

GENERAL AGREEMENT ON TARIFFS AND TRADE

RESTRICTED

COM.TEX/SB/418

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Textiles Surveillance Body

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ARRANGEMENT REGARDING INTERNATIONAL TRADE IN TEXTILES

Article 4:4 Notification

Bilateral Agreement Between Canada and Korea

The Textiles Surveillance Body has received from Canada a notification of a bilateral agreement which has been concluded under Article 4 of the Arrangement between Canada and Korea, for a three-year period starting 1 January 1979.

The TSB, pursuant to its procedure regarding bilateral agreements notified under Article 4^{1/}, has examined the relevant documentation and is circulating^{2/} the text of this agreement to participating countries for their information.^{2/}

^{1/} See COM.TEX/SB/35, Annex B.

^{2/} For the observations of the TSB see COM.TEX/SB/429, paragraphs 11 to 14.

MEMORANDUM OF UNDERSTANDING

1. Discussions between delegations of the Governments of Canada and the Republic of Korea concerning trade in textiles were held in Seoul from March 13 to 25, 1978.
2. As a result of these discussions, the two delegations initialled the attached Agreement on an ad referendum basis.

Seoul, March 25, 1978

For the Government
of Canada

For the Government
of the Republic of Korea

AGREEMENT RELATING TO THE TRADE
IN CERTAIN TEXTILE PRODUCTS BETWEEN
THE REPUBLIC OF KOREA AND CANADA

Introduction

1. This Agreement sets out the arrangements that have been agreed between the delegations of the Government of Canada and the Government of the Republic of Korea regarding the export of certain textile products from Korea to Canada.

2. This Agreement has been made having regard to the Arrangement Regarding International Trade in Textiles (hereinafter referred to as "the IITI") and in particular to Article 4 thereof, and to the Protocol extending the IITI (L/4616).

Coverage

3. Both Governments recognize and confirm that the conduct of their mutual trade in textiles shall be governed by the provisions of this Agreement.
4. This Agreement shall apply to trade in those categories of textile products, originating in and dispatched from the Republic of Korea, which are listed in Annex I hereto.
5. For the purposes of this Agreement the expression "textiles" shall have the meaning ascribed to the expression in article 12(1) of the ITA.
6. For the purposes of classifying textile products in the appropriate category, the definitions, footnotes, and explanatory notes set out in Annex I shall apply.

Restraint Periods

7. Except as provided for in paragraphs 8, 9, 10 and 11 below, this Agreement shall apply for three separate calendar year periods commencing on January 1, 1979 and terminating December 31, 1981.
8. In respect of basiery, as described in Annex I, this Agreement shall apply from August 1, 1977 to December

31, 1978 and thereafter for the three separate calendar year periods mentioned in paragraph 7 above.

9. In respect of cotton terry towels, washcloths and sets, as described in Annex I, this Agreement shall apply from November 1, 1977 to December 31, 1978 and thereafter for the three separate calendar year periods mentioned in paragraph 7 above.
10. In respect of polyester and worsted fabrics, as described in Annex I, this Agreement shall apply for the 1978 calendar year and thereafter for the three separate calendar year periods mentioned in paragraph 7 above.
11. In respect of acrylic yarn, as described in Annex I, this Agreement shall apply for the 1978 calendar year and thereafter for the three separate calendar year periods mentioned in paragraph 7 above.

Restraint Limits

12. Except as provided for in paragraphs 16 to 20 below, the Republic of Korea shall restrain its exports to Canada of the textile products described in Annex I to the limits set out therein for each of the periods specified therein.

Administration

15. This Agreement shall be implemented on the basis of the export control system operated by the Government of the Republic of Korea.
14. The Government of Canada shall admit imports of the textile products described in Annex I automatically and without delay provided such imports are covered by an "Export License" as per specimen in Annex II endorsed and issued by the proper Korean authorities to the effect that the imports covered by the license have been debited to the applicable quantitative limit as set out in Annex I.
15. The Government of the Republic of Korea shall endeavor to ensure that exports of all textile products, particularly men's and boys' shirts, subject to quantitative limits are spaced out as evenly as possible during each restraint period, due account being taken of seasonal factors and having regard to normal channels of trade.

Sixth

16. Subject to the specific limitations set out in Annex I, any quantitative limit shown therein may be exceeded

by the percentage shown in column (E) thereof provided that an equivalent amount is deducted from any other quantitative limit shown therein.

17. For the purposes of implementing the swing provisions in paragraph 16, the conversion factors shown in column (D) of Annex I shall apply.

Carryover/Carryforward

18. Following notification to the Government of Canada of the quantities involved, portions of any quantitative limit set out in Annex I which are not used during any restraint period may be carried over and added to the corresponding quantitative limit for the following restraint period within the higher percentage limit set out in column (F) of Annex I.
19. Any quantitative limit may be increased within the lower percentage limit set out in column (F) of Annex I by an amount advanced from the corresponding quantitative limit for the following restraint period. The quantitative limit for the following restraint period shall be reduced by an amount equal to the amount so advanced.

20. Notwithstanding the foregoing, the carryover and carryforward provisions may be used in combination only up to the higher percentage limit set out in column (F) of Annex I.

Exchange of Statistics

21. Both Governments agree to exchange all useful information concerning their mutual trade in textiles including information on textile items not covered by this Agreement.
22. The Government of the Republic of Korea shall provide the Government of Canada with monthly statistics relating to exports of the textile products listed in Annex I licensed for export to Canada and debited to the quantitative limits for each restraint period.
23. The Government of Canada shall provide the Government of the Republic of Korea with monthly statistics of total imports and of imports from the Republic of Korea and from other significant suppliers in respect of the textile products subject to this Agreement.

Concentration

24. If, on the basis of export data provided by the

Government of the Republic of Korea, the Government of Canada ~~ascertains~~ that there is a sharp and substantial increase in the concentration of exports, other than a concentration attributable to normal seasonal factors, of particular products in any category subject to quantitative limits, the Government of Canada may request consultations in accordance with the provisions of paragraph 26 below with a view to remedying this situation.

Equity

25. Should either Government consider, as a result of this agreement, that it is being placed in an inequitable position vis-à-vis any third supplier, that Government may request the other to consult with a view to implementing appropriate remedial measures.

Re-exports

26. Imports into Canada of those textile products to which this Agreement applies which are for immediate re-export or for inward processing and subsequent re-export outside Canada shall not be subject to quantitative limits established under this Agreement, provided they are entered as such under an administrative system of control in force for this purpose within Canada.

27. The Government of Canada shall, so far as possible, inform the Government of the Republic of Korea when imports into Canada of textile products subject to this agreement are subsequently re-exported from Canada. Where such re-exports have been debited by the Government of the Republic of Korea to quantitative limits, it may then credit the amounts involved to the appropriate quantitative limits.

Consultations

28. Either Government shall have the right to request consultations with the other Government on any matter arising from the implementation or operation of this Agreement or on any matter germane thereto. Such consultations shall be governed by the following:
- any request for consultations shall be notified in writing to the other Government;
 - the other Government shall accept such a request and such consultations shall be held as soon as possible;
 - the request for consultations shall be accompanied by or followed within a reasonable period (and in any case not later than 15 days following the request) by a statement setting out the reasons and circumstances which, in the opinion of the requesting Government, justify the submission of such a request;

- Both Governments shall enter into consultations within one month at the latest of notification of the request, with a view to reaching a mutually acceptable conclusion within one month at the latest.

29. Any consultations held under these provisions shall be approached by both Governments in a spirit of cooperation and with a desire to reconcile the differences between them.

Revisions

30. Either Government may at any time propose revisions to the terms of this Agreement having regard to the IIA and to the Protocol extending the IIA (L/4616).

Termination

31. Either Government may terminate this Agreement effective at the end of any restraint period by written notice to the other Government, to be given at least ninety days prior to the end of any restraint period.

Annexes

32. The Annexes and Explanatory Notes to this Agreement

shall be considered as an integral part thereof.

Transitional Arrangements

55. Both Governments agree that any difficulties which may arise as a consequence of the transition from any control arrangements maintained by the Government of Canada upon imports into Canada of products subject to this Agreement to the export control system provided for in this Agreement shall be brought immediately to the attention of the other Government and that consultations shall be held to resolve such difficulties.

For the Government
of Canada

For the Government of
the Republic of Korea

Seoul
March 25, 1978

Seoul
March 25, 1978

ANNEX T

(A) ITEM No.	(B) ITEM DESCRIPTION	(C) RESTRAINT LIMIT (Pieces, unless otherwise stated)	(D) CONVERSION FACTOR (sq. yds. per unit which otherwise stated)	(E) SWING	(F) CARRYOVER/ CARRY FORWARD (of which not more than 1 1/2 shall be carried forward)
1	Winter outerwear garments, men's, women's, boys', girls', children's and infants' (commonly referred to as snowsuits, snow-mobile suits, ski-suits, ski pants and snow-pants, and jackets, & vests including parkas, ski-jackets, and similar jacket-type garments) that have an outer shell manufactured substantially by surface area with woven fabrics and that are lined and designed to protect the wearer against cold, e.g. quilted linings, down or fibre filling, etc., but not plain acetate or viscose lining, wholly or mainly by weight of cotton, man-made fibres or wool, or blends thereof, but excluding: all unlined outerwear; all coats three-quarter length or longer, that is, to the knee or below the knee; garments commonly known as squal jackets, windbreakers or similar jacket-type garments where there is no thermal insulation; bona fide industrial end-use clothing, although they meet the requirements of the above description; and ski-pants and cross-country ski-suits which do not meet the above description (e.g., constructed entirely from knitted fabric), - of which adults,	1979: 2,000,000 1980: 2,022,700 1981: 2,045,709	3.50	See Foot- note(3)	1 1/2 (1 1/2)

Footnotes:

(1) A unit comprises garments which have been designed to be sold as a set, e.g. matching or co-ordinated ski-jackets and ski-pants comprising a ski suit will be counted as one unit if packed and shipped as a set. Vests are counted separately.

(2) Swing is permitted from adults' to infants' at a 3 to 5 ratio.

(3) The parties acknowledge that swing into this item has already been incorporated in the restraint limits set out in Column (C).

(4) Children's and infants' are sizes 0 to 6X.

(5) "Wholly or mainly" is 50 percent or more in all items other than otherwise indicated.

(A) ITEM No.	(B) ITEM DESCRIPTION	(C) RESTRAINT LIMIT (PIECES, unless otherwise stated)	(D) CONVERSION FACTOR (sq. yds. per unit unless otherwise stated)	(E) SWING	(F) CARRYOVER/ CARRY FORWARD (of which not more than <u>1%</u> shall be carry forward).
2	<u>structured suits and blazers, men's and boys'</u> <u>wholly or mainly by weight of cotton, man-</u> <u>made fibres or wool, or blends thereof.</u> The suit-jacket or blazer must contain the following three elements or equivalent: (1) lining; (2) shoulder padding; and (3) front stiffening	1979: 200,000 1980: 202,000 1981: 204,020	4. 50	See Footnote (1)	1% / (1%)

FOOTNOTES:

- (1) The parties acknowledge that swing into this item has already been incorporated in the restraint limits set out in Column (C).
- (2) A unit is either a jacket or a suit. A suit is a two - or three - piece garment consisting of matching or co-ordinated jacket/pants or jacket/vest/pants packed and shipped together.

(A) ITEM No.	(B) ITEM DESCRIPTION	(C) RESTRAINT LIMIT (Pieces, unless otherwise stated)	(D) CONVERSION FACTOR (sq. yds. per unit unless otherwise stated)	(E) SWING	(F) CARRYOVER/ CARRYFORWARD (of which not more than <u>1</u> % shall be carried forward)
3	Shirts with tailored collars, men's and boys' wholly or mainly by weight of cotton, man-made fibres or wool, or blends thereof, knitted or woven, being garments covering the upper part of the body normally worn next to the skin, or directly over underwear and with a full or partial front opening which may include a zipper. Included are all men's and boys' shirts meeting this description whether exported separately or as part of a set.	1979: 4,600,000 1980: 4,646,000 1981: 4,692,460	2.10	See Footnote (2)	1 <u>1</u> / ₃

FOOTNOTES:

- (1) A "tailored collar" consists of one or more pieces of material which are cut and sewn or cut and fused and designed with two pointed or rounded ends.
- (2) The parties acknowledge that swing into this item has already been incorporated in the restraint limits set out in Column (C).

(A) ITEM No.	(B) ITEM DESCRIPTION	(C) RESTRAINT LIMIT (PIECES, UNLESS OTHERWISE STATED)	(D) CONVERSION FACTOR (SQ. YDS. PER UNIT UNLESS OTHERWISE STATED)	(E) SWING	(F) CARRYOVER/ CARRYFORWARD (OF WHICH NOT MORE THAN 1 1/4 SHALL BE CARRYFORWARD).
4	<u>Sweaters, pullovers, cardigans,</u> (including knitted ponchos), men's, boys', women's, girls', children's and infants', wholly or mainly by weight of cotton, man-made fibres or wool, or blends thereof, being knitted garments covering the upper part of the body of construction coarser than 19 cut, i.e. less than 19 vertical stitches per inch. Included are such items with co-ordinating or matching accessories, e.g. hats, scarves, gloves, mittens, booties etc. A garment in this item when shipped with such co-ordinating or matching accessories will be considered a set and counted as one unit. - men's and boys' wear - women's and girls' - children's and infants'.		1.40	See Footnote (2)	1 1/4 / (1 1/4)

FOOTNOTES:

- (1) swing is permitted from adults' to infants' at a 3 to 5 ratio.
- (2) the parties acknowledge that swing into this item has already been incorporated in the restraint limits set out in column (C).

(A) ITEM No.	(B) ITEM DESCRIPTION	(C) RESTRAINT LIMIT (Pieces, unless otherwise stated)	(D) CONVERSION FACTORY (sq. Yds. per unit unless otherwise stated)	(E) SWING	(F) CARRYOVER/ CARRYFORWARD (of which not more than 1 1/2 shirts [or carryforward])
5	Shirts, men's and boys', other than with tailored collars, including full-fashioned collars, wholly or mainly by weight of cotton, man-made fibres or wool, or blends thereof. A full-fashioned collar consists of 1 piece knitted to shape collar. For a full descrip- tion of "shirts" see description for Item 3 above.	1979 : 958,000 1980 : 986,740 1981 : 1,016,342	2.10	5%	10% / (5)

FOOTNOTE:

- (1) The restraint limits in Column (C) may not be increased by more than 1 1/2 by the combined use
of swing, carryover and carryforward.

(A) ITEM No.	(B) ITEM DESCRIPTION	(C) RESTRAINT LIMIT (Pieces, unless otherwise stated)	(D) CONVERSION FACTOR (sq. Yds. per unit unless a otherwise stated)	(E) SWING	(F) CARRYOVER/ CARRY FORWARD (or which not more than <u>1%</u> shall be <u>1%</u> carry forward)
6	Blouses and shirts, women's and girls', wholly or mainly by weight of cotton, man-made fibres or wool, or blends thereof, knitted or woven, being garments with complete or partial front or back opening covering the upper part of the body, excluding underwear, jackets, T-shirts, sweatshirts, and sweaters.	1979 : 4,000,000 1980 : 4,120,000 1981 : 4,243,600	1.70	See Footnot (1)	1%/(<u>1</u>)

Footnote:

- (1) The parties acknowledge that swing into this item has already been incorporated in the restraint limits set out in Column (C).

A ITEM No.	(B) ITEM DESCRIPTION	(C) RESTRAINT LIMIT (Pieces, unless otherwise stated)	(D) CONVERSION FACTOR (sq. yds. per unit unless otherwise stated)	(E) SWING	(F) CARRYOVER/ CARRYFORWARD (of which not more than 1% shall be carried forward)
7	T-shirts and sweatshirts, men's and girls', wholly or mainly by weight of cotton, man-made fibres or wool, or blends thereof. T-shirts are knitted garments without front opening covering the upper part of the body of construction 19 cut or finer, i.e., 19 or more vertical stitches per inch. Sweatshirts are garments, at least one side of which is brushed or fleeced, covering the upper part of the body. Sweaters are not included. - of which sweatshirts	1979 : 4,630,000 1980 : 4,768,900 1981 : 4,911,967	1.70	5%	10%/(5)

FOOTNOTES:

- (1) The definitions of t-shirts and sweatshirts for men and boys are subject to the overriding definitions of men's and boys' shirts with tailored or full-fashioned collars.
- (2) The restraint limits in column (C) may not be increased by more than 1% by the combined use of swing, carryover and carryforward.
- (3) Swing into this item in excess of Footnote (2) is permitted from items 3,5 or 6 at a ratio to one ratio.

(A) ITEM No.	(B) ITEM DESCRIPTION	(C) RESTRAINT LIMIT (Pieces, unless otherwise stated)	(D) CONVERSION FACTOR (sq. yds. per unit unless otherwise stated)	(E) SWING	(F) CARRYOVER/ CARRYFORWARD (of which not more than <u>1%</u> shall be carried forward)
0	Shirts, blouses, T-shirts and sweatshirts, children's and infants', wholly or mainly by weight of cotton, man-made fibres or wool, or blends thereof. Definitions for these products are as in Items (3), (5), (6) and (7) above.	1979 : 450,000 1980 : 477,000 Products 1981 : 505,620	1.40	5%	10%/(5)

FOOTNOTES:

- (1) Children's and infants' garments are sizes 0 - 3X
- (2) The restraint limits in column (C) may not be increased by more than 11% by the combined use of swing, carryover and carryforward.
- (3) Swing into this item in excess of Footnote (2) is permitted from Items 3, 5, 6 or 7 at a three to five ratio.

(A) ITEM No.	(B) ITEM DESCRIPTION	(C) RESTRAINT LIMIT (Pieces, unless otherwise stated)	(D) CONVERSION FACTOR (sq. yds per unit unless otherwise stated)	(E) SWING	(F) CARRYOVER/ CARRYFORWARD (of which not more than <u>1%</u> shall be carryforward).
9	Unstructured suits and blazers, men's and boys', wholly or mainly by weight of cotton, man-made fibres or wool, or blends thereof, being quits and blazers which do not contain the following three elements or equivalent: (i) lining; (ii) shoulder padding; and (iii) front stiffening.	1979 : 300,000 1980 : 321,000 1981 : 343,470	4.00	7%	11%/(G)

Footnote:

- (1) The restraint limits in column (C) may not be increased by more than 12% by the combined use of swing, carryover and carryforward.

(A) ITEM No.	(B) ITEM DESCRIPTION	(C) RESTRAINT LIMIT (pieces, unless otherwise stated)	(D) CONVERSION FACTOR (sq.yds.per unit unless otherwise stated)	(E) SWING	(F) CARRYOVER/ CARRYFORWARD (of which not more than 1% shall be carryforward)
10	Promers, slacks and jeans, men's and boys', wholly or mainly by weight of cotton, man-made fibres, or wool or blends thereof, being garments which do not extend above the waist but extend to the knee or below. Included are jodhpurs, knickers, footless tights, and gauchos. - of which wool	1979 : 1,625,000 1980 : 1,657,500 1981 : 1,690,650	1.90	1.90 1.90 1.90	5% 5% 10%/ (5)

FOOTNOTES:

- (1) Men's and boys' garments in this item manufactured of fabric containing 5% or more by weight of wool or hair are considered to be woollen garments.
- (2) The restraint limit in column (C) may not be increased by more than 11% by the combined use of swing, carryover and carryforward.

(A) ITEM No.	(B) ITEM DESCRIPTION	(C) RESTRAINT LIMIT (Pieces, unless otherwise stated)	(D) CONVERSION FACTOR (sq. yds.per unit unless otherwise stated)	(E) SWING	(F) CARRYOVER/ CARRYFORWARD (of which not more than <u>1%</u> shall be carried forward).
11	Trousers, <u>blacks and jeans</u> , women's and girls', wholly or mainly by weight of cotton, man-made fibres or wool, or blends thereof. Definitions for these products are as in Item (10) above.	1979 : 935,000 1980 : 991,100 1981 : 1,050,566	1.70	5%	10%/(5)

FOOTNOTE:

- (1) The restraint limits in column (C) may not be increased by more than 11% by the combined use of swing, carryover and carryforward.

(A) ITEM no.	(B) ITEM DESCRIPTION	(C) RESTRAINT LIMIT (PILOTS, unless otherwise stated)	(D) CONVERSION FACTOR (sq. Yds. per unit unless otherwise stated)	(E) SWING	(F) CARRYOVER/ CARRYFORWARD (of which not more than 1½ carry forward)
12	<u>Overalls and coveralls, and shorts, men's boys', women's and girls', wholly or mainly by weight of cotton, man-made fibres or wool, or blends thereof. Overalls and Coveralls are one-piece garments, as either pants or shorts but extending above the waist in the form of a bib (or permanently affixed straps) or other structure which partially or fully covers the upper part of the body. One-piece jumpsuits are included. Shorts are garments similar to trousers but not extending to the knee</u>	1979 : 795,000 1980 : 842,700 1981 : 893,252	1.40	5%	10%/(5)

- of which overalls and coveralls

1979 : 50,000
1980 : 53,000
1981 : 56,100

FOOTNOTE:

- (1) The restraint limits in Column (C) may not be increased by more than 1½ by the combined use of swing, carryover and carryforward.

(A) ITEM No.	(B) ITEM DESCRIPTION	(C) RESTRAINT LIMIT (Pieces, unless otherwise stated)	(D) CONVERSION FACTOR (sq. Yds. per unit unless otherwise stated)	(E) SWING	(F) CARRYOVER/ CARRYFORWARD (of which not more than <u>1%</u> shall be carried forward).
13	Dresses and skirts, women's and girls', wholly or mainly by weight of cotton, man-made fibres, or wool, or blends thereof. Dresses are one-piece garments extending above the waist, including jumpers, evening gowns, dusters, house dresses and caftans (other than sleepwear). Skirts are one-piece garments not extending above the waist, including golf skirts, kilts (including men's and boys') and culottes.	1979 : 165,000 1980 : 174,900 1981 : 165,394	3. 20	5 %	10%/(5)

FOOTNOTE:

- (1) The restraint limits in Column (C) may not be increased by more than 11% by the combined use of swing, carryover and carryforward.

(A) ITEM No.	(B) ITEM DESCRIPTION	(C) RESTRAINT LIMIT (Pieces, unless otherwise stated)	(D) CONVERSION FACTOR (sq. yds. per unit unless otherwise stated)	(E) SWING	(F) CARRYOVER/ CARRYFORWARD (of which not more than 1% shall be carried forward)
1A	Suits, women's and girls' co-ordinates and outerwear sets, including athletic sets or suits, men's, boys' women's and girls', wholly or mainly by weight of cotton, man-made fibres or wool, or blends thereof. Suits are garments comprising two or more matched or co-ordinated pieces, covering both the upper and lower parts of the body, packed and shipped as a set. Co-ordinates include: coat and dress sets, blouse and pant or skirt sets, shirt and skirt sets, cabana sets, beach pyjamas, lounging pyjamas, short sets, and beachwear. Athletic sets or suits are garments normally comprising two or more matched or co-ordinated pieces covering both the lower and upper parts of the body, packed and shipped as a set, normally worn for participation in athletic activities and not covered by any other definition in these arrangements, including leotards covering the trunk of the body, Judo sets, track suits, jogging suits, cross country ski-suits (subject to the description in Item 1).	1979 : 375,000 1980 : 397,500 1981 : 421,350	4.00	5%	10%/ (5)

FOOTNOTE:

- (1) The restraint limits in column (C) may not be increased by more than 11% by the combined use of swing, carryover and carryforward.

(A) ITEM No.	(B) ITEM DESCRIPTION	(C) RESTRAINT LIMIT (Pieces, unless otherwise stated)	(D) CONVERSION FACTOR (sq. yds. per unit unless otherwise stated)	(E) SWING	(F) CARRYOVER/ CARRYFORWARD (of which not more than <u>1/2</u> shall be carryforward)
15	Children's and infants' wear, wholly or mainly by weight of cotton, man-made fibres or wool, or blends thereof; trousers (as defined in Item 10); overalls, coveralls and shorts (as defined in Item 12); dresses and skirts (as defined in Item 13); suits, co-ordinates and outerwear sets (as defined in Item 14); pyjamas, sleepwear, bathrobes and dressing gowns (as defined in Item 18); - of which trousers, slacks, jeans, shorts, overalls and coveralls	1979: 740,000 1980: 704,400 1981: 831,464	2.00	5%	10%/(5)

Also included are children's and infants' garments not meeting any of the descriptions relating to children's and infants' wear contained elsewhere in these arrangements, including sunsuits, christening sets, pram sets, creepers, rompers, crawlers, diaper sets, sleepers and blanket sleepers where the legs of the garments extend to completely encase the feet.

FOOTNOTES:

- (1) Children's and infants' garments are sizes 0-6X.
- (2) The restraint limits in column (C) may not be increased by more than 11% by the combined use of swing, carryover and carryforward.
- (3) Swinging into this item in excess of Footnote (2) is permitted from Items (9), (10), (11), (12), (13), (14), and (16) at a ratio of 3 to 5.

(A) ITEM No.	(B) ITEM DESCRIPTION	(C) RESTRAINT LIMIT (pieces, unless otherwise stated)	(D) CONVERSION FACTOR (sq. yds. per unit unless otherwise stated)	(E) SWING	(F) CARRYOVER/ CARRY FORWARD (of which not more than 1% shall be carry forward).
16	Overcoats, topcoats and rainwear, men's, boys', women's and girls', children's and infants', wholly or mainly by weight of cotton, man-made fibres or wool, or blends thereof. Overcoats and topcoats are outerwear garments extending to the knee or below excluding rainwear. Rainwear are garments of coated, impregnated or treated fabrics, normally worn to protect against rain (including rainsuits, sets, capes and ponchos). - of which overcoats and topcoats	1979 : 342,000 1980 : 365,940 1981 : 391,556	4.50	10 %	12%/(6)

FOOTNOTES:

- (1) The restraint limits in Column (C) may not be increased by more than 15% by the combined use of swing, carryover and carryforward.
- (2) Swing is permitted from adults' to infants' at a ratio of 3 to 5.

(A) ITEM NO.	(B) ITEM DESCRIPTION	(C) RESTRAINT LIMIT (Pieces, unless otherwise stated)	(D) CONVERSION FACTOR (sq. yds. per unit unless otherwise stated)	(E) SWING	(F) CARRYOVER/ CARRYFORWARD (of which not more than 1/3 shall be carried forward)
17	Jackets, professional and shop coats, men's, boys', women's, girls' children's and infants', wholly or mainly by weight of cotton, man-made fibres, or wool, or blends thereof. Jackets are outerwear garments covering the upper part of the body not extending to the knee, including woven ponchos, vests, boleros, but excluding garment covered by Items (1), (2), (3), (4), (5), (6), (7), (8), (9), (16) and (18). Professional and shop coats are one-piece garments including barber coats, clinical coats, medical coats, laboratory coats, and surgical gowns.	1979 : 2,210,000 1980 : 2,342,600 1981 : 2,403,156	3.50	7%	11% (6)

FOOTNOTES:

- (1) The restraint limits in column (C) may not be increased by more than 12% by the combined use of swing, carryover and carryforward.
- (2) Swing is permitted from adults' to infants' at a ratio of 3 to 5.

(A) ITEM No.	(B) ITEM DESCRIPTION	(C) RESTRAINT LIMIT (pieces, unless otherwise stated)	(D) CONVERSION FACTOR (sq. yds. per unit unless otherwise stated)	(E) SWING	(F) CARRYOVER/ CARRYFORWARD (of which not more than <u>1%</u> shall be <u>carried forward</u>)
10	Pyjamas and sleepwear, bathrobes, dressing gowns and house coats, men's, boys', women's and girls', wholly or mainly by weight of cotton, man-made fibres or wool, or blends thereof. Pyjamas and sleepwear are garments normally worn for sleeping. Bathrobes, dressing gowns and housecoats are garments other than sleepwear normally worn in privacy, including bed jackets and negligees.	1979 : 110,000 1900 : 117,700 1901 : 125,939	3.40	7%	11½/(6)

FOOTNOTE:

- (1) The restraint limits in column (C) may not be increased by more than 12% by the combined use of swing, carryover and carryforward.

(A) ITEM No.	(B) ITEM DESCRIPTION	(C) RESTRAINT LIMIT (Pieces, unless otherwise stated)	(D) CONVERSION FACTOR (sq. yds. per unit unless otherwise stated)	(E) SWING	(F) CARRYOVER/ CARRYFORWARD (of which not more than 1 1/2 shall be carry forward)
19	Foundation garments, underwear and swimwear, men's, boys', women's and girls', children's and infants; wholly or mainly by weight of cotton, man-made fibres or wool, or blends thereof. Foundation garments include brassieres, girdles, corselettes, corsets and panty girdles. Underwear includes slips, bloomers and diapers, of woven or knitted fabrics. Swimwear are garments normally worn for swimming and bathing and includes bathing trunks and bathing suits. - of which swimwear.	1979: 130,000 1980: 137,800 1981: 146,060	1.00	7%	1 1/2/(6)

FOOTNOTES:

- (1) The restraint limits in column (C) may not be increased by more than 1 1/2 by the combined use of swing, carryover and carryforward.
- (2) In the case of underwear sets, each piece is to be counted separately.
- (3) Garments fitting the description of swimwear which consist of two (or more) pieces must be matched or co-ordinated, and packed and shipped as a unit, otherwise they are classified under the appropriate item elsewhere. In this arrangement as individual garments in addition to those described as meeting the criteria of this item, e.g. beachwear sets, are classified as sets and co-ordinates in Item 14.

Group II : Yarns, fabrics and Miscellaneous Textiles

(A) ITEM NO.	(B) ITEM DESCRIPTION	(C) RESTRAINT LIMIT	(D) CONVERSION FACTOR (1bs per unit)	(E) SWING	(F) CARRYOVER / CARRY FORWARD (of which not more than $\frac{1}{2}\%$ shall be carried forward)
1	YARNS	1979: 2,750,000 lbs 1980: 3,025,000 " 1981: 3,327,500 "	1.0	7%	11%/ (6)
	- of which acrylic yarn				
		1978: 2,097,000 lbs 1979: 2,160,000 " 1980: 2,224,800 " 1981: 2,291,544 "	1.0	5% 10%/ (5)	

FOOTNOTES:

- (1) Yarns covered above include rayon yarn, nylon yarn, and polyester yarn as well as acrylic yarn.
- (2) Acrylic yarns covered above are all types of machine and hand knitting yarns containing 50% or more by weight of acrylic fibre, except those yarns spun on the cotton system.

(A) ITEM NO.	(B) ITEM DESCRIPTION	(C) RESTRAINT LIMIT	(D) CONVERSION FACTOR (lbs per unit)	(E) SWING	(F) CARRYOVER/ CARRY FORWARD (of which not more than <u>1%</u> shall be carried forward)
2	Woven Fabrics	1979:3,500,000 lbs 1980:3,050,000 " 1981:4,235,000 "	1.0	7%	11%/16%
	-of which worsted fabrics	1978:1,407,455 sqyd 1979: 670,000 lbs 1980: 690,100 " 1981: 710,803 "	1.0	5%	10%/15%
	-of which nylon broadwoven fabrics	1979: 99,000 lbs 1980: 104,940 " 1981: 111,236 "	1.0	5%	10%/15%
	-of which polyester broadwoven fabrics	1978: 1,881,091 sqyd 1979: 770,000 1b. 1980: 816,200 " 1981: 865,112 "	1.0	5%	10%/15%
<u>FOOTNOTES:</u>					

- 1) Woven fabrics covered above include woolen and wool blend fabrics, cotton sheeting, denim and corduroy fabrics, terry cloth, cotton pile fabrics, rayon, rayon/polyester and rayon blend fabrics, polyester/cotton fabrics as well as worsted fabrics, nylon fabrics and polyester fabrics.
- 2) Worsted fabrics covered above are woven fabrics having 17% or more by weight of wool and in which at least the warp is made from worsted spun yarn.
- 3) Nylon broadwoven fabrics covered above are woven fabrics in which nylon fibre accounts for 50% or more by weight or thread count, or where nylon fibres, in combination with other fibres, represent the chief value.
- 4). Polyester broadwoven fabrics covered are woven fabrics in which the warp is composed of filament flat or textured polyester yarn.

(A) ITEM NO.	(B) ITEM DESCRIPTION	(C) RESTRAINT LIMIT	(D) CONVERSION FACTOR (lbs per unit)	(E) SWING	(F) CARRYOVER/ CARRYFORWARD (of which not more than $\frac{1}{2}$ shall be carried forward)
3	Household Textiles	1979: 700,000 lbs 1980: 770,000 " 1981: 847,000 "	1.0	7	11%/(6)

- of which cotton terry towels, washcloths,
and bathsets

Nov.1, 1977-Dec. 31,
 1978: 377,000 lbs
 1979: 342,000 "
 1980: 362,520 "
 1981: 384,271 "

FOOTNOTES:

- (1) Household textiles covered above include bedspreads, bedsheets, pillow cases and other cotton towels, washcloths and bathsets and bathmats as well as cotton terry towels, washcloths, sets, bathmats and sets.
- (2) Cotton terry towels, washcloths, and bathsets covered above are of fabrics woven on a terry loom using single or plied cotton (or blends thereof) yarns with loop pile on one or both sides covering the entire surface in either plain or patterned weave, whether greige, bleached, dyed or printed, including tea, hand, beach and bath towels and bath sheets.

(A) ITEM NO.	(B) ITEM DESCRIPTION	(C) RESTRAINT LIMIT	(D) CONVERSION FACTOR (lbs per unit)	(E) SWING	(F) CARRYOVER/ CARRY FORWARD (of which not more than <u>1%</u> shall be carried forward)
4	Miscellaneous Textiles (A)	1979:3,000,000 lbs 1980:3,300,000 " 1981:3,630,000 "	1.0	7%	11%/(G)

- of which cordage, rope, and twine

1979:2,600,000 lbs
1980:2,756,000 "
1981:2,921,360 "

1.0

5%

10%/(H)

FOOTNOTES:

- (1) Miscellaneous textiles covered above include vinyl and polyurethane coated fabrics, as well as cordage, rope & twine.
- (2) Cordage and rope covered above are all cordage, rope and twine excluding burlap and binder twine.

(A) ITEM NO.	(B) ITEM DESCRIPTION	(C) RESTRAINT LIMIT	(D) CONVERSION FACTOR (1bs per unit)	(E) SWING	(F) CARRYOVER/ CARRYFORWARD (of which not more than $\frac{1}{2}$ shall be carryforward)
5	Miscellaneous Textiles (n) -Hosiery	Aug. 1, 1977-Dec. 31, 1978: 009, 623 doz p.s 1979: 590, 788 " 1980: 608, 512 " 1981: 626, 767 "	1.1 1bs/ doz p.s	5%	10%/ (5)
	- Work gloves	1979: 912, 000 prs 1980: 966, 720 " 1981: 1, 024, 723 "	0.22 1bs/ prs.	5%	10%/ (5)
	- Handbags	1979: 3, 000, 000 pcs 1980: 3, 180, 000 " 1981: 3, 370, 000 "	0.6 1bs/ pca	5%	10%/ (5)

FOOTNOTES:

(1) Hosiery covered above is knitted footwear for adults, children and infants classified by Statistics Canada in import statistical classes-785-24, 785-25, 785-39 and 785-49. Excludes men's and boys' woollen hosiery (over 50% of wool by weight) and ladies' seamless or full fashioned full length hosiery and knee highs produced on machines of 400 needles or above and made from yarn of 30 denier or finer and panty hose.

(2) Workgloves covered above are work gloves, wholly or mainly of textile fabrics, wholly or mainly by weight of cotton, man-made fibres or blends thereof, whether impregnated, coated or reinforced with a leather component.

(3) Handbags covered above are handbags made of fabrics, wholly or mainly by weight of cotton, man-made fibres, wool or blends thereof, whether uncoated, coated or bonded, with a body area, excluding handles, between 40 and 190 square inches, in the manufacture of which leather and plastic materials may be used as trim and finish but not a major component of the shell.

ANNEX I
Explanatory Notes

- 1) Partially manufactured garments, i.e. garments which have been cut and sewn, or otherwise assembled, but which require further manufacture or processing, are also included in all the foregoing items, and are to be counted against the item number of the end product. For example, outerwear shells which are to be filled or lined are considered as partially manufactured products falling within Item 1.
- 2) Garments of indeterminate gender, including unisex garments, are to be counted as of male gender.
- 3) Swing between the textiles and clothing groups has been incorporated in the restraint limits set out in Annex I.

ANNEX II

CERTIFICATE OF EXPORT LICENCE OF TEXTILE PRODUCTS

TO CANADA FOR 19

ISSUE DATE: . . . 19

SERIAL NO.: _____

DESTINATION : _____

IMPORTER'S NAME AND ADDRESS: _____

EXPORTER'S NAME AND ADDRESS : _____

GROUP NO.: _____ ITEM NO.: _____

DESCRIPTION OF PRODUCTS: _____
(Product Name and gender)

QUANTITY : (ADULTS) (CHILDREN)

VALUE : _____

This is to certify that the above export has been debited to the applicable quantitative limit for exports to Canada as set out in Annex I of the Agreement between the Republic of Korea and Canada.