with its registered office in Via Maiorise 1, Capua-Caserta 81043, Italy
- (5) **Dassault Aviation SA**, registered under French law (registration number: 712042456), with its registered office in 9, Rond-Point des Champs-Élysées Marcel-Dassault, 78008 Paris, France
- (6) **Deutsches Zentrum für Luft- und Raumfahrt e.V. (DLR)**, registered under German law (registration number: VR2780), with its registered office in Linder Höhe, 51147 Köln, Germany
- (7) **Fraunhofer-Gesellschaft zur Förderung der Angewandten Forschung e.V.**, registered under German law (registration number: VR4461), with its registered office in 27C, Hansastrasse, 80686 München, Germany
- (8) **Fokker Technologies Holding BV**, registered under Dutch law (registration number: 50010964), with its registered office in Industrieweg 4, 3351 LB Papendrecht, The Netherlands

- (9) **GE Avio S.r.l.**, registered under Italian law (registration number: 1170622CF10898340012), with its registered office in Rivalta di Torino (TO), Via I Maggio no. 99, Italy
- (10) **GKN Aerospace, Sweden AB**, registered under Swedish law (registration number: 5560290347), with its registered office in Flygmotorvägen 1, SE-461 81 Trollhättan, Sweden
- (11) **Honeywell International s.r.o.**, registered under Czech law (registration number: 27617793), with its registered office in V Parku 2325/18, 148 00 Praha 4 – Chodov, Prague, Czech Republic
- (12) **Industria de Turbo Propulsores S.A.U.**, registered under Spanish law (registration number: BI5062), with its registered office in Parque Tecnológico, Edificio 300, 48170 Zamudio, Spain
- (13) **Leonardo SpA**, registered under Italian law (registration number: 7031), with its registered office in Piazza Monte Grappa 4, 00195 Rome, Italy
- (14) **Liebherr-Aerospace & Transportation SAS**, registered under French law (registration number: 552016834), with its registered office in 408 avenue des Etats-Unis, 31016 Toulouse Cedex 2, France
- (15) **Lufthansa Technik AG**, registered under German law (registration number: HRB 56865), with its registered office in Weg beim Jäger 193, 22335 Hamburg, Germany
- (16) **MTU Aero Engines AG**, registered under German law (registration number: HRB 157206), with its registered office in Dachauer Str. 665, 80995 München, Germany
- (17) **National Institute for Aerospace Research (INCAS)**, registered under Romanian law (registration number: J40649215071991), with its registered office in B-dul Iuliu Maniu no. 220, sect 6, 061126 Bucharest, Romania

- (18) **Office National d'Etudes et de Recherches Aérospatiales (ONERA)**, registered under French law (registration number: 775722879), with its registered office in BP 80100 - 91123 Palaiseau, France
- (19) **Piaggio Aero Industries\***, registered under Italian law (registration number: 903062), with its registered office in Viale Generale Disegna, 1, 17038 Villanova d'Albenga, Savona, Italy
- (20) **Pipistrel Vertical Solutions d.o.o.**, registered under Slovenian law (registration number: 7254466000), with its registered office in Vipavska cesta 2, SI-5270 Ajdovščina, Slovenia
- (21) **Rolls-Royce Deutschland Ltd & Co KG**, registered under German law (registration number: HRA 2731P), with its registered office in Eschenweg 11, Dahlewitz, 15827 Blankenfelde-Mahlow, Germany
- (22) **Safran**, registered under French law (registration number: 562 082 909), with its registered office in 2, Bvd. du General Martial-Valin, 75015 Paris, France
- (23) **Stichting Nationaal Lucht- en Ruimtevaartlaboratorium**, registered under Dutch law (registration number: 41150373), with its registered office in Anthony Fokkerweg 2, 1059 CM Amsterdam, The Netherlands
- (24) **Thales AVS France SAS**, registered under French law (registration number: 612039495), with its registered office in 75-77 Avenue Marcel Dassault, 33700 Mérignac, France
- (25) **United Technologies Research Centre Ireland, Ltd**, registered under Irish law (registration number: 472601), with its registered office in Fourth Floor, Penrose Business Centre, Penrose Wharf, Cork T23 XN53, Ireland
- (26) **University of Patras**, registered under Greek law (registration number: EL998219694 (VAT)), with its registered office in University Campus, 26504 Rio Achaia, Greece

## ANNEX II

### FOUNDING MEMBERS OF THE EUROPE'S RAIL JOINT UNDERTAKING

- (1) **Administrador de Infraestructuras Ferroviarias (ADIF)**, Entidad Pública Empresarial, a public corporate company registered under Spanish law (registration number: Q2801660H), with its registered office at Calle Sor Ángela de la Cruz, 3, 28020 Madrid, Spain
- (2) **Alstom Transport SA**, registered under French law (registration number 389 191 982), with its registered office in 48, rue Albert Dhalenne, 93482 Saint-Ouen, France
- (3) **ANGELRAIL** consortium led by MER MEC S.p.A., registered under Italian law (registration number: 05033050963), with its registered office in Monopoli (BA) 70043 Via Oberdan, 70 Italy
- (4) **AŽD Praha s.r.o.**, registered under Czech law (registration number: 48029483), with its registered office in Žirovnická 3146/2, Záběhlice, 106 00, Praha 10, Czech Republic
- (5) **Construcciones y Auxiliar de Ferrocarriles, S.A. (CAF)**, registered under Spanish law (registration number: Volume 983, Folio 144, Sheet number SS-329, entry 239<sup>a</sup>) with its registered office in calle José Miguel Iturrioz n° 26, 20200, Beasain (Gipuzkoa), Spain
- (6) **Asociación Centro Tecnológico CEIT**, registered under Spanish law (registration number: 28/1986 Registry of Associations of the government of the autonomous community of the Basque Country), with its registered office in Paseo Manuel Lardizabal, n° 15. Donostia-San Sebastián, Spain
- (7) **České dráhy, a.s.**, registered under Czech law (registration number: 70994226, entered in the Commercial Register kept by the Municipal Court in Prague, section B, insert 8039) with its registered office in Prague 1, Nábřeží L. Svobody 1222, postal code 110 15, Czech Republic
- (8) **Deutsche Bahn AG**, Germany

- (9) **Deutsches Zentrum für Luft- und Raumfahrt e.V. (DLR)**, registered under German law (registration number: VR 2780 at Amtsgericht Bonn), with its registered office in Linder Höhe, 51147 Cologne, Germany
- (10) **European Smart Green Rail Joint Venture (eSGR JV)**, represented by Centro de Estudios de Materiales y Control de Obra S.A (CEMOSA), registered under the Spanish law (registration number: A-29021334), with its registered office in Benaque 9, 29004 Málaga, Spain
- (11) **Faiveley Transport SAS**, registered under French law (registration number 323 288 563 RCS Nanterre), with its registered office in 3, rue du 19 mars 1962, 92230 Gennevilliers, France
- (12) **Ferrovie dello Stato Italiane S.p.A. (FSI)**, registered under Italian law (registration number: R.E.A. 962805), with its registered office in piazza della Croce Rossa 1 - 00161 Roma, Italy
- (13) **Hitachi Rail STS S.p.A.**, registered under Italian law, registration number R.E.A. GE421689, with its registered office in Genova, Italy
- (14) **INDRA SISTEMAS S.A.**, registered under Spanish law (registration number: A-28599033) with its registered office in Avenida de Bruselas nº 35, 28108 Alcobendas, Madrid, Spain.
- (15) **PATENTES TALGO S.L.U.**, registered under Spanish law (registration number: B-84528553) with registered office in Paseo del tren Talgo, nº 2, 28290 Las Rozas de Madrid, Madrid, Spain.
- (16) **Jernbanedirektoratet (Norwegian Rail Directorate)**, Oslo, Norway
- (17) **Knorr-Bremse Systems für Schienenfahrzeuge GmbH**, registered under German law (registration number: HRB91181), with its registered office in Moosacher Str. 8, 80809 München, Germany

- (18) **Österreichische Bundesbahnen-Holding Aktiengesellschaft (ÖBB-Holding AG)**, registered under Austrian law (registration number: FN 247642f), with its registered office in Am Hauptbahnhof 2, 1100 Vienna, Austria
- (19) **Polskie Koleje Państwowe Spółka Akcyjna (PKP)**, registered under Polish law (registration number: 0000019193), with its registered office Al. Jerozolimskie 142A, 02-305 Warszawa, Poland
- (20) **ProRail B.V. & NS Groep N.V.**
- ProRail B.V., registered under Dutch law (registration number: 30124359), with its registered office in Utrecht (PIC-nr.: 998208668), The Netherlands
- NS Groep N.V., registered under Dutch law (registration number: 30124358), with its registered office in Utrecht (PIC-nr.: 892354217), The Netherlands
- (21) **Siemens Mobility GmbH**, registered under German law (registration number HRB 237219), with its registered office in Otto-Hahn-Ring 6, Munich, Germany
- (22) **Société nationale des chemins de fer français SNCF**, société anonyme, registered under French law (registration number: 552 049 447), with its registered office in 2 Place aux Étoiles, 93200 Saint-Denis, France
- (23) **Strukton Rail Nederland B.V.**, registered under Dutch law (registration number: 30139439 Chamber of commerce Utrecht), The Netherlands
- (24) **THALES SIX GTS France SAS**, registered under French law (registration number : 383 470 937), with its registered office in 4 Avenue des Louvresses - 92230 Gennevilliers, France
- (25) **Trafikverket**, a Public Sector Body, registered under Swedish law (registration number: 202100-6297), with its registered office in 781 89 Borlänge, Sweden
- (26) **voestalpine Railway Systems GmbH**, registered under Austrian law (registration number: FN 126714w), with its registered office in Kerpelystrasse 199, 8700 Leoben, Austria



### ANNEX III

#### FOUNDING MEMBERS OF THE SINGLE EUROPEAN SKY RESEARCH 3 JOINT UNDERTAKING

- (1) **AEROPORTS DE PARIS**, Société Anonyme, registered under French law (official registration 552 016 628 RCS Bobigny), with its registered office in 1 rue de France 93290 Tremblay en France.
- (2) **Air Navigation Services of the Czech Republic (ANS CR)**, state enterprise, established and organized under the laws of the Czech Republic, with its registered office at Navigační 787, 252 61 Jeneč, Czech Republic, Company Identification Number: 497 10 371, VAT Identification Number: CZ699004742, registered in the Commercial Register administered by the Municipal Court in Prague, under Section A, Insert 10771.
- (3) **Air traffic services authority (BULATSA)**, state enterprise, registered under Bulgarian law (registration number 000697179), with its registered office in Bulgaria, 1 Brussels blvd, 1540 Sofia
- (4) **Airbus SAS**, registered under French law (registration number: 383 474 814 R.C.S. Toulouse), with its registered office in 2 Rond Point Émile Dewoitine 31700 Blagnac, France.
- (5) **AT-One Consortium** consisting of:
  - (a) Deutsches Zentrum für Luft- und Raumfahrt e.V. (DLR), a registered association under the laws of the Federal Republic of Germany with Register of Associations registration number: VR 2780, with its registered office in Cologne, Germany, with address at Linder Höhe, 51147 Köln, Germany
  - (b) Stichting Nationaal Lucht- en Ruimtevaartlaboratorium (NLR), a foundation under Dutch law with Chamber of Commerce registration number: 41150373, with its registered office in Amsterdam, The Netherlands, with address at Anthony Fokkerweg 2, 1059 CM Amsterdam, The Netherlands
- (6) **Avinor AS**, registered under Norwegian law (registration number: 985 198 292), with its registered office in Oslo, Norway.

- (7) **Boeing Aerospace Spain**, SL, registered under Spanish law, VAT number: B-83053835, with its registered office in Avenida Sur del Aeropuerto de Barajas 38, Madrid, 28042, Spain.
- (8) **Centro Italiano Ricerche Aerospaziali C.I.R.A. SCpA**, registered under Italian law (registration number: CE-128446), with its registered office in Via Maiorise snc – 81043 Capua (CE) – Italy.
- (9) **DFS Deutsche Flugsicherung GmbH**, registered under the Private Law (Registration number: HRB 34977), with its registered office in Langen (Hessen), Germany.
- (10) **Drone Alliance Europe**, non-profit organization (“*Association sans but lucrative / Vereniging zonder winstoogmerk*”), registered under Belgian law with registration number 0693.860.794, with its registered office in rue Breydel 34 – 36, 1040 Brussels, Belgium.
- (11) **Ecole Nationale de l’Aviation Civile (ENAC)**, registered under French law registration number: n°193 112 562 00015, with its registered office on 7 avenue Edouard Belin, CS 54005 – 31055 TOULOUSE cedex 4, France.
- (12) **ENAV S.p.A.** a Joint-Stock Company registered under the laws of Italy, registration number: R.E.A. 965162, with its registered office in Via Salaria, 716 – 00138, Rome, Italy.
- (13) **ENTIDAD PUBLICA EMPRESARIAL ENAIRE**, registered under the law 4/1990 (29th June 1990) on General State budgets (AENA foundation under article 82) and Law 18/2014 of October 15th, approving urgent measures for growth, competitiveness and efficiency (change of name to ENAIRE under article 18), VAT number: Q2822001J, with its registered office in Parque Empresarial las Mercedes. Edificio n°2 Avda. de Aragón, 330. 28022 Madrid, Spain.
- (14) **Frequentis AG**, registered under Austrian law (registration number: FN 72115 b), with its registered office in Innovationsstraße 1, 1100 Vienna, Austria
- (15) **Flughafen München GmbH**, registered under German law (registration number: HRB 5448, Munich local court), with its registered office at Nordallee 25, 85356 Munich-Airport, Germany

- (16) **Hamburg Aviation e.V.**, registered under German law (registration number: VR 21026), with its registered office in 20355 Hamburg, Germany.
- (17) **Honeywell International s.r.o.**, registered under Czech law, ID No.: 276 17 793, with its registered office in V Parku 2325/16, 148 00 Prague 4, Czech Republic.
- (18) **HungaroControl** Hungarian Air Navigation Services Private Limited Company, registered under Hungarian law (registration number: 01-10-045570), with its registered office in Igló utca 33-35, 1185 Budapest, Hungary.
- (19) **Indra Sistemas, S.A.**, registered under Spanish law, with Tax Identification Code A-28599033, registered in the Mercantile Registry of Madrid in Volume 5465 general, 4554 of section 3 of the Corporate Ledger, Folio 80, Sheet number 43677, 1st entry, with its registered office at Avenida de Bruselas, NUM 35, 28108 Alcobendas – Madrid.
- (20) **Lennuliiklusteeninduse Aktsiaselts (EANS - Estonian Air Navigation Services)**, legal form public limited company, registered under Commercial Law of Estonia (registration number 10341618), with its registered office in Harju maakond, rae vald, Rae küla, Kanali põik 3, 10112, Estonia.
- (21) **Leonardo Società per azioni; Short name: Leonardo S.p.A.** - registered under the Italian Law (Fiscal Code and Registration number: 00401990585), with its registered office in Piazza Monte Grappa n. 4, 00195 Roma, Italy.
- (22) **Lilium GmbH**, registered in the Commercial Register of the Local Court of Munich, Germany (registration number: HRB 216921), with its registered office in Munich, Germany.
- (23) **L'OFFICE NATIONAL D'ÉTUDES ET DE RECHERCHES AÉROSPATIALES (ONERA)**, a French agency (Établissement public à caractère industriel et commercial), registered under French Law with the Évry commercial and companies registry (number 775 722 879), having its head office at: BP 80100 – FR-91123 Palaiseau Cedex – France.

- (24) **Luchtverkeersleiding Nederland (LVNL)** a public body established by the Dutch Aviation Act, registered under Dutch law (registration number: 34367959), with its registered office in Schiphol, The Netherlands.
- (25) **NATMIG consortium**, consisting of the following legal entities:
- (a) **SINTEF AS**, a non-profit Research and Technology Organisation, registered under Norwegian law (registration number: 919 303 808), with its registered office in Strindvegen 4 7034 TRONDHEIM, Norway
  - (b) **Saab AB (publ)**, registered under Swedish law (registration number 556036-0793), with its registered office 581 88 Linköping, Sweden
  - (c) **Airtel ATN Limited**, registered under Irish law (registration number: 287698), with its registered office in 2 Harbour Square, Crofton Road, Dun Laoghaire, County Dublin, A96 D6RO, Ireland
- (26) **PANSA**, a state legal entity, organized and operating under the Act of 8 December, 2006 on Polish Air Navigation Services Agency, National Business Registry Number: 140886771, tax identification number: 5222838321, located at Wieżowa 8 street, 02-147 Warszawa, Poland.
- (27) **Pipistrel Vertical Solutions d.o.o.**, registered under Slovenian law (registration number: 7254466000), with its registered office in Ajdovščina, Slovenia.
- (28) **SAFRAN**, registered under French law (Registration number: 562 082 909 R.C.S. Paris), with its registered office in Paris, France.
- (29) **SCHIPHOL NEDERLAND BV**, registered under Dutch law (Chambers of Commerce number: 34166584), with its registered office in SHG, Evert van de Beekstraat 202, 1118 CP Schiphol, The Netherlands
- (30) **THALES AVS SAS FRANCE**, Société simplifiée par actions, registered under THALES AVS law of France registration number [RCS Bordeaux 612 039 495], with its registered office in 73-75 Avenue Marcel Dassault 33700 Mérignac, France.

- (31) **THALES LAS FRANCE SAS**, registered under the French law (registration number: 319 159 877), with its registered office in 2, Avenue Gay Lussac, 78990 Elancourt, France.
- (32) **The Alliance for New Mobility Europe (AME) [consortium]**, consisting of the following members:
- (a) Droniq GmbH, registered under German law (registration number: HRB 115576), with its registered office in Ginnheimer Stadtweg 88, 60431 Frankfurt am Main, Germany
  - (b) Unifly, registered under Belgian law (registration number: BE0635520937) with its registered office in Luchthavenlei 7a, 2100 Antwerpen, Belgium.
  - (c) Unisphere, registered under German law (registration number: HRB 720337) with its registered office in Turmstr 5, 78467 Konstanz, Germany.
  - (d) Dragonflypads, registered under French law (registration number: 399 439 835) with its registered office in 128, rue de la Boétie, 75008 Paris, France.
- (33) **The Borealis Alliance**, composed of the following nine air navigation service providers:
- (a) Fintraffic Air Navigation Services Ltd, registered under the Laws of Finland (registration number: 2767840-1) with its registered office at Lentäjätie 3, PL 157, 01531 Vantaa, Finland.
  - (b) Avinor Flysikring AS, registered under the Laws of Norway (registration number: NO 913 074 270 MVA) with its registered office at Pb 150, 2061 Gardermoen, Norway.
  - (c) Irish Aviation Authority, registered under the Laws of the Republic of Ireland with its registered office at The Times Building, 11-12 D'Olier Street, Dublin 2 – Ireland.
  - (d) Isavia ANS ehf, registered under the Laws of Iceland (registration number: 591219-1460) with its registered office at Reykjavíkurlugvöllur, 102 Reykjavík, Iceland.

- (e) SJSC "Latvijas gaisa satiksme" ("LGS"), registered under the Laws of Latvia (registration number: 40003038621) with its registered office at Riga International Airport, Muzeju street 3, Marupe Municipality, Latvia.
  - (f) Lennuliiklusteeninduse Aktsiaselts (EANS - Estonian Air Navigation Services), registered under the Laws of Estonia (registration number 10341618) with its registered office in Harju maakond, rae vald, Rae küla, Kanali põik 3, 10112, Estonia.
  - (g) Luftfartsverket ("LFV"), registered under the Laws of Sweden (registration number 202195-0795) with its registered office at Hospitalsgatan 30, S-601 79 Norrköping – Sweden.
  - (h) Naviair, a State Owned Company, registered under the Laws of Denmark with its registered office at Naviair Allé 1, DK 2770 Kastrup, Denmark.
- (34) **The COOPANS consortium**, consisting of the following legal entities:
- (a) Austro Control Österreichische Gesellschaft für Zivilluftfahrt mit beschränkter Haftung, (ACG), registered under the Laws of Austria (registration number 71000m), with its registered office at Wagramer Strasse 19, A-1220 Vienna, Austria.
  - (b) Croatia Control Ltd, (CCL), registered under the Laws of Croatia (registration number 080328617), with its registered office at Rudolfa Fizira 2, Velika Gorica, Croatia
  - (c) Irish Aviation Authority (IAA), registered under the Laws of Ireland (registration number 211082), with its registered office at The Times Building, 11-12 D'Olier Street, Dublin 2, Ireland.
  - (d) Luftfartsverket, registered under Swedish law (registration number: 202100-0795), with its registered office in Norrköping, Sweden.

- (e) **NAVEGAÇÃO AÉREA DE PORTUGAL – NAV Portugal E.P.E**, registered under the Laws of Portugal (registration number 504448064) with its registered office at Rua D, Edifício 121, Aeroporto de Lisboa, 1700-008 Lisboa, Portugal.
- (f) **Naviair**, registered under the Laws of Denmark, including the law on Naviair of 26 May 2010, (registration number 26059763) with its registered office is at Naviair Allé 1 2770 Kastrup, Denmark.
- (35) **THE EUROPEAN ORGANIZATION FOR THE SAFETY OF AIR NAVIGATION (EUROCONTROL)**, an intergovernmental organization governed by public international law, registered with the Banque Carrefour des Entreprises under number 0923.980.032, with its registered office in 1130 Brussels, rue de la Fusée 96, Belgium.
- (36) **The European Space Agency**, an intergovernmental organisation, established by the Convention opened for signature in Paris on 30 May 1975 and entered into force on 30 October 1980; 24 rue du Général Bertrand, CS 30798, 75345 Paris CEDEX 7, France
- (37) **The French State – Ministère de la Transition écologique, DGAC (Direction générale de l'aviation civile), DSNA (Direction des services de la navigation aérienne)**, registered under French law (registration number: SIREN 120 064 019 00074), with its registered office in France , 50 Rue Henry Farman 75 720 Paris Cedex 15, France.
- (38) **United Technologies Research Centre Ireland Limited**, registered under the Laws of Ireland (registration number: 472601), with its registered office in Penrose Business Centre, Penrose Wharf, Cork, Ireland.
- (39) **Volocopter GmbH** registered under German law (registration number HRB 702987), with its registered office in Zeiloch 20, 76646 Bruchsal, Germany
- (40) **VTT Technical Research Centre of Finland Ltd**, registered under Finnish law (registration number: 26473754]), with its registered office in Espoo, Finland