

#### The Implications of Brexit for Fisheries in the North Sea

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#### **Introduction**

- Fisheries arrangements and Brexit
- Relative stability v zonal attachment
- Shared stocks and the law of the sea
- Position of current fishers
- Charting future courses: the upcoming election and beyond
- Conclusions



#### **Fisheries and Brexit**



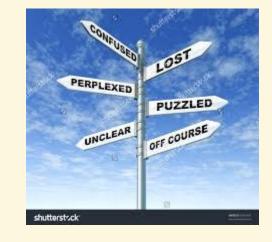




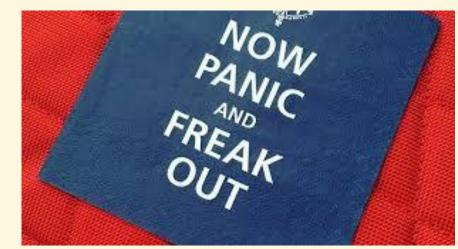


#### **Brexit + fisheries = confusion?**











"It is important to note that the outcomes will in large part depend on the nature of the UK's withdrawal and the negotiations that will take place.

#### There is significant uncertainty."

Brexit: What Next for UK Fisheries? Commons Library Briefing, 27 July 2016



#### Or maybe not...

- Withdrawal package and attendant negotiations are uncertain, as is the future trajectory of domestic regulation
- International fisheries obligations and use by states of ocean space remains relatively clear
- Assumption that all national fisheries will be exclusively reserved for UK use is largely misguided
- International conventions establish a clear framework for fisheries management, based on multilateral cooperation
- "Closure" of the UK seas remains something of a theoretical exercise – rights of access to third states enshrined in international law; splendid isolation self-defeating given UK fisheries interests



#### **UK's Brexit benefits?**

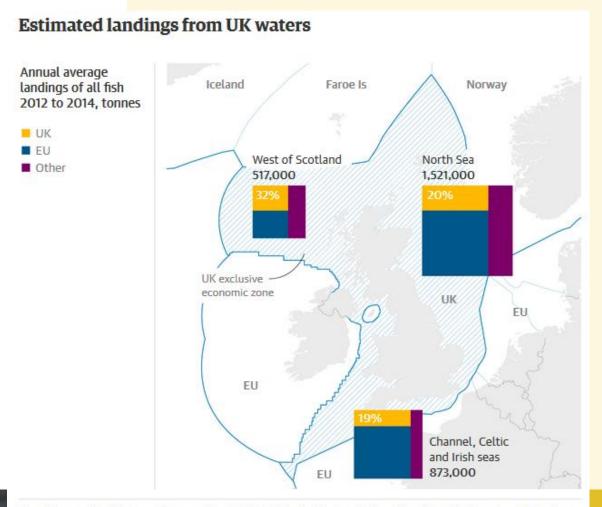


- Relatively limited in practice
- Discrete stocks may be solely regulated by UK
- Valuable stray fish may be caught and processed e.g. Bluefin tuna
- Certain aspects of CFP may be jettisoned examples of idiosyncratic application of particular measures
- Able to participate in RFMOs in own right (rather than for overseas territories)
- No longer takes management advice from EU but in practice likely to work with ICES (which advises the EU)
- In principle, control over access by foreign vessels to quotas – in practice, this will depend on negotiations and other Brexit-related interests





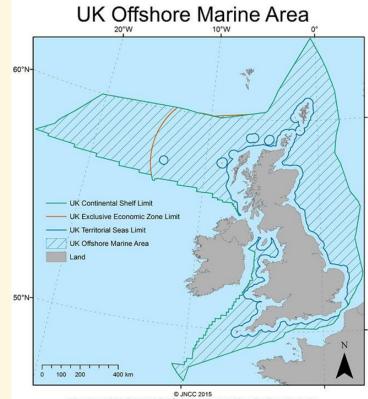
#### **Importance of UK fishing grounds**



Guardian graphic | Source: House of Lords, NAFC Marine Centre, University of the Highlands and Islands

#### The UK: A fisheries jurisdiction of **fisheries** jurisdictions

- Mixed jurisdictional input ٠ due to devolution settlement
- Classical EEZ not ٠ established until 31 March 2014
- Fisheries beyond 12nm • regulated under CFP until full withdrawal
- Significant fishing by EU ٠ Member States in these waters
- Predictability of quotas ٠ provided under EU law through the principle of "relative stability" prevents the need for constant revision and updating of entitlements
- ... until now?



UK marine administrative boundaries. Contains public sector information, licensed under the Open Government Licence v2.0, from the United Kingdom Hydrographic Office. @ Crown copyright. World Vector Shoreline C US Defence Mapping Agency. Not to be used for navigation Map creation date 06/07/2015



#### **Current arrangements**

- Concept of "relative stability" introduced in 1983 Basic Regulation – proposed re-evaluation failed to garner support
- Established as a means of providing certainty for precarious economic areas (recitals 35-37, Basic Regulation)
- Article 16 BR: "Fishing opportunities allocated to Member States shall ensure relative stability of fishing activities"
- Fishing opportunities based in historical catches, Hague Preferences and "jurisdictional losses" – largely based on Cod Wars. Allocation keys not substantively amended
- Zonal attachment not used as a basis for negotiations
- RS provides a fixed percentage of fish joined cases C-87/03 & C-100/03



#### **Relative stability and the UK**

- UK seeking to rely on zonal attachment argument that adjustments to RS would have been pursued in event of Bremain
- Long attachment to historical fishing especially in Cod Wars
- Evidence suggests that UK considered it would have perpetual access to North Atlantic stocks when negotiating EEC accession; power of Humberside in negotiations
- Sought to incorporate preferential treatment in Hague Preferences for "northern parts" of UK and Ireland





#### **Core obligations and entitlements**

- Stocks in UK EEZ primarily shared
- Article 61: coastal state determines TAC in its EEZ and ensures, through the "best scientific advice" that the stock is not compromised through over-exploitation
- Article 62: coastal state determines its capacity to fish the TAC and is charged with allocating rights to the surplus
- However, Article 62(3): <u>must avoid economic dislocation in</u> <u>states whose</u> <u>nationals have traditionally fished in these</u> <u>waters or invested in research/identification of stocks</u>
- Article 63 obligation to cooperate in respect of shared stocks (those between EEZ of 2 or more states, or between EEZ and high seas)



- UNFSA 1995 elaborates these obligations further for transboundary stocks
- Obligations of cooperation (Article 10)
- Collection/dissemination of research (Article 14)
- Transparency (Article 12)
- Rights of new participants (Article 11)
- Current framework seeks to minimise scope for unilateralism of shared resources; discrete stocks addressed more in the national interest (little relevance to make-up of current UK fisheries)



#### **Implications for EU fishers**

Would the UK have its fishing waters returned to the pre-EU status if we vote to leave?"

Rosemary, PM listener









# Potential basis for continued access?

- Can EU Member States be considered to have traditionally fished or invested in UK waters?
- Legitimate expectation of continued open access pre-Brexit
- Legal case tenable that some degree of transitional preference be given to EU Member States
- More likely to turn on political considerations, however
- Weapons in reserve? Denmark threatening potential ICJ action if fully excluded from UK waters (seems somewhat unlikely)





#### **Historical rights**

- A complicated issue in current discussions and wider international law (South China Sea case)
- Seemingly no access rights claimed on basis of neighbourhood relations with UK territorial sea
- Little historical fishing in UK, aside from a re-discovery of cultural heritage
- UK traditionally relied on historical catches in fisheries relations, but acquiesced to relative stability in joining EEC
- Number of EU Member States arguing historical entitlements in UK waters, although seemingly limited legal basis for this
- Historical catches in European waters primarily addressed under CFP and previously by 1964 London Convention





#### **1964 Fisheries Convention**

- Precedes CFP and addresses "belt" of 6-12 miles from baseline
- Fishing vessels of parties may not conduct fishing "substantially different from those which they have habitually exploited"
- Open to granting reciprocal but not necessarily equal rights of access to other contracting parties
- Withdrawal under Art 15 2 years' notice: likely UK action
- Codified within CFP Basic Regulation, which supersedes 1964 Convention (although latter still in force)
- CFP jurisprudence considers that 1964 Convention not applicable, but no ruling from CJEU that it has been terminated



#### **House of Lords consideration**

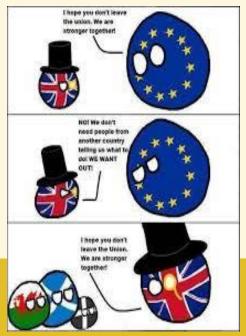
- December 2016: HL issues report on Brexit and fisheries
- Brexit has raised expectations of fisheries that may be "hard to deliver"
- Stocks are predominantly shared, hence subject to obligations of cooperation – a "crucial" element of future fisheries management
- Zonal attachment a "welcome" approach; UK allocations (politically?) insufficient under present models
- Bilateral arrangement similar to EU-Norway endorsed
- Similar arrangement to Skagerrak/Kattegat Seas for Eire
- UK membership of NEAFC "must be established"



#### Future is<mark>sues</mark>

- UK is a fishing jurisdiction comprised of fishing jurisdictions
- Devolution is sues likely to be highly complex and a degree of internal devolved politics may influence UK negotiating position
- HL considers allied approaches between administrations to be vital; revised Concordat currently under consideration
- Scottish independence a resurrected prospect
- Channel Islands also problematic





#### **Regulatory possibilities**

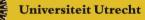
- Restriction of quota-hopping? HL considers strengthening linkage requirements, although no clear current proposal
- A return to *Factortame*?
- MSA 1995 s9 registration requirements established by SI; can be swiftly amended
- MS (Registration of Ships) Regs 1993 considers dispensation in view of length of time resident in UK and "involved in the fishing industry" – any changes need careful drafting
- Legitimate expectation and pre-existing quota: complex internal process and lack of proprietary interests
- Utilised quota cannot be reallocated without compensation: UKAFPO case



### **Election 2017: fishy business?**

- Conservative pledge withdraw from 1964 Convention
- Labour pledge silent on CFP and London Convention; aims to develop small-scale fisheries and preserve migrant fisheries workers' rights
- Lib Dem pledge not allow fisheries access to be traded away lightly
- UKIP abolish CFP (bit difficult if not in EU and Farage does not attend CFP meetings...)
- Little consistency between major parties and fisheries marginalised in election so far (apart from key industry constituencies)





#### **Conclusions: plus ca change?**

- Profound expectations of Brexit among fisheries sector, but Brexiteers likely to be disappointed
- Most commercially valuable stocks are shared stocks and governed under LOSC and UNFSA – obligation to cooperate
- Cooperation recognised as "crucial" by HL
- Regulatory thinking towards a Norwegian-style arrangement; withdrawal from 1964 Convention likely
- Likely to receive scientific advice from same quarters and act through NEAFC in the long-term
- Little change to practices and regulation in mid-term: UK continues to prioritise "the sector" and has resisted judicial review of this position (albeit based on CFP); Blue Book to unwieldy to swiftly expunge



- Legal arguments based on "economic dislocation" under Art 62(3) LOSC tenable – and seemingly expected by UK
- UK favours use of zonal attachment over relative stability and (appears) committed to pursuing it
- Historical rights could be a potential bone of contention possible ICJ action (appears remote)
- Loss of UK as an effective voice in CFP reform
- Ultimately political considerations will be more significant than legal argumentation – June 9 will be revelatory as to the power of the fisheries lobby
- Difficult balancing act ahead in addressing the position of the various UK fishing *industries*



## Thank you!! j.r.caddell@uu.nl

