GENERAL AGREEMENT ON TARIFFS AND TRADE

RESTRICTED

COM.TEX/SB/609
4 novembre 1980
Special Distribution

Textiles Surveillance Body

Original: English

ARRANGEMENT REGARDING INTERNATIONAL TRADE IN TEXTILES

Article 4:4 Notification

Bilateral Agreement between Finland and Hong Kong

The Textiles Surveillance Body has received from Finland a notification of a bilateral agreement between Finland and Hong Kong which has been concluded under Article 4 of the Arrangement for the period 1 August 1980 to 31 July 1982.

The TSB, pursuant to its procedure regarding bilateral agreements notified under Article 4, has examined the relevant documentation and is circulating the text of this agreement to participating countries for their information. 2

 $[\]frac{1}{\text{See}}$ COM.TEX/SB/35, Annex B.

 $^{2/}_{\rm The}$ comments of the TSB on this agreement are contained in COM.TEX/SB/612.

MEMORANDUM OF UNDERSTANDING

I. Introduction

This Memorandum of Understanding sets out the arrangements that have been agreed between the Government of Hong Kong and the Government of Finland regarding Hong Kong's exports of certain textile products to Finland.

II. Export Restraint Arrangements

2. These arrangements have been made having regard to the Arrangement Regarding International Trade in Textiles as extended by the Protocol dated 14 December 1977, and in particular to Articles 1 and 4 of the Arrangement.

Coverage

3. These arrangements shall apply to Hong Kong's exports to Finland of the textile products set out in Annex I to this Memorandum.

Restraint Period

4. These arrangements shall apply for the periods 1 August 1980 to 31 July 1981 and 1 August 1981 to 31 July 1982.

Either party may at any time terminate these arrangements provided that at least ninety days notice is given, in which event the arrangements shall come to an end at the expiry of the ninety day period.

Restraint Limit

5. The Government of Hong Kong shall restrict exports of the textile products set out in Annex I to the limits set out in column (e) and column (f) for the periods stated therein, save as provided for in paragraphs 7, 8, 9 and 10.

The Government of Finland shall for the purpose of these arrangements admit imports of the textile products of Hong Kong origin set out in Annex I only where such imports are covered by an export licence issued by the Trade Industry and Customs Department, Hong Kong, and endorsed to the effect that the consignments concerned have been debited to the agreed limits.

Swing

7. For any textile product set out in Annex I, exports may exceed the limit in column (e) and column (f) of Annex I during the periods stated therein by five per cent, provided that a corresponding reduction is applied in any one or more of the other limits in column (e) and column (f) of Annex I during the periods stated therein.

For the purpose of calculating such corresponding reductions, the conversion factors listed in column (g) of Annex I to this Memorandum of Understanding shall apply.

Carryover and Carryforward

- 8. The Government of Hong Kong may, after consultation between the Government of Finland and the Government of Hong Kong, approve exports of textile products in excess of the limits set out in
 - (a) column (e) of Annex I by an amount equal to the quantity by which shipments in the period 1 August 1979 to 31 July 1980 fall short of the limits set out in column (f) of Annex I to the Memorandum of Understanding signed by the Government of Hong Kong and the Government of Finland on 21 March 1978, or 11% of the annual limits set out in column (e) of Annex I to this Memorandum, whichever is the less (carryover) provided that such exports are in the same categories where the shortfalls occur;

- (b) column (f) of Arnex I by an amount equal to the quantity by which shipments in the period 1 August 1980 to 31 July 1981 fall short of the limits set out in column (e) of Annex I to this Memorandum, as adjusted by the provisions in (a) above, or 11% of the limits set out in column (f), whichever is the less provided that such exports are in the same category where the shortfalls occur.
- 9. The Government of Hong Kong may, after consultation between the Government of Finland and the Government of Hong Kong, approve the export of amounts in excess of the agreed annual limits in column (e) and column (f), as applicable, of Annex I by 6 per cent (carryforward). Where the agreed limits are increased by carryforward, corresponding deductions shall be made from any limits which may be agreed in respect of the same categories in the immediately following restraint period.
- 10. The carryover and carryforward taken together shall not exceed 11 per cent of the agreed annual limits in column (e) and column (f), as applicable, of Annex I to this Memorandum.
- 11. If exports of the textile products listed in Annex I to this Memorandum in the period 1 August 1981 to 31 July 1982 are less than the agreed limits in column (f) of Annex I as adjusted by the carryover provision in paragraph 8 above, the Government of Hong Kong may, after consultation between the Government of Finland and the Government of Hong Kong, approve the export of amounts in excess of any limits which may be agreed in respect of the same categories in the immediately following restraint period, equal to the actual shortfall or 11% of any limit which may be agreed for the immediately following restraint period, whichever is the less.

Re-export

12. The Government of Finland will inform the Government of Hong Kong when imports into Finland of the textile products that have been debited to the agreed limits are subsequently reexported from Finland. The Government of Hong Kong may then credit the quantities involved to the appropriate limits.

Exchange of statistics

- 13. The Government of Hong Kong will provide the Government of Finland with monthly statistics of the textile products listed in Annex I licensed for export to Finland and debited to the limits set out in column (e) and column (f) of Annex I.
- 14. The Government of Finland will provide the Government of Hong Kong with quarterly statistics of total imports and of imports from Hong Kong and other significant suppliers of each of the textile products set out in Annex I.

Consultations

- 15. The Government of Hong Kong and the Government of Finland agreed to consult together, at the request of either party, on any matter arising from the implementation of these arrangements.
- 16. If the Government of Hong Kong considers that, as a result of the restraint imposed by these arrangements, Hong Kong is being placed in an inequitable position vis-a-vis a third country, the Government of Hong Kong may request the Covernment of Finland to consult with a view to appropriate remedial action such as a reasonable modification of these arrangements.

III. Export Authorization Arrangements

- 17. These arrangements shall apply for the period 1 August 1980 to 31 July 1982.
- 18. The Government of Hong Kong shall require all exports to Finland of the products listed in Annex II to be covered by export authorizations (Attachment A) issued by the Trade Industry and Customs Department, Hong Kong. An export authorization shall be issued only on evidence of a firm contract for the supply of the goods involved and shall be valid for 3 months from the date of issue.
- 19. Export licences (Attachment B) to ship goods covered by an export authorization will be issued by the Government of Hong Kong on presentation of the relevant export authorization within the latter's validity period. An export licence shall be valid for 28 days from the date of issue. The Government of Hong Kong shall not issue export licences in respect of exports to Finland of the products listed in Annex II which are not covered by a valid export authorization.
- 20. The Government of Hong Kong shall provide the Government of Finland with half-monthly statistical returns showing the quantities covered by export authorizations issued to Hong Kong exporters in respect of the products listed in Annex II. The Government of Hong Kong agrees to notify the Government of Finland immediately upon receipt of any applications for export authorizations in exceptionally large amounts or unusual concentration of applications for export authorizations. In judging what constitutes exceptionally large or unusual concentrations of applications, Hong Kong will have regard to recent levels of trade and will ensure that the quantities

covered by the issue of export authorizations in question would not be such as to cause a sharp and substantial increase of imports of the products in question into Finland.

- 21. The Government of Finland shall admit imports of the textile products of Hong Kong origin listed in Annex II where such imports satisfy all normal conditions of entry, and are accompanied by a copy of an export licence issued by the Trade Industry and Customs Department, Hong Kong.
- 22. The Government of Finland may request the Government of Hong Kong to suspend the issue of export authorizations if, in the opinion of the Government of Finland, a limitation on further trade in the products listed in Annex II may be necessary to eliminate real risks of market disruption. Such a request shall be accompanied by a request for consultations with due regard to the relevant provisions of the Arrangement Regarding International Trade in Textiles and the Protocol for its extension and by a detailed factual statement within a reasonable period of time, including data designed to demonstrate the existence of real risks of market disruption (as defined in Annex A of the Arrangement Regarding International Trade in Textiles). The Covernment of Finland and the Government of Hong Kong shall enter into consultations as soon as possible following notification of the request, with a view to reaching agreement or a mutually acceptable conclusion within 2 months from the date of notification.
- 23. Upon receipt of such a request for suspension and for consultations, the Government of Hong Kong shall suspend immediately the issue of export authorizations in respect of the relevant products. The Government of Hong Kong may, however, continue to issue export licences against valid export authorizations issued before such a suspension.

- 24. Where the issue of export authorizations is suspended, the Government of Finland shall consider giving its consent to the extension of validity of an existing export authorization for a period not exceeding 90 days, if it is satisfied that the failure to apply for an export licence within the validity period of the export authorization has been caused by circumstances beyond the control of the person to whom the export authorization was made.
- 25. The Government of Finland and the Government of Hong Kong agree to consult, at the request of either party, on any matter arising from the implementation of these arrangements.

IV. General

26. The Annexes to this Memorandum shall be considered an integral part of it.

Done in Horg Kong, 2 July 1980

For the Government of Finland

For the Government of Hong Kong

(g) Conversion Factor (Square yards equivalent per dozen)	9 sq.yd./doz	9 sq.yd./doz	26 sq.yd./doz
(f) nt Limit 1 Aug 1981 to 51 July 1962	2,188,459 pieces	632,863 pieces	337,671 pieces
(e) Restraint Limit 1 Aug 1980 1 Aug to to 51 July 1981 31 July	2, 124, 717 pieces	614,430 pieces	327,836 pieces
(a) Description	Briefs, drawers, panties, undershorts and the like, knitted or crocheted, wholly or mainly by weight of cotton or of man-made fibres, women's and girls' wear.	Briefs, drawers, undershorts, and the like, knitted or crocheted, wholly or mainly by weight of cotton or of man-made fibres, men's and boys' wear.	Shirts, not knitted or crocheted, wholly or mainly by weight of cotton or of man-made fibres, men's and boys' wear.
(c) Hong Kong Statistical Classification No.	ex 846 286 ex 846 287 ex 846 341 ex 846 342 ex 846 406 ex 846 406	ex 846 282 ex 846 283 ex 846 331 ex 846 332 ex 846 402 ex 846 403	844 111 844 112 844 121 844 122 844 195 844 196
(b) Finnish Statistical Classification No.	ex 60.04.81? 60.04.813 60.04.815 60.04.816 60.04.817	ex 60.04.712 60.04.713 60.04.715 60.04.716 60.04.717	61.03.102 61.03.103 61.03.105 61.03.106 ex 61.03.109
(Sory	_		

(a) Category	(b) Finnish Statistical No.	(c) Hong Kong Statistical No.	(d) Description
ΕΊ	ex 60.04.852 60.04.853 60.04.855 60.04.856 60.04.857	ex 846 292 ex 846 345 ex 846 412	Briefs, drawers, panties, undershorts, and the like, knitted or crocheted, wholly or mainly by weight of cotton or of man-made fibres, infants' wear i.e. garments of sizes up to and including 110.
E 2	60.04.115 60.04.155 60.05.315 60.05.355 60.05.365	ex 845 121 ex 845 122 ex 845 123 ex 845 125 ex 845 937 ex 845 237 846 211 ex 846 282 ex 846 283 ex 846 287 ex 846 287 ex 846 292	Jumpers, sweaters, cardigans, pullovers, blouses and shirts (including T-shirts, singlets and undershirts), knitted or crocheted, wholly or mainly by weight of cotton.
23.	60.04.113 60.04.116 60.04.117 60.04.152 60.04.153 60.04.157 60.05.312 60.05.313 60.05.352 60.05.3556 60.05.3566 60.05.3667 60.05.3667	2334512345070712121212573672314133334512344507071212121212573672334512111111111111111111111111111111111	Jumpers, sweaters, cardigans, pullovers, blouses and shirts (including T-shirts, singlets and undershirts), knitted or crocheted; wholly or mainly by weight of man-made fibres.

Annex II

(a) Category	(b) Finnish Statistical No.	(c) Hong Kong Statistical No.	(d) Description
E 4	60.04.114 60.04.154 60.05.314 60.05.354 60.05.364	ex 845 111 ex 845 112 ex 845 113 ex 845 115 845 910 ex 845 182 ex 846 183 ex 846 186 ex 846 192 846 193 846 194	Jumpers, sweaters, cardigans, pullovers, blouses and shirts (including T-shirts, singlets and undershirts), knitted or crocheted, wholly or mainly by weight of wool.
E 5	65.05.906	ex 848 435 ex 848 436 ex 848 437	Woven peaked caps, wholly or mainly by weight of cotton or of man-made fibres or of wool.
E6	61.02.502 61.02.505 61.02.506 x 61.02.509	843 511 843 512 843 521 843 522	Blouses, not knitted or crocheted, wholly or mainly by weight of cotton or of man-made fibres, women's and girls' wear.
Е7 е	x 61.09.201	846 511 ex 846 512	Brassieres, wholly or mainly by weight of cotton or of man-made fibres.
E8 e	x 61.07.000	ex 847 130	Neckties, wholly or mainly by weight of man-made fibres.

Attachment A

EXPORT AUTHORISATION (Three-month validity)			FOR OFFICIAL USE ONLY 工業基础長項某 Date of Receipe and Receips No.			
。 · 出口授福鲁 (有效期三個月) IMPORT AND EXPORT ORDINANCE (CAP. 68) 准出口採例(各语法律第六十章)						
EXPORT OF TEXT	LE MANUFACTUR		matry)	Date of laste	and Export Authorisati	lon No.
徐往	. (3 本		紡権製品			
NOTES 本 主要证明 2. N	5出口授權者發出後	y unauthorised person · 未经許可而被自予以 slidity period of this 起 下得延度。	金改政労働・均陽進出	•	tion to this Export Aut	
PART I — APPLICAT	TION AND DEC	LARATION BY E				OFFICIAL USE ONLY 此時不用項案
1 Quota Ref. 配報起號		Quots Supplier 社会公司名册	Qty. in Equivalent 相等之是語		Quantity R R	
						·
Category/Classif	leation No.	TOTAL ##	Full description	a of soods		
第日或分数 第日或分数			货物辞题			
			, mark			
ما						
2	· ·	on behalf of				
本人 (name) hereby declare that	(性名) I have entered into	a firm contract with a gree to supply the quo and Customs for an	Constitute poster for	Harris 出口間 2	i 情久思定) textile "goods described olicables and I become	
apply to the Direct 安學時,太人與注	or of Trade Industry E外设定计可供表示	and Curtoms for the	Export Admortsation i	n respect of these 医爱供源上流之聲	goods to be exported. 類(#難差如不減用	
者)・本人現向工力	斯蒂氏申纳出口技 植	क मिए कर्रा स्वर्भ	E .			
t o:			/			
	<u> </u>	ricener's name cal entern	1(收货人名得及地址)		
period of the expo may be forfeited an 本人網白無論因任	et licence(s) issued u ed future authorisatio 何用由,以此作	tsoever 1 fail to export note this Export Author and licences to my 出口技程客所译住出口注收。本公司以後亦可	orisation, any unutilise company may be der:: (延之有效期内 · 泰縣	d quantity covere ed. 特定证款位全部(d in this authorisation	
4 I declare that the	bove and any other	information which I h 所知,上溫資料與支持	ave given in support o	of this application	is true to the best of	
				Tel. N	io	
Quein HolderiTei Registration 起頭持有人政務概念	. Nø, · · ·	Signature and Chas at exp	erreri(出口商盃名及3	Date		
PART II - DECLAR						j
1]						
hereby declare that amount to permit s to supply the quota	hipment within the v i as stated above (*	on behalf of 立代表 o manufacture and deli- alidity period of the ex- delete if not applicable 文第一部份第一段所述	port licence(s) issued u).	ed in paragraph inder this authoris	of Part I in the total ation "and that I agree	
		之紀初(#對去如不達		n - FAIR 15 20 1973	a com de ero em en en ble de milijanig	
2 The goods will be	manufactured by my	factory registered with	the Trade Industry and	d Customs Depart	ment under registration	
	for o 以选·本版號已经向	ertification purposes. 工語界识是領球策略經歷	• 工統然記號碼路:		***************	
		e goods in time to per result in the refusal of				
products of my req 本人叫便・脚石市	nstered factory.	进在逐步出口模模 方 所				
			•	Tei. N	lo	
Quein Heider Te: Registration	* No.	nature and Chan at manus	ng ng na ng thi tha na na ng ng ng na na na na ng tiging ng ng tag (n			

-	,	
	REMARKS 68 JE	en de la companya de
e Ledunity (pmeed ad (ph.) 克斯 (pmeed ad (ph.) 克斯 (pmeed ad (pmeed	BALANCE	
The inner of this Engels and Market	ALLOCATION STATES	
applied for sad obtained from a laupert and Elpour Ordina ault, vold and ut no effect. Eth 11 is pliff at 2, it his to (-	TOTAL SHIPMENTS G M 6 M	
ondision that export thereoft) must be it from the Comments of the Contision that tender the Authorization in the interval in the in	PREVIOUS SHIPMENT STAFFE	
d the langust and Expast by becard of the condition of this condition to 黃色素 一性所是 實際 法 ()	PRESENT SUPAIENT II 斯 II 達 Z 班 B	
The lane of this Espont Australian is agreemed for this gested specified ANI) on the formal clinicals and the gested specified ANI) on the formal Customs, sender and in accordance with Rep., 4(Ka) and Maj) of the languar man the great increased and Maj) of the languar man the great increased and maj was the great of the formal and maj was been and this c this is the great increased and this c this is the great of the great increased and this c this is the great of the great increased and the great increa	CODING .	
H. I. St. N. N. IS. Mat. Authorization is approve and S. Accordance with reof) described in para. 2 (22 C (The supply of the	CATEGORY OR CLASSHICA- TION TION	
4、14、14、14、14、14、14、14、14、14、14、14、14、14	DATE LICENSED MAILIN DAY MOUIL II	
The frome of this Exp and Universe under the goods (or part the 4-ff 11 12 ft 2 ft 4 ft 1 5 (1) 12 ft ft 4 ft 1 Date	ICEM TO UNDER	

Attachment B

EXPORT LIC	ENCE (TEXTILES) FO	RM 4 CORTOR		•	
Edmorter (Vame & Address)		Im	HONG KONG port and Export ort and Export	Ordinance (Ca)	. 60)
		Licence No. and	Date of force	· · · · · · · · · · · · · · · · · · ·	and Date of Receipt.
B.R. No. Consience	Tel. No.	Issue of this licence		KICHE NO.	Date of Alterna
·		tisage of this decision			
•	•				
			for Director of T	rade Industry and Cu	
			Name and Address of or Country of Manufa	cture (If not Hong Ke	oce)
•		C.O./C.P.C. Numbe	ut.		
				•	
errier		Tel. No Date of Departure	Country of	>uclassion	
			د د د د د د د د د د د د د د د د د د د	NOA	
for conditions of please see overl	NSUE WARNING Allval	lterations i mosti be a carried out lse, declaration, and information	hydrauthorized foli rememberized falt	cert, Heavy pen- rations, and, misse	ther lare provided exolathic licence.
Markis) and Number	No. of	Full Description of Goods Country of Origin of raw materials)	No. of Units	Value f.o.b. HKS	c.i.f. Value in currency of payment
	•		,		
		•			
	• •		an-saturated	•	
•		an an areas regimes			
		•		·	
•	• • •				
	•	!			
	•				
		:			
	T			Total Amount	Total Amount
Commodity Item Code No.					
		EXPORTER'S DECLA	·		=
	1,	*************************	**************	pr	incipal official of
	-	(Nume and Address of	Exporter's Co.)	· · · · · · · · · · · · · · · · · · ·	
		••••••••••••			
	_1	exporter of the			
	of goods in respect of which	this application is made and the	it the particulars gi	ven herein are true	•
	·				
I	ı				

Conditions of Issue of this Licence include the following: -

- (1) This form must be submitted in quadruplicate.
- (2) The original must be surrendered to the Shipping or Airline Company, and returned by their agent to the Trade Industry and Customs Department together with the relevant manifest, within fourteen days after the day on which the poods are exported as required by Section 11 of the Import and Export Ordinance, Cap. 60.
- (3) The exporter must file an Export Declaration in respect of items on this licence.
- (4) This licence is valid for twenty-eight days from the date of issue, unless otherwise stated.

Note:

Provided there are no complications, the licence will be ready for collection two clear working days (i.e. excluding Sundays and public holidays) after the date upon which the form is received.

簽登本證之條件如下:一

- (一) 本表格必須以一式四份呈交。
- (二)根據進出口條例即香港法例第六十章第十一款之規定,本表格之正本必須交與船務或統空公司,然後在輸出貨物後之十四天內,由其代理人交回工商署,同時須一併附呈有關倉單。
 - (三) 出口商必須將本證所列各項貨物報關。
 - (四) 除另有敍明者外,本證之有效期為二十八天,由發出日期起計。
- 注意:申請人在遞交本表格足兩工作日(不包括星期日及公衆假期)以後,倘無 複雜情形,即可到本處領取出口證。