

GENERAL AGREEMENT ON  
TARIFFS AND TRADE

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RESTRICTED

COT/3/Add.2  
8 January 1965

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LONG-TERM ARRANGEMENT REGARDING TRADE IN  
COTTON TEXTILES

Bilateral Agreement between Spain and the United States

Addendum

Attached are letters constituting the bilateral agreement recently concluded between the Governments of the United States and Spain relating to trade in cotton textiles. This new agreement modifies the earlier agreement concluded on 16 July 1963 and amended by notes of 15 and 17 June 1964.

The text of this agreement has been transmitted by the United States mission for notification to the Cotton Textiles Committee.

Letter No. 1

30 October 1964

Excellency,

I have the honour to refer to recent discussions in Madrid between representatives of the Government of the United States of America and the Government of Spain concerning the Agreement Relating to Trade in Cotton Textiles between the United States and Spain signed on 16 July 1963, and amended by notes of 15 and 17 June 1964.

As a result of these discussions, I have the honour to propose the following modifications of that Agreement:

1. The Government of Spain shall limit annual exports to the United States in all categories of cotton textiles for the twelve-month period beginning 1 January 1965 to an aggregate limit of 33,000,000 square yards equivalent.

2. Within the aggregate annual limit specified in paragraph 1, the following group ceilings shall apply:

(a) Yarn (Categories 1-4)	2,100,000 lbs.
(b) Fabrics (Categories 5-27)	19,250,000 sq.yds. eq.
(c) Made-up goods, apparel and miscellaneous items (Categories 28-64)	6,100,000 sq.yds. eq.

3. No more than 50 per cent of the group ceiling established in paragraph 2 for yarn shall be exported in any of Categories 2, 3 or 4.

4. Within the group ceiling established in paragraph 2 for fabrics, the following specific ceilings shall apply:

(a) Categories 5-6	2,000,000 sq.yds.
(b) Category 9	10,500,000 sq.yds.
(c) Categories 18-19	6,000,000 sq.yds.
(d) Categories 22-23	3,200,000 sq.yds.
(e) Category 24	800,000 sq.yds.
(f) Category 26 (duck only)	1,400,000 sq.yds.
(g) Category 26 (other than duck)	7,000,000 sq.yds.

His Excellency,  
The Marquis de Merry Del Val,  
Ambassador of Spain.

5. Within the group ceiling established for made-up goods, apparel and miscellaneous items in paragraph 2, the following specific ceilings shall apply:

(a) Category 36	95,000 pes.
(b) Categories 41-42-43	146,000 doz.
(c) Categories 48-49 (No more than 450,000 sq.yds. eq. in either category)	700,000 sq. yds. eq.
(d) Category 53	17,500 doz.
(e) Categories 57-58	1,750,000 sq. yds. eq.
(f) Category 62*	300,000 lbs.
(g) Category 64*	300,000 lbs.

6. Within the group ceilings for fabrics and made-up goods, apparel and miscellaneous items established by paragraph 2, any shortfalls occurring in categories given specific ceilings may be used for categories not given a specific ceiling. Exports in any twelve-month period in any category not given a specific ceiling shall not exceed 350,000 sq. yds. equivalent except by mutual agreement of the governments.

7. Provided that the aggregate limit established by paragraph 1 is not exceeded, exports in any group or any category given a specific ceiling may exceed by up to 5 per cent the levels established herein for that group or ceiling.

8. The limits on exports established by paragraphs 1, 2, 3, 4, 5 and 6 shall be raised by 5 per cent for the twelve-month period beginning 1 January 1966 and, on a cumulative basis, for subsequent twelve-month periods.

9. With the exception of seasonal items, the Government of Spain shall endeavour to space exports evenly over a twelve-month period.

10. Each government agrees to supply promptly any available statistical data requested by the other government. In the implementation of this agreement, the system of categories and the factors for conversion into square yards equivalent set forth in the annex hereto shall apply.

11. For the duration of this agreement, the Government of the United States shall not exercise its rights under Article 3 of the Long-Term Arrangement Regarding International Trade in Cotton Textiles done at Geneva on 9 February 1962

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\*Prior to 1 January 1965, the Government of Spain will propose to the Government of the United States a breakdown of items in Categories 62 and 64 in accordance with expected export patterns.

to request restraint on the exports of cotton textiles from Spain to the United States. All other relevant provisions of the Long-Term Arrangement shall remain in effect between the two Governments.

12. This agreement shall become effective on 1 January 1965 and continue in force through 31 December 1968; provided that either Government may propose revisions in the terms of the agreement no later than ninety days prior to the beginning of a new twelve-month period; and provided further that either Government may terminate this agreement effective at the end of a twelve-month period by written notice to the other Government to be given at least ninety days prior to the end of such twelve-month period.

If these proposals are acceptable to the Government of Spain, this note and Your Excellency's note of acceptance on behalf of the Government of Spain shall constitute an agreement between our Governments.

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

For the Secretary of State:

Attachment:

Annex: Cotton Textile Categories and Conversion Factors

ANNEXCOTTON TEXTILE CATEGORIES AND CONVERSION FACTORS

<u>Category</u>	<u>Description</u>	<u>Unit</u>	<u>Conversion Factor</u>
1	Yarn, carded singles	Lb.	4.6
2	Yarn, carded plied	Lb.	4.6
3	Yarn, combed, singles	Lb.	4.6
4	Yarn, combed, plied	Lb.	4.6
5	Gingham, carded	Sq.yd.	1.0
6	Gingham, combed	Sq.yd.	1.0
7	Velveteen	Sq.yd.	1.0
8	Corduroy	Sq.yd.	1.0
9	Sheeting, carded	Sq.yd.	1.0
10	Sheeting, combed	Sq.yd.	1.0
11	Lawn, carded	Sq.yd.	1.0
12	Lawn, combed	Sq.yd.	1.0
13	Voile, carded	Sq.yd.	1.0
14	Voile, combed	Sq.yd.	1.0
15	Poplin and broadcloth, carded	Sq.yd.	1.0
16	Poplin and broadcloth, combed	Sq.yd.	1.0
17	Typewriter ribbon cloth	Sq.yd.	1.0
18	Print cloth, shirting type, 80 x 80 type, carded	Sq.yd.	1.0
19	Print cloth shirting type, other than 80 x 80 type, carded	Sq.yd.	1.0
20	Shirting, Jacquard or dobby, carded	Sq.yd.	1.0
21	Shirting, Jacquard or dobby, combed	Sq.yd.	1.0
22	Twill and sateen, carded	Sq.yd.	1.0
23	Twill and sateen, combed	Sq.yd.	1.0
24	Woven fabric, n.e.s., yarn dyed, carded	Sq.yd.	1.0
25	Woven fabric, n.e.s., yarn dyed, combed	Sq.yd.	1.0
26	Woven fabric, other, carded	Sq.yd.	1.0
27	Woven fabric, other, combed	Sq.yd.	1.0
28	Pillowcases, carded	No.	1.084
29	Pillowcases, combed	No.	1.084
30	Dish towels	No.	.348
31	Other towels	No.	.348
32	Handkerchiefs, whether or not in the piece	Doz.	1.66
33	Table damask and manufactures	Lb.	3.17
34	Sheets, carded	No.	6.2
35	Sheets, combed	No.	6.2
36	Bedspreads and quilts	No.	6.9

<u>Category</u>	<u>Description</u>	<u>Unit</u>	<u>Conversion Factor</u>
37	Braided and woven elastics	Lb.	4.6
38	Fishing nets and fish netting	Lb.	4.6
39	Gloves and mittens	Doz.Prs.	3.527
40	Hose and half hose	Doz.Prs.	4.6
41	T-shirts, all white, knit, men's and boys'	Doz.	7.234
42	T-shirts, other, knit	Doz.	7.234
43	Shirts, knit, other than T-shirts and sweatshirts	Doz.	7.234
44	Sweaters and cardigans	Doz.	36.8
45	Shirts, dress, not knit, men's and boys'	Doz.	22.186
46	Shirts, sport, not knit, men's and boys'	Doz.	24.457
47	Shirts, work, not knit, men's and boys'	Doz.	22.186
48	Raincoats, three quarter length or longer, not knit	Doz.	50.0
49	Other coats, not knit	Doz.	32.5
50	Trousers, slacks and shorts (outer), not knit, men's and boys'	Doz.	17.797
51	Trousers, slacks and shorts (outer), not knit, women's, girls' and infants'	Doz.	17.797
52	Blouses, not knit	Doz.	14.53
53	Dresses (including uniforms), not knit	Doz.	45.3
54	Playsuits, washsuits, sunsuits, creepers, rompers, etc., not knit, n.e.s.	Doz.	25.0
55	Dressing gowns, including bathrobes, beach robes, lounge robes, house- coats, and dusters, not knit	Doz.	51.0
56	Undershirts, knit, men's and boys'	Doz.	9.2
57	Briefs and undershorts, men's and boys'	Doz.	11.25
58	Drawers, shorts and briefs, knit, n.e.s.	Doz.	5.0
59	All other underwear, not knit	Doz.	16.0
60	Pajamas and other nightwear	Doz.	51.96
61	Brassieres and other body-supporting garments	Doz.	4.75
62	Wearing apparel, knit, n.e.s.	Lb.	4.6
63	Wearing apparel, not knit, n.e.s.	Lb.	4.6
64	All other cotton textiles	Lb.	4.6

Apparel items exported in sets shall be recorded under separate categories of the component items.

Letter No. 2

SPANISH EMBASSY  
WASHINGTON  
No. 237 MIA/L

30 October 1964

Excellency:

I have the honour to acknowledge receipt of your note of today's date proposing a bilateral agreement concerning trade in cotton textiles between Spain and the United States, which reads as follows:

(See letter No. 1)

I have the honour to confirm on behalf of the Government of Spain that this bilateral agreement is acceptable and that your Excellency's note and this note in reply shall constitute an agreement between our Governments:

For the Ambassador:

(Signed) Conde de San Román

His Excellency,  
Dean Rusk,  
Secretary of State,  
of the United States of America.

Letter No. 3

30 October 1964

Sir:

I refer to the Agreement of 30 October 1964 between the Governments of the United States and Spain relating to trade in cotton textiles between Spain and the United States.

It is the understanding of my Government that during the period from 1 October 1964 through 31 December 1964 the Government of Spain will limit exports in categories or groups of categories subject to specific ceilings or group ceilings in that Agreement to amounts equal to one fourth of such ceilings. It is the further understanding of my Government that any exports during the period 1 October-31 December in excess of one fourth of such levels will be charged against the appropriate ceilings established for 1965 by the Agreement.

I should be grateful if you will confirm these understandings if they are acceptable to your Government.

Accept, Sir, the assurance of my high consideration.

(Signed) G. Griffith Johnson  
Assistant Secretary

Mr. Juan Luis Pan de Soraluece,  
Conde de San Román,  
Counselor for Economic Affairs,  
Embassy of Spain.



Letter No. 4

SPANISH EMBASSY  
WASHINGTON

30 October 1964

Sir:

I have the honour to refer to your letter of 30 October 1964 which reads as follows:

(See letter No. 3)

I wish to assure you, on behalf of my Government, that your proposal is acceptable to the Government of Spain.

Very truly yours,

(Signed) Conde de San Román  
Counselor, Economic Affairs

The Hon. G. Griffith Johnson,  
Assistant Secretary of State  
for Economic Affairs,  
Department of State.

Letter No. 5

30 October 1964

Sir,

I refer to the Agreement concerning trade in cotton textiles between Spain and the United States signed on 30 October 1964.

During the discussions preceding this Agreement, the representatives of the Spanish Government expressed their desire to export to the United States goods in the yarn categories in excess of the levels specified for such exports in the Agreement. While the representatives of the Government of the United States were unable to accede to an increase in the level specified for yarn in the Agreement, because of the current state of the United States market for yarn, they were able to agree to a one-time provision for the shipment of amounts of yarn in excess of the Agreement levels.

Accordingly, exports from Spain during the period 1 October 1964 - 31 March 1965 in the yarn categories shall be allowed for entry into the United States up to 380,000 pounds in excess of the levels established for yarn by the Agreement and by our exchange of letters of 30 October 1964, relating to trade during the period 1 October - 31 December 1964, without charging them against such levels.

Moreover, the Government of the United States is willing to consult in future years with regard to the possibility of extending this special treatment for exports of yarn, taking into consideration the circumstances then prevailing in the yarn market of the United States and the export opportunities of the Spanish manufacturers.

Accept, Sir, the assurance of my high consideration.

G. Griffith Johnson  
Assistant Secretary

Mr. Juan Luis Pan de Soralue,  
Conde de San Román,  
Counselor for Economic Affairs,  
Embassy of Spain.

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Letter No. 6

SPANISH EMBASSY  
WASHINGTON

30 October 1964

Sir,

I have the honour to refer to your letter of 30 October 1964 which reads as follows:

(See Letter No. 5)

I wish to assure you, on behalf of my Government, that your proposal is acceptable to the Government of Spain.

Very truly yours,

(Signed) Conde de San Román  
Counselor, Economic Affairs

The Honorable G. Griffith Johnson,  
Assistant Secretary of State for  
Economic Affairs,  
Department of State.