GENERAL AGREEMENT ON TARIFFS AND TRADE

Textiles Surveillance Body

RESTRICTED COM.TEX/SB/842 11 May 1983 Special Distribution

Original: English

ARRANGEMENT REGARDING INTERNATIONAL TRADE IN TEXTILES

Notification under Article 4:4

Bilateral Agreement between Sweden and Pakistan

The Textiles Surveillance Body has received from Sweden a notification of a new bilateral agreement with Pakistan, concluded under Article 4 of the MFA, valid for the period 1 March 1982 to 30 June 1983.

The TSB, pursuant to its procedures regarding bilateral agreements notified under Article 4⁺, has examined the relevant documentation and is forwarding the text of the notification to participating countries for their information.

²See COM.TEX/SB/35, Annex B.

 3 For the TSB's observations on this notification, see COM.TEX/SB/841

¹The previous bilateral agreement is contained in COM.TEX/SB/630

AGREEMENT BETWEEN PAKISTAN AND SWEDEN REGARDING EXPORTS OF TEXTILE PRODUCTS FROM PAKISTAN TO SWEDEN

Article 1

The following Agreement has been reached having regard to the Arrangement Regarding International Trade in Textiles bearing in mind particularly the provisions of article 1:2, article 4 and article 6:4 thereof and the provisions of GATT document L 5276.

Article 2

This Agreement shall apply for the period specified in Annex I.

Article 3

The Government of Pakistan will limit exports to Sweden of the textile products listed in Annex I to this agreement to the levels set out in that Annex. The date of issue of shipping documents shall be considered to be the date of exportation.

Article 4

- (a) This Agreement shall apply to exports from Pakistan to Sweden of the textile products described in Annex hereof, of cotton, wool or man-made fibres, or blend thereof, in which any or all of those fibres in combination represent either the chief value of the fibres or 50 per cent or more by weight (or 17 per cent or more by weight of wool).
 - (b) Notwithstanding the provisions of this Article this Agreement shall also apply to the products described in Annex I hereof, which are manufactured from impregnated fabrics as defined in Annex II of this Agreement.

Article 5

The Government of Sweder will idmit imports of the textile products of Pakistani origin, listed in Annex I, provided that such imports are covered by an Export Certificate, as per specimen in Annex III. Such a document shall be issued by the Export Promotion Bureau, Government of Pakistan, be consecutively numbered, state the group number, and bear an endorsement that the consignments concerned have been approved and debited to the agreed levels for export to Sweden for the relevant period.

<u>Article 6</u>

If the information available to the Swedish authorities shows that the quantitative limit for the category of products specified in an Export Certificate has already

been reached or the unused portion of that limit is insufficient to cover the goods specified in the certificate, the said authorities may refuse to admit any quantity in excess of the quantitative limit. In this event the Government of Sweden shall inform the Government of Pakistan as soon as possible. Should any excess quantity be permitted to enter Sweden, the Pakistani authorities shall, upon information by the Swedish authorities, deduct the overshipped quantity from the relevant level which may be agreed for the following restraint period.

Article 7

Both parties regard it as essential that exports to Sweden of goods listed in Annex I are evenly spaced throughout the period of agreement and that, in the allocation of quotas, due consideration is given to traditional patterns of trade. Accordingly, the Government of Pakistan undertakes to provide a procedure to achieve this.

Article 8

Where the Swedish authorities ascertain that the level of imports in a group subject to quantitative limits set out in Annex I exceeds the level of imports in a preceding year by 10% of the level of the quantitative limit set out in Annex I for the current Agreement year, they may request, with a view to avoiding palpable damage to domestic industry, the opening of consultations with a view to reaching agreement on:

- a modification of the quantitative limit set out in

Annex I by the establishment of an ad hoc limit below the existing quantitative limit

- as well as the corresponding equitable and quantifiable compensation, mutually acceptable to both parties.

The Swedish authorities shall authorize the importation of products of the said group shipped from Pakistan before the date on which the request for consultations was submitted.

Pending a mutually satisfactory solution, Pakistan undertakes for a period of 1 month from the date of notification of the request for consultations, to restrain exports to Sweden of the products in the group concerned to one twelvth of the level of exports reached during the preceding period of restraint, calculated on a twelve month basis.

A quantitative limit modified as a result of the application of the above should be regained in the last agreement period of any bilateral agreement signed during the validity of MFA III, by means of an appropriate growth rate.

The provisions of the first paragraph of this article shall not apply to a given group unless the quantitative limit established in Annex I for the group represents 0,5% of total Swedish imports during 1980.

The provisions of the first paragraph of this article shall not apply to a given group unless the level of imports originating in Pakistan during the current agreement period represents at least 50% of the quantitative limit set out in Annex I for the group.

Any limit modified in accordance with the provisions above may in no case be lower than the level of imports of products in that group originating in Pakistan in 1980.

With a view to limiting recourse to this article, Pakistan undertakes to inform Sweden of any sharp and substantial increases in the issue of export licences for any group which is likely to lead to the fulfilment of the conditions required for the application of the present article.

If by the time of negotiation of a new agreement between Pakistan and Sweden, Pakistan will, with any other country or group of countries, have agreed to provisions relating to paragraph 10 of the Protocol of Extension to MFA III, which in the view of Sweden are more favourable than this Article, Pakistan will accord to Sweden provisions which in the new agreement place Sweden in an equitable position to any third country or group of countries in this respect.

Article 9

The Government of Pakistan will forward to the Government of Sweden, via the Embassy of Sweden in Islamabad, monthly statistics on a cumulative basis of the quantities of the groups IV, V, IX, X, XIII, XIV and of the weight of the rest group, listed in Annex I, for which duly endorsed export certificates for exports to Sweden have been issued. The statistics shall reach the Government of Sweden within a period of two months from the month of reference.

The Swedish Government will forward to the Government

of Pakistan monthly statistics on a cumulative basis of licenses issued for imports form Pakistan of the above mentioned groups listed in Annex I. The statistics shall reach the Government of Pakistan, via the Embassy of Sweden in Islamabad, within a period of two months from the month of reference.

Article 10

The Government of Pakistan and the Government of Sweden agree to consult each other, at the request of either, when any problem arises from the implementation of this Agreement. The Government of Pakistan and the Government of Sweden furthermore agree to enter, into consultations on the extension, modification or elimination of limitations before the end of the period of agreement.

Article 11

The Government of Pakistan and the Government of Sweden agree to collaborate with a view to taking appropriate action to avoid circumvention of limitations by such devices as transhipment, re-routing, fraud etc.

Article 12

Either Government may terminate this Agreement before the end of the period of validity, provided that at least sixty days' notice is given. In such event the Agreement shall come to an end on the expiry of the period of notice.

Article 13

The Annexes of this Agreement shall be considered as integral parts of the Agreement.

Article 14

This Agreement has been drawn up in two copies in the English language, each of these texts being equally authentic.

Done in Islamabad

on 12th October , 1982.

For the Government of Pakistan

IZHARUL HAQUE Secretary to the Government of Pakistan Commerce Division

For the Government

of Sweden

Ul

CARL-JOHAN GROTH Ambassador of Sweden

| аниех I | | | | |
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| (a) | (P) | (c) | (q) | (e) |
| Group No | Ex Swedish Tariff Classification No | Description | Unit | Level for period 1.3.1982 - 30.6.1983 |
| IV | 60.04.70- 80- 90- | Undervear (including underwear T-shirts knitted or crocheted, other than shirts, night garments and tights | Pieces) | Aggregate level for groups IV and V: 1.569.147 - sublevel for group IV: 326.382 |
| > | 60.05.30- | Sweaters, pullovers, slip- overs, jumpers and cardigans etc (including outerwear T- shirts), knitted or crocheted | Pieces | - sublevel for group V: 1.305.529 |
| IX | 60.05.60- 61.02.006,20-,30-, 110-,99- | Costumes, dresses and skirts | Pieces | 175.108 |
| Х | 60.05.80-,82-,84- 61.02.006,50-,99- | Blouses | Pieces | 312.556 |
| XIII | 62.02.11-,19-, 792-793 | Bed linen | Kilogrammes | 731.643 |
| XIV | 62.02.31-,39-, 192-193 | Towels and similar articles | Kilogrammes | 335.671 |
| Rest Group I-III,VI-VIII, XII (except XIe) XII,XVIII and XIX | KVIII and XVIII and the continuo conti | | understockings, le socks, sockettes ke, knitted or crocheted, ládies stockings of synthetic fibres | COM.TEX/SB/842 Page 9 |

* Notional twelve months levels equal 12/16 of the levels in column (e)

| (q) | (c) | (a) | (e) |
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| | • | | C Page |
| 60.04.10-,21-, 25-,60- | Shirts, nightwear, panty hose and tights, knitted or crocheted | | l for shirts etatisticul ication lo |
| 60.05.10-,20-, 80-,81-, 83-,81-, 85-,87-, | Outer garments, knitted or crocheted, other than svea- ters, pullovers etc (group V), costumes, dresses and skirts (ex group IX) and blouses (ex group X) | | |
| 61.01.00-,10-, 30-,41-, 15-,50-, 70-,90-, | Menís and boya' woven outer garments | | A1 000 |
| 61.02.00-,11-, 15-,60-, 80-,99-, 95-,99- | Women's, girls and infants woven outer garments <u>other than</u> costumes, dresses and skirts (ex group IX) and blouses (ex group X) | L | Out of this quantity. Not more than 205 may be used for any singly item in the rest gravp |
| 61.03.10-,20- | Men's and boys' shirts and nightwear, not knitted or crocheted | | |
| 61.0h.10- | Women's, girls' and infants' nightwear, not knitted or cro- cheted | | · · · · |
| 62.01.all | Travelling rugs and blankets | | |
| 60.05.90- 62.02.21-,29-, 792-793 | Table linen | | Conversion factor: shirt equals 0,290Kg tons equal 172.400 |
| 60.05.90-,91-, 62.02.51-,59-, 71-,79- | Curtains, bedspreads and other furnishing articles (e g cushion covers, loose covers for furni- ture. tuble covers, motor car | Ę | |

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ANNEX II

Definition of "Impregnated Fabrics" for the purposes of Article 4

- 1. Fabrics of cotton, wool or man-made fibres or any blend containing one or more of those fibres in which either wool represents 17 per cent or more by weight or any or all of those fibres in combination represent 50 per cent or more by weight of the unfinished fabric shall be defined as "impregnated fabrics" where those fabrics have been impregnated, coated, covered or laminated with preparations of cellulose derivatives or of other artificial plastic materials whatever the nature of the plastic material (compact, foam, sponge or expanded).
- 2. The definition does not cover-
 - (a) Fabrics which, after impregnation, coating, covering or lamination, cannot, without fracturing, be bent manually around a cylinder of a diameter of 7 mm at a temperature between 15° C and 30° C.
 - (b) Fabrics either completely embedded in artificial plastic material or coated or covered on both sides with such material.

| | COM.TEX/SB/842 Page 12 | ORIGINAL ANNEX | (III leperteris c | c ;; y | | |
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| | f laporier (ebre, full ad | dress, country) | | EXPORT C | ERTIFICATE | |
| | 3 Consignee (name, full address, country) | | | (TEXTILE PRODUCTS) | | |
| | | | 4 Queta | period | 5 Group number | |
| | 6 Place and date of shipm | ent - Keans of transport | 7 Count | ry of origin | B Country of destinati | |
| Λ | | · · | 9 Åppro level | | antity against restraint | |
| | | | ÷ . | • | • • • | |
| | 10 Marks and numbers - Num DESCRIPTION OF GOODS | ber and kind of packages - | | 11 Quantity or w | eight 12 FOB Value | |
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| | 13 CERTIFICATION BY THE CO | SPETENT AUTHORITY | <u></u> | <u> </u> | | |
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