

GENERAL AGREEMENT ON TARIFFS AND TRADE

RESTRICTED

COM.TEX/SB/587
25 September 1980

Special Distribution

Textiles Surveillance Body

Original: English/
French

ARRANGEMENT REGARDING INTERNATIONAL TRADE IN TEXTILES

Article 3 Notification

Agreement between Canada and Brazil

The Textiles Surveillance Body has received from Canada a notification of an agreement concluded with Brazil under Article 3 of the Agreement.

The TSB has examined the relevant documentation and has found that this agreement is in conformity with the provisions of the Article under which it is notified, as well as with the other provisions of the Arrangement.¹ The TSB is circulating this notification to participating countries for their information.

¹Observations by the TSB in respect of this agreement are contained in COM.TEX/SB/602.

ARRANGEMENT BETWEEN THE GOVERNMENT OF BRAZIL
AND THE GOVERNMENT OF CANADA ON ACRYLIC YARN

This Arrangement between the Government of Canada as represented by the Department of Industry, Trade and Commerce and the Government of Brazil as represented by the Ministry of Foreign Affairs in Brasilia, sets out the arrangement reached between authorities of the Governments of Brazil and Canada regarding the restraint to be applied by Brazil to exports of acrylic yarns to Canada, as specified in paragraph 2 below:

1. This bilateral Arrangement on acrylic yarns has been reached in conformity with the Arrangement Regarding International Trade in Textiles as extended by the protocol of December 14, 1977 while recognizing the provisions of Articles 3 (1) and (6) of the latter Arrangement, done at Geneva on December 20, 1973, and without prejudice to the rights and measures granted by the latter Arrangement to each of the Governments in the latter Arrangement and all future consultations.
2. The Government of Brazil will restrain exports to Canada of all types of machine-knitting and hand-knitting acrylic yarns containing 50 percent or more by weight of acrylic fibre, except those yarns spun on the cotton system.
3. It is agreed that Brazil will restrain exports to Canada of acrylic yarn for a two-year period beginning January 1, 1979. During the first year of the Arrangement, from January 1, 1979 to December 31, 1979, Brazil will limit exports of acrylic yarns to Canada to a level of not

more than 260,000 pounds, of which not more than 220,000 pounds are yarns for machine knitting, these limits including all acrylic yarns arriving in Canada on or after January 1, 1979.

4. It is agreed that for the second period of the Arrangement, from January 1, 1980 to December 31, 1980, Brazil will limit exports of acrylic yarns to Canada to a level of not more than 275,600 pounds, of which not more than 233,200 pounds are yarns for machine knitting, these limits including all goods shipped from Brazil on or after January 1, 1980.
5. It is understood that the total of acrylic yarns arriving from Brazil in the two-year period of this Arrangement shall not exceed the agreed amount of 535,600 pounds, of which not more than 453,200 pounds are yarns for machine knitting.
6. It is agreed that for the two periods of this Arrangement, carry-over shall not exceed 10 percent and carry-forward shall not exceed 5 percent.
7. The appropriate Brazilian authorities will provide a certificate of export authorization covering each shipment to Canada of acrylic yarn as defined above, which is valued in excess of \$250.00 Canadian, certifying that the goods have been authorized for export to Canada within the agreed restraint level.
8. All shipments valued at less than \$250.00 Canadian will not require certification for export by Brazilian authorities.

9. The Canadian authorities will issue automatically individual import licences against original certificates of export authorization, corresponding as per Annex I, which are issued by Brazilian authorities within the agreed restraint level. In the event of total or partial withdrawal of an export certificate, the Brazilian authorities will immediately notify Canadian authorities of such total or partial withdrawal.
10. Brazilian authorities will endeavour to maintain a balanced pattern of shipments throughout the period of this Arrangement to ensure orderly marketing in Canada of acrylic yarns from Brazil.
11. Brazilian and Canadian authorities will provide each other, on request, with any available statistical data relevant to this Arrangement.
12. Brazilian and Canadian authorities will enter into consultations on request about any matter arising from or related to this Arrangement.
13. This Arrangement will become effective on signature by representatives of both parties and will apply for the period from January 1, 1979 to December 31, 1980.

Done in two copies at Brasília this 26th day of
January, 1979.

(signed)
For the Government of Canada
(Ambassador)

(signed)
For the Government of Brazil
(Minister of External Relations)