

GENERAL AGREEMENT ON
TARIFFS AND TRADE

RESTRICTED

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LONG-TERM ARRANGEMENT REGARDING TRADE IN
COTTON TEXTILES

Agreement between the Government of Israel and the United
States Government Concerning Trade in Cotton Textiles between
Israel and the United States

Attached is the text of the recently concluded Agreement between the Governments of Israel and the United States concerning cotton textile exports to the United States.

The text of this Agreement has been transmitted to the secretariat by both Governments concerned in accordance with Article 4 of the Long-Term Arrangement Regarding Trade in Cotton Textiles.

AGREEMENT BETWEEN THE GOVERNMENT OF ISRAEL AND THE
UNITED STATES GOVERNMENT CONCERNING TRADE IN COTTON
TEXTILES BETWEEN ISRAEL AND THE UNITED STATES

1. The Government of Israel shall limit its annual exports to the United States in all categories of cotton textiles for the twelve-month period beginning 1 October 1963 to an aggregate limit of 12.5 million square yards equivalent.
2. Within the aggregate annual limit specified in paragraph 1, the following specific ceilings shall apply:
 - (a) Categories 1 and 2: 1,700,000 lbs., provided that within this ceiling, annual exports in category 2 shall not exceed 50,000 lbs.
 - (b) Category 3: 210,000 lbs.
 - (c) Category 48: 26,000 doz.
3. Any shortfalls occurring in the aggregate annual limit established for category 48 may be used to effect a corresponding increase in any other category, provided that such increases may be made in categories 1, 2 and 3 only by prior mutual agreement. Annual exports in categories not given specific ceilings shall not exceed the levels specified in the following schedule, except by mutual agreement of the two Governments:
 - (a) Categories 4-38 inclusive and 64: 350,000 sq.yds. equivalent.
 - (b) Categories 39-47 inclusive and 49-63 inclusive: 250,000 sq.yds. equivalent.
4. The limits on exports established by paragraphs 1, 2 and 3 of this Agreement shall be raised by 5 per cent for the twelve-month period beginning on 1 October 1964 and, on a cumulative basis, for each subsequent twelve-month period.
5. The Government of Israel shall space its annual exports within Categories 1, 2 and 3 on a cumulative, quarterly percentage basis of 30-55-80-100. Annual exports within category 48 shall be spaced on a cumulative quarterly percentage basis of 50-50-100-100.

6. Each Government agrees to support 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.

7. During the life 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, to request restraint on the export of cotton textiles from Israel to the United States. All other relevant provisions of the Long-Term Arrangement shall remain in effect between the two Governments.

8. In the event concentration in exports from Israel to the United States of items of apparel made up of a particular fabric causes or threatens to cause market disruption in the United States, the Government of the United States may call for consultations with the Government of Israel in order to reach a mutually satisfactory solution to the problem. The Government of Israel shall agree to enter into such consultations, and, during the course thereof, shall limit its exports of the item in question to an annual level of 105 per cent of its exports of that item during the twelve-month period immediately preceding the month in which consultations are requested.

9. The Governments agree to consult on any question arising in the implementation of this Agreement or in connexion therewith. In particular, in view of the Government of Israel anticipation of the development of the Israeli textile industry, the Government of the United States agrees to undertake, at the request of the Government of Israel, a joint re-examination of the aggregate ceiling established in paragraph 1 of this Agreement in the light of the record of Israel in meeting the ceilings established in this Agreement, and taking into consideration the condition of the United States cotton textile market at the time of such re-examination.

10. This Agreement shall continue in force until and including 30 September 1967, 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.

ANNEX

Square Yard Equivalent Conversion Factors by Category

| <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 | Ginghams, carded | Sq. yd. | 1.0 |
| 6 | Ginghams, combed | Sq. yd. | 1.0 |
| 7 | Velveteens | 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 | Lawns, carded yarn | Sq. yd. | 1.0 |
| 12 | Lawns, combed yarn | Sq. yd. | 1.0 |
| 13 | Voiles, carded yarn | Sq. yd. | 1.0 |
| 14 | Voiles, combed yarn | 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 80 x 80 carded | Sq. yd. | 1.0 |
| 19 | Print cloth shirting, other, carded | Sq. yd. | 1.0 |
| 20 | Shirting, carded | Sq. yd. | 1.0 |
| 21 | Shirting, combed | Sq. yd. | 1.0 |
| 22 | Twill and sateen, carded | Sq. yd. | 1.0 |
| 23 | Twill and sateen, combed | Sq. yd. | 1.0 |
| 24 | Yarn-dyed fabric excluding gingham, carded | Sq. yd. | 1.0 |
| 25 | Yarn-dyed fabric excluding gingham, combed | Sq. yd. | 1.0 |
| 26 | Fabrics, n.e.s. carded | Sq. yd. | 1.0 |
| 27 | Fabrics, n.e.s. combed | Sq. yd. | 1.0 |
| 28 | Pillowcases, plain, carded | No. | 1.084 |
| 29 | Pillowcases, plain, combed | No. | 1.084 |
| 30 | Dish towels | No. | .348 |
| 31 | Other towels | No. | .348 |
| 32 | Handkerchiefs | Dozen | 1.66 |
| 33 | Table damasks 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 | Lb. | 4.6 |
| 39 | Gloves and mittens | Dozen Pairs | 3.527 |
| 40 | Hose and half hose | Dozen Pairs | 4.6 |
| 41 | Men's and boys' white T-shirts | Dozen | 7.234 |
| 42 | Other T-shirts | Dozen | 7.234 |
| 43 | Knitshirts excluding T and sweatshirts | Dozen | 7.234 |
| 44 | Sweaters and cardigans | Dozen | 36.8 |
| 45 | Men's and boys' shirts, dress, not knit | Dozen | 22.186 |
| 46 | Men's and boys' shirts, sport, not knit | Dozen | 24.457 |
| 47 | Men's and boys' shirts, work, not knit | Dozen | 22.186 |
| 48 | Raincoats, three-quarter length or over | Dozen | 50.0 |
| 49 | Other coats | Dozen | 32.5 |
| 50 | Men's and boys' trousers, slacks and shorts (outer) | Dozen | 17.797 |
| 51 | Women's and children's trousers, slacks and shorts (outer) | Dozen | 17.797 |
| 52 | Blouses, whether or not in sets | Dozen | 14.53 |
| 53 | Women's, children's and infants' dresses (including uniforms) not knit | Dozen | 45.3 |
| 54 | Playsuits, washsuits, sunsuits etc. | Dozen | 25.0 |
| 55 | Dressing gowns, etc. not knit | Dozen | 51.0 |
| 56 | Men's and boys' undershirts, excluding T | Dozen | 9.2 |
| 57 | Men's and boys' briefs and undershorts | Dozen | 11.25 |
| 58 | Drawers, shorts and briefs, excluding men's and boys', knit | Dozen | 5.0 |
| 59 | Other underwear, not knit or crocheted | Dozen | 16.0 |
| 60 | Nightwear and pyjamas | Dozen | 51.96 |
| 61 | Brassieres and other body supporting garments | Dozen | 4.75 |
| 62 | Other knit or crocheted clothing | Lb. | 4.6 |
| 63 | Other clothing, not knit or crocheted | Lb. | 4.6 |
| 64 | All other cotton textile items | Lb. | 4.6 |