

GENERAL AGREEMENT ON
TARIFFS AND TRADE

RESTRICTED

COM.TEX/SB/860

6 July 1983

Special Distribution

Textiles Surveillance Body

Original: English

ARRANGEMENT REGARDING INTERNATIONAL TRADE IN TEXTILES

Notification under Article 4:4

Bilateral Agreement between the United States and Korea

The Textiles Surveillance Body has received from the United States a notification of a new bilateral agreement with Korea, concluded under Article 4 of the MFA, valid for the period 1 January 1982 to 31 December 1987.

The TSB, pursuant to its procedures regarding bilateral agreements notified under Article 4², has examined the relevant documentation and is forwarding the text of the notification to participating countries for their information.³

¹The previous bilateral agreement and subsequent modifications are contained in COM.TEX/SB/329, 341, 414, 526, 583, 628, 729, 730, 746 and 753.

²See COM.TEX/SB/35, Annex B.

³For the TSB's observations on this notification, see COM.TEX/SB/859, paragraphs 5 to 9.

UNITED STATES NOTE

December 1, 1982

Excellency,

I have the honor to refer to the Arrangement Regarding International Trade in Textiles (hereinafter referred to as the Arrangement), done at Geneva on December 20, 1973, as extended by the Protocol adopted on December 22, 1981.

I also refer to discussions between representatives of the Government of the Republic of Korea and the Government of the United States of America in Washington from March 29 to April 2, 1982 and in Seoul from June 4 to June 12, 1982, concerning exports of cotton, wool and man-made fiber textiles and textile products manufactured in Korea which are exported to the United States of America. As a result of these discussions, I propose on behalf of the Government of the United States of America, under Article 4 of, and in conformity with the Arrangement, the following Agreement Relating to Trade in Cotton, Wool and Man-Made Fiber Textiles and Textile Products between Korea and the United States of America:

1. (A) The term of this Agreement will be the six-year period from January 1, 1982 through December 31, 1987. Each "Agreement Year" shall be a calendar year.

(B) This Agreement replaces and supersedes the Agreement dated December 23, 1977, as amended, with respect to the Agreement Year commencing January 1, 1982 and ending December 31, 1982.

2. (A) The textiles and textile products covered by this Agreement are those summarized in Annex A.

His Excellency
Byong Hion Lew
Ambassador of Korea

(B) Tops, yarns, piece goods, made-up articles, garments, and other textile manufactured products, all being products which derive their chief characteristics from their textile components, of cotton, wool, or man-made fibers, or blends thereof, in which any or all of those fibers represent either the chief value of the fibers or 50 percent or more by weight (or 17 percent or more by weight of wool) of the products, are subject to this Agreement.

(C) For the purposes of this Agreement, textile products shall be classified as cotton, wool, or man-made fiber textiles if wholly or in chief value of any of these fibers. Any products covered by sub-paragraph 2(B) but not in chief value of cotton, wool, or man-made fiber shall be classified as:

(i) Cotton textiles if containing 50 percent or more by weight of cotton, or if the cotton component exceeds by weight the wool and/or the man-made fiber components;

(ii) Wool textiles if not cotton, and wool equals or exceeds 17 percent by weight of all component fibers;
and

(iii) Man-Made fiber textiles if neither of the foregoing applies.

3. (A) The system of Categories and the rates of conversion into square yards equivalent listed in Annex A shall apply in implementing this Agreement, except as set out in subparagraphs 3(B) and 3(C).

(B) For purposes of this Agreement, the Categories below are merged and treated as single Categories, with Sub-Categories as indicated as follows:

<u>Categories Merged</u>	<u>Designation in Agreement</u>	<u>Sub-Categories</u>
333, 334	333/4	None
338, 339	338/9	None
347, 348.	347/8	None
353, 354, 653, 654	353/4/653/4	None
433, 434	433/4	433; 434
445, 446	445/6	None
633, 634, 635	633/4/5	633; 634; 635
638, 639	638/9	None
645, 646	645/6	None

The Specific Limits for these Categories, and the Sub-Limits for these Sub-Categories are as set out in Annex B:

(C) For purposes of computing limits and charges to limits the rates of conversion for individual Categories set out in Annex A shall be applied except for the Categories and Sub-Categories cited below:

<u>Category</u>	<u>Conversion Factor</u>
333/4	39.5
433/4, and Sub-Categories	42.1
633/4/5, and Sub-Categories	40.74
638/9	15.5

(D) For the purposes of this Agreement, the following categories summarized in Annex A are divided into Part-Categories:

<u>Category</u>	<u>T.S.U.S.A. Numbers</u>	<u>Designation in the Agreement</u>	<u>Description</u>
605	316.5500, 316.5800	605-C	Cordage
605	Other than 316.5500, 316.5800	605-O	Other than Cordage
640	379.3130, 379.3334, 379.9535, 379.9540, 379.9639	640-D	Dress Shirts, Woven, Men's and Boys'
640	Other than 379.3130, 379.3334, 379.9535, 379.9540, 379.9639	640-O	Woven Shirts, Other than Dress, Men's and Boys'
659	703.0500, 703.1000, 703.1515	659-H	Headwear
659	Other than 703.0500, 703.1000, 703.1515	659-O	Other than Headwear

669	348.0065, 348.0075, , 348.0565, 348.0575	669-C	Cordage
669	355.4520, 355.4530	669-F	Fishnets
669	385.5300	669-P	Polypropylene Bags
669	389.6210, 386.1110	669-T	Tents
669	Other than 348.0065, 348.0075, 348.0565, 348.0575, 355.4520, 355.4530, 385.5300, 389.6210, 386.1110	669-O	Other Miscellaneous Products

4. Commencing with the first Agreement Year, and during the subsequent term of this Agreement, the Government of the Republic of Korea shall limit annual exports from Korea to the United States of America of cotton, wool, and man-made fiber textiles and textile products to the Specific Limits set out in Annex B, as such Specific Limits may be adjusted in accordance with paragraph 5, or, if such product is not subject to a Specific Limit, to the provisions of paragraph 6. The Specific Limits set out in Annex B do not include any adjustments permitted under paragraph 5, except as stated in paragraph 5(A)(iii) and 5(A)(iv).

5. (A) (i) During any Agreement Year, the Specific Limits and Sub-Limits set out in Annex B may, except as limited by paragraphs 5(A)(iii) and 5(A)(iv) below, be exceeded by not more than the percentage (Swing) set out in Annex C, provided that a corresponding reduction in square yards equivalent is made in one or more other Specific Limits during the same Agreement Year.

(ii) A ten (10) percent increase in either Part-Category 640-D or 640-0 shall be permitted provided that a corresponding reduction is made in the other Part-Category (Shift).

(iii) Part-Categories 640-D and 640-0, and Category 645/6 have Swing of five (5) percent built into the Specific Limits set out in Annex B for each Agreement Year. Therefore, the Limit to be used for purposes of determining the amount of Shortfall (as defined in paragraph 5(D)) available in these Categories in an Agreement Year for use by other Categories as Swing shall be determined by dividing the Specific Limits set out in Annex B for these Categories for that Agreement Year by 1.05.

(iv) Categories 638/9 and 633/4/5 (and its Sub-Categories) have Swing of two (2) percent built into the Specific Limits set out in Annex B for each Agreement Year. Therefore, the Limit to be used for purposes of calculating the amount of Swing available pursuant to paragraph 5(A)(i), and in determining the amount of Shortfall available in these Categories in an Agreement Year for use by other Categories as Swing, shall be determined by dividing the Specific Limits set out in Annex B for these Categories for that Agreement Year by 1.02.

(v) The Government of the Republic of Korea will notify the Government of the United States of America when it wishes to use Shortfall available in Categories for use by other Categories as Swing or Shift, subject to the provisions set out above.

(B) (i) Any Specific Limit or Sub-Limit set out in Annex B may be exceeded in any Agreement Year by Carry-forward (borrowing a portion of the corresponding Specific Limit from the succeeding Agreement Year) and/or Carryover (the use of any Shortfall of the corresponding Specific Limit for the previous Agreement Year) after agreement through consultations between the Government of the Republic of Korea and the Government of the United States of America, subject to the limitations of paragraphs 5(B)(ii) and 5(B)(iii) below.

(ii) If agreement is reached, the maximum amount by which the limits may be exceeded by Carryover and Carryforward shall not be more than ten (10) percent, of which Carryforward may not be more than five (5) percent.

(iii) No Carryover shall be available for application in the first Agreement Year. No Carryforward shall be available for application in the final Agreement Year.

(iv) Carryforward in the amount of one (1) percent may be used in Categories 638/9 and 633/4/5 (and its Sub-Categories).

(C) The Specific Limits referred to in paragraphs 5(A)(i), 5(A)(ii), and 5(B) are without any adjustment under paragraph 5.

(D) For the purposes of this Agreement, Shortfall is defined as any unused yardage which occurs when exports from Korea to the United States of America in any Category or

Part-Category are below any applicable Specific Limit or Sub-Limit set out in Annex B, except as stated in paragraphs 5(A)(iii) and 5(A)(iv) above.

6. Any Category or Part-Category not subject to a Specific Limit will be subject to the procedures set forth in this paragraph.

(A) (i) The Government of the Republic of Korea shall provide weekly reports within five (5) calendar days following the close of a Reporting Period (as defined in paragraph 6(A)(iii)) to the Government of the United States of America on Export Recommendations (ERs) issued for exports to the United States of America in such Categories or Part-Categories.

(ii) The Government of the Republic of Korea shall immediately notify the Government of the United States of America when:

(a) ERs issued for a Category or Part-Category reach 80 percent of the Level of Trade (as defined in paragraph 6 (H)) in the previous Agreement Year in such Category or Part-Category; and, subsequently,

(b) when ERs issued within a Reporting Period total 15 percent of the Level of Trade in the previous Agreement Year in such Category or Part-Category. The Government of the Republic of Korea will withhold issuing

ERs in that Category or Part-Category for at least five (5) U.S. working days after such notification.

(iii) For purposes of this paragraph, a Reporting Period will be a seven (7) day period commencing on a Sunday and ending on the following Saturday.

(B) The Government of the United States of America may request consultations on any Category or Part-Category not subject to a Specific Limit whenever, in its view, conditions in its market warrant a limitation on further trade in any such Category or Part-Category in order to eliminate a real risk of market disruption.

(C) The request for such consultations shall be supported as soon as possible, and in any case within 21 days of the date of the request, by a statement of market conditions in the United States of America which, in the opinion of the Government of the United States of America, warrant the request for consultations. This statement shall include data similar to that contemplated in paragraphs I and II of Annex A of the Arrangement.

(D) Upon receipt of a request for such consultations, the Government of the Republic of Korea shall cease or otherwise limit further issuance of ERs for a period of seven (7) U.S. working days. The Government of the United States of America may request the Government of the Republic

of Korea to extend such period, and may also request it to limit the issuance of ERs to a level different from that specified in paragraph 6(E) (i) or 6(E)ii) below, whichever is applicable. The Government of the Republic of Korea shall consider any such request sympathetically and shall respond promptly. Unless agreed otherwise, the Government of the Republic of Korea shall have the right, following the expiration of such period, or any agreed extension thereof, to resume the issuance of ERs up to the level specified in paragraph 6(E)(i) or 6(E)(ii) below, whichever is applicable. ERs issued prior to receipt of the request for consultations may be honored by the Government of the Republic of Korea. The two Governments, unless agreed otherwise, shall consult as soon as possible within 30 days of the request for such consultations and shall make their best efforts to complete such consultations within 30 days of the commencement.

(E)(i) In the event that consultations do not result in agreement, the Government of the Republic of Korea agrees to limit exports in the relevant Category or Part-Category during the Agreement Year in which the request for consultations is made to a level requested by the Government of the United States of America which shall not be less than the highest of:

(a) The Level of Trade (as defined in paragraph 6(H)) in the relevant Category or Part-Category for the previous Agreement Year, plus either 15 percent (in the case of cotton and man-made fiber products) or six (6) percent (in the case of wool products) of that level; or

(b) an average of the Levels of Trade in the relevant Category or Part-Category for each calendar year since January 1, 1981, plus either 15 percent (in the case of cotton and man-made fiber products) or six (6) percent (in the case of wool products) of that average; or

(c) the level of ER's issued at the time of receipt of the request for consultations.

(ii) Except as provided for in paragraph 6(F), in respect of any Category or Part-Category where a limit has been established pursuant to paragraphs 6(D) or 6(E)(i), and where, in the subsequent Agreement Year, the Government of the United States of America makes another request for consultations under paragraph 6(B), and, in the event that such consultations do not result in agreement, the Government of the Republic of Korea agrees to limit exports in the relevant Categories or Part-Categories during the Agreement Year in which the request for consultations is made to a level requested by the Government of the United States of America which shall be not less than the higher of:

(a) the limit established for the previous Agreement Year plus either eight (8) percent (in the case of cotton and man-made fiber products) or three (3) percent (in the case of wool products) of that limit; or

(b) the level of ER's issued at the time of the receipt of the request for consultations.

(F) In respect of any Category or Part-Category for which a limit is established, either Government may, prior to the beginning of the subsequent Agreement Year, elect to convert the limit into a Specific Limit commencing on the first of January of such subsequent Agreement Year. Annex B will be amended to reflect such conversion, and the Specific Limit shall, in subsequent Agreement Years, be accorded growth at 2.5 percent (in the case of cotton and man-made fiber products) or one (1) percent (in the case of wool products). Annex C will be amended to reflect that such Specific Limit shall be accorded swing of seven (7) percent (in the case of cotton and man-made fiber products) or five (5) percent (in the case of wool products) in accordance with paragraph 5.

(G) Should two requests in respect of the same Category or Part-Category be made under paragraph 6(B) during the term of this Agreement but in different Agreement Years, not being consecutive years, the provisions of paragraph 6(D) or 6(E)(i) shall apply to each of the two requests.

(H) For the purpose of paragraph 6, the phrase "Level of Trade" shall mean the volume of exports from Korea to the United States of America in an Agreement Year, as established by consultations to be held when U.S. import data for the first six months of the subsequent Agreement Year become available. Where such consultations have not been completed, the volume of trade, by date of export, will be used.

7. The Government of the Republic of Korea shall use its best efforts to space exports from Korea to the United States of America within each Category or Sub-Category evenly throughout each Agreement Year, taking into consideration normal seasonal factors.

8. The Government of the Republic of Korea shall administer its export control system under this Agreement. The Government of the United States of America may assist the Government of the Republic of Korea in implementing the limitation provisions of this Agreement by controlling imports of textiles and textile products covered by this Agreement.

9. (A) Exports from Korea in excess of authorized limits in any Agreement Year may be denied entry into the United States of America. Any such shipments denied entry may be permitted entry into the United States of America and charged to the applicable limit in the succeeding agreement Year.

(B) Exports from Korea in excess of authorized limits in any Agreement Year will, if allowed entry into the United States of America during that agreement year, be charged to the applicable limit in the succeeding Agreement Year.

(C) Any action taken pursuant to paragraph (A) and (B) above, will not prejudice the rights of either side regarding consultations.

10. (A) The Government of the United States of America shall promptly supply the Government of the Republic of Korea with

data on monthly imports of cotton, wool and man-made fiber textiles and textile products into the United States of America from Korea.

(B) The Government of the Republic of Korea shall promptly supply the Government of the United States of America with data on monthly exports of cotton, wool and man-made fiber textiles and textile products from Korea to the United States of America.

(C) Each Government agrees to supply promptly any other available statistical data necessary to the implementation of this Agreement requested by the other Government.

11. (A) Mutually satisfactory administrative arrangements or adjustments may be made to resolve minor problems arising in the implementation of this Agreement, including differences in points of procedure or operation.

(B) Both Governments agree to consult upon the request of the other, on any question arising in the implementation of this Agreement.

(C) Either Government may at any time propose revisions in the terms of this Agreement. Each Government agrees to consult promptly with the other about such proposals with a view to making such revisions to this Agreement, or taking such other appropriate action as may be mutually agreed upon.

(D) If, having regard to the provisions of the Arrangement, the Government of the Republic of Korea considers that it is being placed in an inequitable position vis-a-vis a third country, the Government of the Republic of Korea may request consultations with the Government of the United States of America with a view to taking appropriate remedial actions. The Government of the United States of America shall consult with the Government of the Republic of Korea in the event of such a request.

12. For the textiles and textile products covered by this Agreement, it is agreed that either Government may have recourse to any and all provisions of the Arrangement, except that for the duration of this Agreement, the Government of the United States of America shall not invoke the procedures of Article 3 of the Arrangement to request restraint on the export of cotton, wool and man-made fiber textiles and textile products covered by this Agreement from Korea to the United States of America. Both Governments reserve their rights under the Arrangement with respect to textiles and textile products not subject to this Agreement.

13. (A) The provisions of the visa and certification system consolidated in letters dated October 29, 1981 and January 18, 1982 between the two Governments will remain in force.

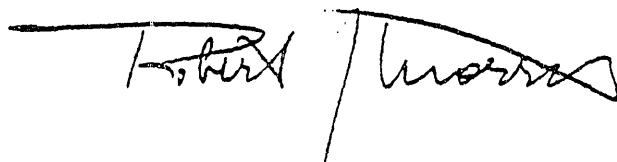
(B) Export of textiles and textile products in shipments individually valued at less than \$250.00, and exports of the products listed in Annex D from Korea to the United States of America shall be exempt from the provisions of this Agreement, provided that such exports are certified in conformity with the provisions of the visa and certification system consolidated in letters dated October 29, 1981 and January 18, 1982 between the two Governments.

14. Either Government may terminate this Agreement, effective at the end of an Agreement Year, by written notice to the other Government, to be given at least 90 days prior to the end of such Agreement Year.

If the foregoing conforms with the understanding of the Government of the Republic of Korea, this note and Your Excellency's note of confirmation on behalf of the Government of the Republic of Korea shall constitute an Agreement between our two Governments.

Accept, Excellency, the renewed assurances of my highest consideration.

For the Acting Secretary of State:

A handwritten signature in black ink, appearing to read "Robert Thurman". The signature is written in a cursive style with a long horizontal line extending to the left and a vertical line extending downwards from the end.

ANNEX A

<u>Category</u>	<u>Description</u>	<u>Conversion Factor</u>	<u>Unit of Measure</u>
<u>YARN</u>			
-- Cotton			
300	Carded	4.6	Lb.
301	Combed	4.6	Lb.
-- Wool			
400	Tops and Yarn	2.0	Lb.
-- Man-made Fiber			
600	Textured	3.5	Lb.
601	Cont. cellulosic	5.2	Lb.
602	Cont. noncellulosic	11.6	Lb.
603	Spun cellulosic	3.4	Lb.
604	Spun noncellulosic	4.1	Lb.
605	Other yarns	3.5	Lb.
<u>FABRIC</u>			
-- Cotton			
310	Ginghams	1.0	SYD
311	Velveteens	1.0	SYD
312	Corduroy	1.0	SYD
313	Sheeting	1.0	SYD
314	Broadcloth	1.0	SYD
315	Printcloths	1.0	SYD

M and B = Men's and Boys'
W, G and I = Women's, Girls' and Infants
n.k. = not knit

ANNEX A

<u>Category</u>	<u>Description</u>	<u>Conversion Factor</u>	<u>Unit of Measure</u>
<u>FABRIC (cont.)</u>			
-- Cotton			
316	Shirtings	1.0	SYD
317	Twills and Sateens	1.0	SYD
318	Yarn-dyed	1.0	SYD
319	Duck	1.0	SYD
320	Other Fabrics, n.k	1.0	SYD
-- Wool			
410	Woolen and worsted	1.0	SYD
411	Tapestries and upholstery	1.0	SYD
425	Knit	2.0	Lb.
429	Other Fabrics	1.0	SYD
-- Man-Made Fiber			
610	Cont. cellulosic, n.k.	1.0	SYD
611	Spun cellulosic, n.k.	1.0	SYD
612	Cont. noncellulosic, n.k.	1.0	SYD
613	Spun Noncellulosic, n.k.	1.0	SYD
614	Other Fabrics, n.k.	1.0	SYD
625	Knit	7.8	Lb.
626	Pile and tufted	1.0	SYD
627	Specialty	7.8	Lb.

ANNEX 2.

<u>Category</u>	<u>Description</u>	<u>Conversion Factor</u>	<u>Unit of Measure</u>
<u>APPAREL</u>			
-- Cotton			
330	Handkerchiefs	1.7	Dz.
331	Gloves	3.5	DPr.
332	Hosiery	4.6	DPr.
333	Suit-type coats, M and B	36.2	Dz.
334	Other coats, M and B	41.3	Dz.
335	Coats, W G and I	41.3	Dz.
336	Dresses (incl. uniforms)	45.3	Dz.
337	Playsuits, Sunsuits, Washesuits, Creepers, Rompers, etc.	25.0	Dz.
338	Knit shirts, (inc. T- shirts, other and sweatshirts) M and B	7.2	Dz.
339	Knit shirts and blouses (incl. T-Shirts, other and sweatshirts) W, G and I	7.2	Dz.
340	Shirts, n.k.	24.0	Dz.
341	Blouses, n.k.	14.5	Dz.
342	Skirts	17.8	Dz.
345	Sweaters	36.8	Dz.
347	Trousers, slacks, and shorts (outer) M and B	17.8	Dz.
348	Trousers, slacks and shorts (outer) W,G and I	17.8	Dz.

ANNEX A

<u>Category</u>	<u>Description</u>	<u>Conversion Factor</u>	<u>Unit of Measure</u>
<u>APPAREL (Cont)</u>			
--	Cotton		
349	Brassieres, etc.	4.8	Dz.
350	Dressing gowns, incl. bathrobes, and beach robes, lounging gowns, house coats, and dusters	51.0	Dz.
351	Pajamas and other nightwear	52.0	Dz.
352	Underwear (incl. union suits)	11.0	Dz.
353	Down and feather-filled coats, jackets, vests, M and B	41.3	Dz.
354	Down and feather-filled coats, jackets, vests, W, G and I	41.3	Dz.
359	Other apparel	4.6	Lb.
--	Wool		
431	Gloves	2.1	DPr.
432	Hosiery	2.8	DPr.
433	Suit-type coats, M and B	36.0	Dz.
434	Other Coats, M and B	54.0	Dz.
435	Coats, W, G and I	54.0	Dz.
436	Dresses	49.2	Dz.
438	Knit Shirts and Blouses	15.0	Dz.
440	Shirts and Blouses, n.k.	24.0	Dz.

ANNEX A

<u>Category</u>	<u>Description</u>	<u>Conversion Factor</u>	<u>Unit of Measure</u>
--	Wool (Cont.)		
442	Skirts	18.0	Dz.
443	Suits, M and B	54.0	Dz.
444	Suits, W, G and I	54.0	Dz.
445	Sweaters, M and B	14.88	Dz.
446	Sweaters, W, G and I	14.88	Dz.
447	Trousers, slacks and shorts (outer), M and B	18.0	Dz.
448	Trousers, slacks and shorts (outer), W, G and I	18.0	Dz.
459	Other Wool Apparel	2.0	Lb.
--	Man-made Fiber		
630	Handkerchiefs	1.7	Dz.
631	Gloves	3.5	DPr.
632	Hosiery	4.6	DPr.
633	Suit-type Coats, M and B	36.2	Dz.
634	Other Coats, M and B	41.3	Dz.
635	Coats, W, G and I	41.3	Dz.
636	Dresses	45.3	Dz.
637	Playsuits, Sun suits, Washsuits, etc.	21.3	Dz.

ANNEX A

<u>Category</u>	<u>Description</u>	<u>Conversion Factor</u>	<u>Unit of Measure</u>
-- Man-made Fiber (Cont.)			
638	Knit Shirts, (Incl. T-shirts), M and B	18.0	Dz.
639	Knit Shirts and blouses (Incl. T-shirts), W, G and I	15.0	Dz.
640	Shirts, n.k.	24.0	Dz.
641	Blouses, n.k.	14.5	Dz.
642	Skirts	17.8	Dz.
643	Suits, M and B	54.0	Dz.
644	Suits, W, G and I	54.0	Dz.
645	Sweaters, M and B	36.8	Dz.
646	Sweaters, W, G and I	36.8	Dz.
647	Trousers, slacks and shorts (outer), M and B	17.8	Dz.
648	Trousers, slacks and shorts (outer), W, G and I	17.8	Dz.
649	Brassieres and Foundation Garments	4.8	Dz.
650	Dressing Gowns, incl. bath robes and beachrobes	51.0	Dz.
651	Pajamas and other nightwear	52.0	Dz.

ANNEX A

<u>Category</u>	<u>Description</u>	<u>Conversion Factor</u>	<u>Unit of Measure</u>
-- Man-made fiber (Cont.)			
652	Underwear	16.0	Dz.
653	Down and Feather-filled coats, jackets, vests, M and B	41.3	Dz.
654	Down and Feather-filled coats, jackets, vests, W, G and I	41.3	Dz.
659	Other apparel	7.8	Lb.
<u>MADE-UPS AND MISC.</u>			
-- Cotton			
360	Pillowcases	1.1	No.
361	Sheets	6.2	No.
362	Bedspreads and Quilts	6.9	No.
363	Terry and Other Pile Towels	0.5	No.
369	Other Cotton Manufactures	4.6	Lb.
-- Wool			
464	Blankets and Auto Robes	1.3	Lb.
465	Floor Coverings	0.1	Sft.
469	Other Wool Manufactures	2.0	Lb.
-- Man-made Fiber			
665	Floor Coverings	0.1	Sft.
666	Other Furnishings	7.8	Lb.
669 1/	Other Man-Made Manufactures	7.8	Lb.

1/ excluding TSUSA numbers 706.3400, 706.3900, 706.4140 and 706.4150. Flatgoods, which are not subject to this Agreement.

ANNEX B: Specific Limits and Sub-Limits

<u>Category</u>	<u>Unit</u>	<u>1982</u>	<u>1983</u>	<u>1984</u>	<u>1985</u>	<u>1986</u>	<u>1987</u>	
331	Dpr.	429,912	442,809	456,094	469,776	483,870	498,386	
333/4	Doz.	56,038	58,560	61,195	63,949	66,826	69,834	
335	Doz.	57,221	59,796	62,487	65,299	68,237	71,308	
338/9	Doz	536,866	561,025	586,271	612,653	640,223	669,033	
340	Doz.	173,836	181,659	189,833	198,376	207,303	216,631	
341	Doz	108,299	113,172	118,265	123,587	129,149	134,960	
347/8	Doz	259,145	270,807	282,993	295,727	309,035	322,942	
353/4/653/4	Doz.	210,012	213,162	216,360	219,605	222,899	226,243	
410	Syd.	4,389,306	4,433,199	4,477,531	4,522,306	4,567,529	4,613,205	
433/4	Doz.	16,774	16,858	16,942	17,027	17,112	17,198	
(433)	Doz.	12,807	12,871	12,935	13,000	13,065	13,130	
(434)	Doz.	6,568	6,601	6,634	6,667	6,700	6,734	
438	Doz.	45,222	(---	Subject to the E.R. System				---
440	Doz.	207,089	208,124	209,165	210,211	211,262	212,318	
443	Doz.	26,838	26,838	26,838	26,838	26,838	26,838	
444	Doz.	3,925	3,945	3,964	3,984	4,004	4,024	
445/6	Doz.	50,665	50,918	51,173	51,429	51,686	51,944	
447	Doz.	80,991	81,396	81,803	82,212	82,623	83,036	
604	Lbs.	519,878	535,474	551,539	568,085	585,127	602,681	
605-C	Lbs.	2,000,000	2,120,000	2,247,200	2,382,032	2,524,954	2,676,451	

ANNEX B (Continued)

633/4/5	Doz.	1,382,921	1,391,219	1,399,566	1,407,963	1,416,411	1,424,909
(633)	Doz.	174,684	175,732	176,786	177,847	178,914	179,988
(634)	Doz.	804,704	809,532	814,389	819,276	824,191	829,137
(635)	Doz.	610,970	614,636	618,324	622,034	625,766	629,520
638/9	Doz.	5,507,837	5,540,884	5,574,129	5,607,574	5,641,220	5,675,067
{ 640-D*	Doz.	3,729,287*	3,747,933	3,766,673	3,785,506	3,804,434	3,823,456
{ 640-0**	Doz.	2,486,191**	2,498,622	2,511,115	2,523,671	2,536,289	2,548,970
641	Doz.	1,000,743	1,006,747	1,012,788	1,018,865	1,024,978	1,031,128
643-	Doz.	59,256	59,612	59,969	60,329	60,691	61,055
645/6	Doz.	3,282,736	3,299,150	3,315,645	3,332,224	3,348,885	3,365,629
648	Doz.	306,427	317,152	328,252	339,741	351,632	363,939
659-II	Lbs.	2,297,008-I	2,331,463	2,366,435	2,401,932	2,437,961	2,474,530
669-C	Lbs.	1,500,000	1,590,000	1,685,400	1,786,524	1,893,715	2,007,338

*Less 110,000 Doz. in 1982 for special charges.

**Less 240,000 Doz. in 1982 for special charges.

Annex C:

(Percentages of Swing Pursuant to Paragraph 5)

<u>Categories & Sub-Categories</u>	<u>Percent Swing</u>
331	6
333/4	6
335	6
338/9	6
340	6
341	6
347/8	6
353/4/653/4	6
410	5
433/4	5
(433)	5
(434)	5
438	5
440	5
443	5
444	5
445/6	5
447	5
604	0
605-C	6
633/4/5	2
(633)	2
(634)	2
(635)	2
638/9	2
640-D	0
640-0	0
641	5
643	5
645/6	0
648	6
659-H	5
669-C	6

Annex D

Agreed List of Exempt Products

1. Chima
The long, formless and ample skirt portion of the traditional Korean chima-chogori dress set.
2. Chogori
The short halter-type blouse or top portion of the traditional Korean chima-chogori dress set.
3. Bosun
An ankle boot-type article, wholly of cloth, worn by Korean women indoors.
4. Fabrics, not to exceed 24 x 48 inches in size, containing hand-embroidered or handpainted Korean scenes, and used primarily as decorations or art objects.
5. Handmade carpets, i.e., in which the pile was inserted or knotted by hand and classified by the U.S. Customs Service under TSUSA Numbers 360.0600, 360.1015, 360.1515, 360.7600, or 360.7800.
6. Korean-style handbags and other flat goods of the type considered by the U.S. Customs Service to be classified as luggage: women's and children's handbags, and billfolds, card cases, coin purses, eyeglass cases and similar flat goods.
7. Taekwondo and Judo suits in T.S.U.S.A. numbers 379.0830, 383.0850, 379.6300, 383.4900, 379.3330, 379.9635, 383.2345, and 383.9260.
8. Toys for animals.

REPUBLIC OF KOREA NOTE

EMBASSY OF THE REPUBLIC OF KOREA
WASHINGTON, D. C.

KAM/82 - 237


December 1, 1982

Excellency,

I have the honor to acknowledge the receipt of Your Excellency's note of December 1, 1982, concerning the exports of cotton, wool and man-made fibre textiles and textile products from the Republic of Korea to the United States of America.

I have further the honor to inform Your Excellency that the proposals set forth in Your Excellency's note are acceptable to the Government of the Republic of Korea and to confirm on behalf of the Government of the Republic of Korea that Your Excellency's note and this note in reply thereto shall constitute an Agreement between our two Governments.

Accept, Excellency, the renewed assurances of my highest consideration.


Byong Hion Lew,
Ambassador

His Excellency
George P. Shultz
Secretary of State
Department of State
Washington, D.C.

