

GENERAL AGREEMENT ON  
TARIFFS AND TRADE

RESTRICTED

COT/111

7 October 1968

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Original: English

ARRANGEMENT REGARDING INTERNATIONAL  
TRADE IN COTTON TEXTILES

Agreement Between the Republic of China and Canada

The following communication has been received by the Director-General from the Canadian Mission for notification to the Cotton Textiles Committee.

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Following consultations between the Governments of Canada and the Republic of China, pursuant to Articles 3 and 6(b) of the Arrangement Regarding International Trade in Cotton Textiles, the Government of the Republic of China has agreed to restrain exports to Canada of certain textile products in accordance with the attached correspondence.

Embassy of the Republic of China,  
Ottawa,  
Canada.

19 July 1968

Dear Mr. Howarth,

I have the honour to refer to recent discussions in Ottawa between the officials of the Government of the Republic of China and the Government of Canada concerning the request of the Canadian Government that the Chinese Government apply restraints on exports of certain textile products to Canada.

As a result of these discussions and pursuant to the provisions of the Long-Term Arrangement Regarding International Trade in Cotton Textiles (hereinafter referred to as the Arrangement) the Chinese Government agrees to restrain exports to Canada of those textile products specified in the attached Annex to the levels indicated therein during the twelve-month period from 1 July 1968 to 30 June 1969.

It is the understanding of the Chinese Government that the Chinese and Canadian Governments shall consult with each other on any question arising from the implementation of this agreement if either Government deems such consultation necessary.

It is further understood that the Canadian Government may request consultations regarding further export restraints under the provisions of the Arrangement should circumstances warrant this, and that the Chinese Government may request consultations concerning the removal and modifications of export restraints under the provisions of the Arrangement should circumstances warrant this.

Would you please confirm that the foregoing is acceptable to the Canadian Government.

Yours very truly,

(Sgd.) K.T. Hu

K.T. Hu  
Economic Counsellor

Mr. J.E.G. Howarth,  
Director,  
International Economic Relations  
Department of Finance,  
Government of Canada,  
Ottawa,  
Ontario.

ANNEX  
to the letter dated 19 July 1968  
of the Chinese Embassy, Ottawa

Restraints to be Applied by the Republic of China  
on Certain Textile Exports to Canada  
During the Year Ending 30 June 1969

<u>Product</u>	<u>Unit</u>	<u>Basic restraint levels*</u> <u>for the year</u> <u>ending 30 June 1969</u>
1. Cotton fabric	Square yards	641,300
- of which:		
corduroy not to exceed	Square yards	58,300
2. Woven cotton shirts	Dozen	69,960
3. Cotton sleepwear	Dozen	75,557
4. Knitted cotton shirts (including sweatshirts)	Dozen	49,014
5. Trousers, slacks and shorts of cotton or rayon	Dozen	70,000
- of which:		
cotton not to exceed	Dozen	22,000

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\* The basic restraint levels are to be reduced by the amount of any overshipment that occurred in previous years for which compensating adjustments have not yet been made.

Embassy of the Republic of China,  
Ottawa,  
Canada.

20 August 1968

Dear Mr. Howarth,

I have the honour to refer to recent discussions in Ottawa between officials of the Government of the Republic of China and the Government of Canada concerning the request of the Canadian Government that the Chinese Government apply restraint on exports of certain polyester/cotton garments to Canada.

As a result of these discussions the Chinese Government agrees to restrain exports to Canada of those products specified in the attached Annex to the levels and for the periods indicated therein.

It is the understanding of the Chinese Government that the Chinese and Canadian Governments shall consult with each other on any question arising from the implementation of this agreement if either Government deems such consultation necessary.

Would you please confirm that the foregoing is acceptable to the Canadian Government.

Yours very truly,

(Sgd.) K.T. Hu

K.T. Hu  
Economic Counsellor

Mr. J.E.G. Howarth,  
Director,  
International Economic Relations  
Department of Finance,  
Confederation Building,  
Ottawa,  
Ontario.

ANNEX  
(20 August 1968)

Annual Restraint Levels For  
Woven Polyester/Cotton Shirts, Trousers, Slacks and Outer Shorts\*  
From the Republic of China to Canada  
For Three Twelve-Month Periods Beginning  
10 October 1968, 10 October 1969 and 10 October 1970

	<u>Twelve-month period beginning</u>		
	<u>10 October</u> <u>1968</u>	<u>10 October</u> <u>1969</u> (dozen)	<u>10 October</u> <u>1970</u>
<u>Category A:</u>			
<u>Woven polyester/cotton shirts</u>			
Basic level	45,136	45,136	45,136
Deductions related to previous shipments	15,048	14,145	13,215
Effective level	<u>30,088</u>	<u>30,991</u>	<u>31,921</u>
<u>Category B:</u>			
<u>Woven polyester/cotton trousers, slacks and outer shorts</u>			
Basic level	21,078	21,078	21,078
Deductions related to previous shipments	8,460	8,082	7,692
Effective level	<u>12,618</u>	<u>12,996</u>	<u>13,386</u>

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\* These restraint levels will apply to those shirts, trousers, slacks and outer shorts that are made of polyester and cotton fibre blends in which the percentage of polyester fibre by weight is 50 per cent or more.