

GENERAL AGREEMENT ON

RESTRICTED

COM.TEX/SB/1322*

2 November 1987

TARIFFS AND TRADE

Special Distribution

Textiles Surveillance Body

ARRANGEMENT REGARDING INTERNATIONAL TRADE IN TEXTILES

Notification under Article 4

Bilateral Agreement between the United States and Pakistan

The Textiles Surveillance Body received a notification from the United States of a new bilateral agreement concluded with Pakistan for the period 1 January 1987-31 December 1991.¹

The TSB, pursuant to its procedures regarding bilateral agreements notified under Article 4,² 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 modifications are contained in COM.TEX/SB/776, 934, 1024, 1162, 1163 and 1171.

²COM.TEX/SB/35, Annex B

³For the TSB's observation on this notification see COM.TEX/SB/1325.

* English only/Anglais seulement/Inglés solamente

**THE UNITED STATES AND PAKISTAN SIGN
BILATERAL TEXTILE AGREEMENT**

The United States and Pakistan exchanged notes dated May 20, 1987 and June 11, 1987 to effect a new bilateral textile Agreement. Texts of the notes follow:

UNITED STATES NOTE

Excellency:

May 20, 1987

I have the honor to refer to the Arrangement Regarding International Trade in Textiles, with Annexes, done at Geneva on December 20, 1973, and extended by Protocol on July 31, 1986 (hereinafter referred to as the Arrangement).

I further have the honor to refer to the bilateral agreement between the Government of Pakistan and the Government of the United States concerning trade in cotton textiles and textile products, effected by exchange of notes dated March 9 and March 11, 1982 and to discussions between representatives of our two Governments in Washington, D.C. from December 1 to 5, 1986 concerning exports of cotton, man-made, silk-blend and vegetable fibers textiles and textile products from Pakistan to the United States of America.

As a result of those discussions and in conformity with Article 4 of the Arrangement, I have the honor to propose the following Agreement relating to trade in cotton, man-made, silk-blend and vegetable fiber textiles and textile products between the Government of the United States of America and the Government of Pakistan:

Term of the Agreement

1. The term of this Agreement shall be the five-year period from January 1, 1987 through December 31, 1991. Each Agreement Year shall be the twelve-month period from January 1 to December 31, with the first Agreement Year commencing on January 1, 1987 and ending on December 31, 1987.

Coverage and Structure

2. Textiles and textile products covered by this Agreement shall be classified in three groups as follows:

Group	Definition
I	Cotton Specific Limits as listed in Annex B of this Agreement
II	Other cotton products, except Category 369 - part [Bar Mops]
III	Man-made fiber products, excluding Category 613-C, and apparel of silk blend and/or vegetable fiber blend other than cotton listed in Annex A

The determination of whether a textile or textile product is of cotton, man-made, silk blend or vegetable blend fiber shall be made in accordance with the terms of paragraph 3.

Classification

3. [A] Tops, yarns, piece goods, made-up articles, garments, and other textile products, which derive their chief characteristics from their textile components of cotton, man-made fiber, or blends thereof, except Category 613-C, in which any or all of those fibers in combination represent either the chief value of the fibers or 50 percent or more by weight of the product, are subject to this Agreement.

[B] For the purposes of this Agreement, textile products shall be classified as cotton or man-made fiber textiles if wholly or in chief value of any of these fibers. Any product covered by sub-paragraph [A] above but not in chief value of cotton 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 total wool and/or man-made fiber components;

[ii] Man-made fiber textiles if not classified under this paragraph as cotton or as wool (wool textiles being textiles which are not cotton, and wool equals or exceeds 17 percent by weight of all component fibers;

[C] Garments which derive their chief characteristics from their textile components of:

- [i] Vegetable fiber or
- [ii] Blends of vegetable fiber with cotton, wool and man-made fiber or
- [iii] Blends of silk with cotton, wool, man-made fiber or vegetable fiber,

In which [i] or [ii] or [iii] above is either the chief value or 50 percent or more by weight, are subject to this Agreement. For the purposes of the Agreement, such products shall be classified as silk blend and other vegetable fiber. Notwithstanding the above, garments which contain 70 percent or more silk by weight in a silk blend, and products covered under Paragraph 24 [iii] of the July 31, 1986 Protocol of Extension of the Arrangement, are not subject to this Agreement.

4. [A] The system of categories and the rates of conversion into square yards equivalent [SYE] listed in Annex A shall apply in implementing this Agreement.

[B] For the purposes of this Agreement, the categories listed below are merged and treated as single categories as indicated:

Categories merged	Designation in the Agreement
[i] 347 and 348	347/348
[ii] 638 and 639	638/639
[iii] 647 and 648	647/648
[iv] 633 and 833	633/833
[v] 645 and 646 and 845 and 846	645/646/845/846
[vi] 642 and 842	642/842
[vii] 643 and 843	643/843
[viii] 644 and 844	644/844
[ix] 650 and 850	650/850
[x] 651 and 851	651/851
[xi] 652 and 852	652/852

The square yard equivalent conversion factor for Category 638/639 shall be 15.5 percent.

Limits

5. [A] For the duration of this Agreement, the Government of Pakistan shall limit annual shipments to the United States of cotton, man-made, silk-blend and vegetable fiber textiles and textile products of Pakistan to the Group Limit, Specific Limits, and Designated Consultation Levels set out in Annexes B, C and D. The Group and Specific Limits may be adjusted in accordance with Paragraphs 8 [swing] and 9 [carryover/carryforward]. The limits set out in Annexes B, C and D do not include any adjustments permitted under paragraphs 8 and 9.

[B] The annual growth rate for cotton Specific Limits shall be 7 percent, except Categories 313 and 315, which shall be 6.5 percent, Category 339, which shall be 6 percent, and Categories 338 and 363, which shall be 5 percent. The annual growth rate for man-made, silk-blend and vegetable fiber Specific Limits shall be 6 percent.

[C] For categories in Group III not given Specific Limits or Designated Consultation Levels as set out in Annex D, the annual Minimum Consultation Levels shall be 700,000 square yards equivalent for garment categories and 1,000,000 square yards equivalent for all other categories.

[D] In the event the Government of Pakistan wishes to export to the United States of America textiles and textile products in excess of the applicable Designated or Minimum Consultation Levels in Group III, the Government of Pakistan shall request the higher levels and the Government of the United States of America shall consider the request sympathetically and shall respond promptly. If, because of problems of market disruption, as defined in Annex A of the Arrangement, in the United States of America, in a category subject to such request, the United States of America is unable to comply fully, the Government of the United States will so inform the Government of Pakistan and will supply data which form the basis for the position taken by the Government of the United States of America. If requested by the Government of Pakistan, the Government of the United States will consult promptly respecting the presence or absence of market disruption as defined in Annex A of the Arrangement. Until a mutually satisfactory change in

the Designated or Minimum Consultation Level of the category in question is established, shipments shall not exceed the Designated or Minimum Consultation Level.

Consultation Mechanism

6. [A] In the event that the Government of the United States of America believes that imports of other cotton products from Pakistan in any category or categories in Group II not covered by Designated Consultation Levels are, due to market disruption or the threat thereof, threatening to impede the orderly development of trade between the two countries, the Government of the United States of America may request consultations with the Government of Pakistan with a view to easing or avoiding such disruption. The Government of the United States of America will provide the Government of Pakistan, at the time of the request, with a statement of reasons for its request for consultations, which, in the view of the Government of the United States demonstrates:

- [1] the existence or the threat of market disruption as defined in Annex A of the Arrangement, and
- [2] the role of exports from Pakistan in that disruption or threat of disruption.

[B] The Government of Pakistan agrees to consult with the Government of the United States within 30 days of receipt of the request for consultation. Both sides agree to make every effort to reach agreement on a mutually satisfactory resolution of the issue within 90 days of the receipt of the request.

[C] During the 90-day consultation period, the Government of Pakistan agrees to hold its exports to the United States in the category or categories subject to these consultations to a level no greater than 35 percent of the amount entered, as reported in U.S. General Imports statistics, during the first 12 of the most recent 14 months preceding the month in which the request for consultations was made.

[D] If no mutually satisfactory solution is reached during these consultations, the Government of the United States of America may establish a Specific Limit for the category or categories concerned. The amount will not be less than the amount, as reported in U.S. General Imports statistics, entered during the first 12 of the most

recent 14 months preceding the month in which the request for consultations was made plus 20 percent.

[E] To facilitate administration, the Specific Limit established under sub-paragraph 6 [D] may be combined with the Limit established by sub-paragraph 6 [C], at the discretion of the United States.

[F] A Specific Limit established under sub-paragraph 6 [D] will be effective for the period beginning on the first day following the conclusion of the 90-day consultation period and ending on the last day of the then current Agreement Year. If a Specific Limit is established during an Agreement Year, the Specific Limit and any available swing will be prorated to correspond to the number of months remaining in the existing Agreement Year. Full carryforward will be available. Carryover will not be available during the Agreement Year in which the Limit is established following the request for consultations. For the second and each succeeding Agreement Year the Specific Limit established under sub-paragraph 6 [D] will be increased by seven percent annual growth.

[G] The Government of the United States of America may assist the Government of Pakistan in implementing the provisions of this consultation mechanism. Exports in excess of authorized limits for any period, if allowed entry into the United States, will be charged to the applicable Limit for the succeeding period.

Overshipments

7. [A] Exports from Pakistan in excess of authorized limits in any Agreement Year may be denied entry into the United States. Any such shipments denied entry, may be permitted entry into the United States and charged to the applicable Limit in the succeeding Agreement Year.

[B] Exports from Pakistan in excess of authorized Limits in any Agreement Year, if allowed entry into the United States during that Agreement Year, will be charged to the applicable Limit in the succeeding Agreement Year. The Government of the United States will inform the Government of Pakistan of any such charges.

[C] Any action taken pursuant to sub-paragraph 7 [A] and 7 [B] above, will not prejudice the rights of either side regarding consultations.

Flexibility Swing

8. During any Agreement Year, the Specific Limits set out in Annexes B and D, and categories converted to Specific Limits may be exceeded by not more than the percent indicated in Column D of the appropriate Annex in the case of existing Specific Limits and seven [7] percent in the case of categories converted to Specific Limits provided that the amount of the increase in one Specific Limit is compensated for by an equivalent decrease, in terms of square yards equivalent, in the Specific Limit of another category within the same group [swing].

Carryover/carryforward

9. [A] In any Agreement Year, in addition to any adjustment pursuant to paragraphs 7 and 8, exports may be exceeded by a maximum of 11 percent of the Group II Limit or Specific Limit by allocating to such Limit for that Agreement Year an unused portion [shortfall] of the corresponding Limit for the previous Agreement Year, which previous Limit will be decreased by the same amount [carryover], or a portion of the corresponding Limit for the succeeding Agreement Year, which will be deducted from the succeeding Agreement Year's corresponding Limit [carryforward] subject to the following conditions:

[i] Carryover may be utilized as available up to 11 percent of the receiving Agreement Year's applicable Limit;

[ii] Carryforward may be utilized up to 6 percent of the receiving Agreement Year's applicable Limits;

[iii] the combination of carryover and carryforward may not exceed 11 percent of the receiving Agreement Year's applicable Limits in any Agreement Year.

[B] For the purposes of this Agreement, a shortfall occurs when exports of textile or textile products from Pakistan to the United States of America during an Agreement Year are below the Group II Limit and/or any applicable Specific Limit as set forth in Annexes B, C and D. In the Agreement Year following the shortfall, such exports from Pakistan to the United States of America may be permitted to exceed the Group II Limit and/or Specific Limits, subject to the conditions of sub-paragraph 9 [A] by carryover or shortfalls in the following manner:

[i] Carryover in any Limit shall not exceed the amount of shortfall in either the Group II Limit or any applicable Specific Limit.

[ii] In the case of shortfall in a Category subject to a Specific Limit, the carryover shall be used in the Category in which the shortfall occurred.

[iii] The Group II Limit or any applicable Specific Limit for the Agreement Year in which the shortfall occurred shall be decreased by the amount used to exceed the following Agreement Year's Limit.

[C] The Limits referred to in sub-paragraphs [A] and [B] of this paragraph are without any adjustment under this paragraph or paragraph 8. The total adjustment under this paragraph shall be in addition to adjustments to the Limits permitted by paragraph 8.

Harmonized Commodity Code

10. [A] In relation to the planned adoption of the Harmonized Commodity Code [the Code], both the Government of Pakistan and the Government of the United States of America recognize that:

[i] the adoption of the Code by the United States may result in some changes in the United States' category system of textiles and textile products, under the Agreement;

[ii] it is necessary that the United States be in a position to implement any changes from a certain date;

[iii] the intent of the United States' conversion will not be to affect Pakistan's quantitative access, product by product, under the Agreement;

[iv] if such changes arise and affect trade under the Agreement, the United States and Pakistan will consult with the objective of reaching a mutually satisfactory and nondiscriminatory resolution.

[B] In order to achieve our common objective of reaching a mutually satisfactory solution, consultations shall commence sufficiently in advance of implementation, and both Governments understand that the United States will initiate consultations no later than 90 days before the Code comes into force in the United States.

Administrative Arrangements

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

Data Exchange

12. [A] The Government of the United States of America shall promptly supply the Government of Pakistan with data on monthly imports of cotton and man-made fiber textiles and textile products and silk-blend and vegetable fiber garments into the United States of America from Pakistan.

[B] The Government of Pakistan shall promptly supply the Government of the United States of America with data on monthly exports of cotton and man-made fiber textiles and textile products and silk-blend and vegetable fiber garments from Pakistan to the United States of America.

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

Spacing

13. The Government of Pakistan shall use its best efforts to space exports from Pakistan to the United States of America within each Category evenly throughout each Agreement Year, taking into consideration normal seasonal factors.

Equity

14. If the Government of Pakistan considers that as a result of limitations specified in this Agreement, it is being placed in an inequitable position in relation to a third country, the Government of Pakistan may request consultations with the United States of America with a view to taking appropriate remedial actions such as reasonable modification of the Agreement. These consultations will begin within 30 days from the date of request, unless mutually agreed otherwise.

Article 3

15. 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 textiles and textile products covered by this Agreement from Pakistan to the United States. The Government of the United States of America and the Government of Pakistan reserve their rights under the Arrangement with respect to textiles and textile products not subject to this Agreement.

Administration of Agreement

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

Handloom and Folklore Items

17. Exports of handloom fabrics of the cottage industry, handmade cottage industry products made of such handloomed fabrics, and traditional folklore handicraft textile products, also known as "Pakistan Items", are not within the purview of this Agreement. A list of Pakistan Items with definitions, as identified by representatives of both Governments, is attached to this Agreement as Annex E, and will serve as a basis for implementing this provision of the Agreement. Additional items may be subsequently added to this list by mutual agreement.

Visa System

18. The export visa system and certification procedure for handmade cottage industry products and "Pakistan Items", which has been implemented by previous administrative arrangements, will be continued in force.

Implementation Questions

19. The Government of the United States of America and the Government of Pakistan agree to consult upon the request of the other on any questions arising in the implementation of this Agreement.

20. If the two Governments are unable to reach a mutually satisfactory solution within a reasonable period of time to problems which have been the subject of

consultations under this Agreement or its related documents, either Government may, after notification to the other Government, refer such problems to such international organizations to which both Governments are parties which deal with the subject matter of this Agreement.

Revisions

21. The Government of the United States of America and the Government of Pakistan may at any time propose revisions in the terms of this Agreement. Each 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.

Cooperation in Prevention of Circumvention

22. Officials of both Governments agree to continue to cooperate closely with each other in order to identify and eliminate problems related to transshipment and circumvention of this Agreement and to exchange information relating to such activities in order to help each other to prosecute parties engaged in such practices in accordance with their respective laws and regulations.

23. The two Governments agree to undertake a major review of the agreement at the request of either government.

Right to Terminate Agreement

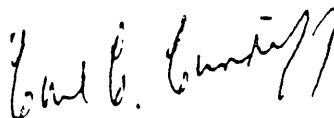
24. Either Government may terminate this Agreement, effective at the end of any Agreement Year, by written notice to the other, to be given at least 90 days prior to the end of such Agreement Year.

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

Enclosures:

Annexes A, B, C, D, E, F

For the Secretary of State:



ANNEX A

CATEGORY	DESCRIPTION	CONVERSION FACTOR	UNIT OF MEASURE
YARN			
--COTTON--			
300	Carded	4.6	LB.
301	Combed	4.6	LB.
--MAN-MADE FIBERS--			
600	Textured	3.5	LB.
601	Continuous	5.2	LB.
	Cellulosic		
602	Continuous	11.6	LB.
	Noncellulosic		
603	Spun Cellulosic	3.4	LB.
604	Spun Noncellulosic	4.1	LB.
605	Other Yarns	3.5	LB.
FABRIC			
--COTTON--			
310	Gingham	1.0	SYD
311	Velveteen	1.0	SYD
312	Corduroy	1.0	SYD
313	Sheeting	1.0	SYD
314	Broadcloth	1.0	SYD
315	Printcloth	1.0	SYD
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.D.	1.0	SYD
--MAN-MADE FIBER--			
610	Continuous	1.0	SYD
	Cellulosic, N.K.		
611	Spun Cellulosic	1.0	SYD
	N.K.		
612	Continuous	1.0	SYD
	Non-Cellulosic,		
	N.K.		
613-0 1/	Spun,	1.0	SYD
	Non-Cellulosic		
	N.K.		
614	Other Fabrics, N.K.	1.0	SYD
625	Knit	7.8	LB.
626	Pile & Tufted	1.0	SYD
627	Specialty	7.8	LB.

1/613-0 includes all fabric covered by Category 613, except fabric covered by 613 part C.

APPAREL

--COTTON--

330	Handkerchiefs	1.7	DZ.
331	Gloves	3.5	DPR
332	Hosiery	4.6	DPR

333	Suit-Type Coats, M&B	36.2	DZ.
334	Other Coats, M&B	41.3	DZ.
335	Coats, WG&I	41.3	DZ.
336	Dresses [Incl. Uniforms]	45.3	DZ.
337	Playsuits, Sun- suits, wash- suits, creepers	25.0	DZ.
338	Knit Shirts [Incl. T-Shirts, Other & Sweatshirts] M&B	7.2	DZ.
339	Knit Shirts & Blouses [Incl. T-Sweatshirts], WG&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, & Shorts [Outer], M&B	17.8	DZ.
348	Trousers, Slacks & Shorts [Outer], WG&I	17.8	DZ.
349	Brassieres, Etc.	4.8	DZ.
350	Dressing Gowns, [Incl. Bathrobes & Beach Robes, Lounging Gowns, Housecoats, & Dusters]	51.0	DZ.
351	Pajamas & Other Nightwear	52.0	DZ.
352	Underwear [Incl. Union Suits]	11.0	DZ.
353	Down & Feather- filled Coats, Jackets and Vests, M&B	41.3	DZ.
354	Down & Feather filled Coats, Jackets & Vests, WG&I	41.3	DZ.
359	Other Apparel	4.6	LB.

--MAN-MADE FIBER--			
630	Handkerchiefs	1.7	DZ.
631	Gloves	3.5	DPR
632	Hosiery	4.6	DPR
633	Suit-Type Coats, M&B	36.2	DZ.
634	Other Coats, M&B	41.3	DZ.
635	Coats, WG&I	41.3	DZ.
636	Dresses	45.3	DZ.
637	Playsuits, Sun- suits, Washsuits, etc.	21.3	DZ.
638	Knit Shirts [Incl. T-Shirts], M&B	18.0	DZ.
639	Knit Shirts [Incl. T-Shirts] WG&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&B	54.0	DZ.
644	Suits, WG&I	54.0	DZ.
645	Sweaters, M&B	36.8	DZ.
646	Sweaters, WG&I	36.8	DZ.
647	Trousers, Slacks & Shorts [Outer] M&B	17.8	DZ.
648	Trousers, Slacks & Shorts [Outer] WG&I	17.8	DZ.
649	Brassieres, etc.	4.8	DZ.
650	Dressing Gowns Incl. Bath & Beach Robes	51.0	DZ.
651	Pajamas and Other Nightwear	52.0	DZ.
652	Underwear	16.0	DZ.
653	Down & Feather- filled Coats, Jackets and Vests, M&B	41.3	DZ.
654	Down & Feather- filled Coats, Jacket & Vests, WG&I	41.3	DZ.
659	Other Apparel	7.8	LB.
--SILK BLEND and OTHER VEGETABLE FIBER--			
831	Gloves	3.5	DPR.
832	Hosiery	4.6	DPR.
833	Suit-type coats		

	Men and Boys	36.2	DZ.
834	Other coats m and b	41.3	DZ.
835	Coats, w, g, and i	41.3	DZ.
836	Dresses	45.3	DZ.
838	Knit Shirts and Blouses	14.0	DZ.
840	Shirts and Blouses not knit	20.0	DZ.
842	Skirts	17.8	DZ.
843	Suits, m and b	54.0	DZ.
844	Suits, w, g, and I	54.0	DZ.
845	Sweaters, other vegetable fiber	36.8	DZ.
846	Sweaters, silk blend	36.8	DZ.
847	Trousers, slacks and shorts [outer]	17.8	DZ.
850	Dressing gowns	51.0	DZ.
851	Pajamas and other nightwear	52.0	DZ.
852	Underwear	13.5	DZ.
858	Neckties	3.6	LB.
859	Other apparel	6.8	LB.
	MADE-UPS AND MISC.		
	--COTTON--		
360	Pillowcases	1.1	NO.
361	Sheets	6.2	NO.
362	Pedspreads & Quilts	6.9	NO.
363	Terry & Other Pile Towels	0.5	NO.
369	Other Cotton Manu- factures	4.6	LB.
	--MAN-MADE FIBER--		
665	Floor Covering	0.1	SFT
666	Other Furnishings	7.8	LB.
669	Other Man-Made Manufactures	7.8	LB.
670	Luggage, Handbags and Flatgoods	2.0	LB.

ANNEX B

GROUP I - COTTON SPECIFIC LIMITS

[A] CATEGORY	[B] BASE LEVEL FOR FIRST AGREEMENT PERIOD	[C] FIRST GROWTH [PERCENT]	[D] SWING [PERCENT]
313	64,000,000 SYE	6.5	7
315	49,000,000 SYE	6.5	7
331	650,000 DPR	7	7
334	38,500 DOZ	7	7
335	50,000 DOZ	7	7
336	131,079 DOZ	7	7
338	2,700,000 DOZ	5	7
339	650,000 DOZ	6	7
340	140,255 DOZ	7	7
341	242,513 DOZ	7	7
342	80,000 DOZ	7	7
347/348	315,574 DOZ	7	7
351	40,000 DOZ	7	7
352	200,000 DOZ	7	7
363	25,500,000 NOS	5	--
369-D	2,000,000 LBS	7	7
[Pile dish towels]	[750,000]LBS	7	7

ANNEX C

GROUP II -- OTHER COTTON CATEGORIES

The Group II base level for the first Agreement Year is 60,000,000 square yards equivalent. The Group II limit shall have 7 percent growth in each subsequent Agreement Year. Group II covers all cotton categories with Designated Consultation Levels listed below and all cotton categories listed in Annex A but not in Group I, except Category 369-part Bar Mops, which shall have a Designated Consultation Level of 15,000,000 pounds.

CATEGORY	DESIGNATED CONSULTATION LEVEL
317	6,000,000 SYD
319	4,500,000 SYD
320	8,000,000 SYD
337	30,000 DOZ
350	25,000 DOZ
369-Shop Towels	850,000 LBS

ANNEX D

GROUP III - MAN-MADE FIBER TEXTILES AND TEXTILE PRODUCTS
and SILK-BLEND AND VEGETABLE FIBER GARMENTS

SPECIFIC LIMITS

CATEGORY	BASE LEVEL FOR FIRST AGREEMENT PERIOD	GROWTH (PERCENT)	SWING (PERCENT)
631	450,000 DPR	6	6
636	80,000 DOZ	6	6
638/639	200,000 DOZ	6	6
640	62,500 DOZ	6	6
641	90,000 DOZ	6	6
647/648	425,000 DOZ	6	6

DESIGNATED CONSULTATION LEVELS

CATEGORY	DESIGNATED CONSULTATION LEVEL
634	37,500 DOZ
659	150,000 LBS
666	2,500,000 LBS

ANNEX E

In accordance with the understanding reached during the consultations of December 1-5, 1986, the Government of the United States will not apply the Federal Register Notice of June 24, 1985 to the following products: Hems of non-apparel imports from Pakistan of traditional folklore handicraft textile products made in the cottage industry of Pakistan, as defined in the list of "Pakistan items" agreed to between our governments.

ANNEX F

Definition

"Pakistan items" are those items that are uniquely and historically traditional Pakistani Products cut, sewn or otherwise fabricated by hand in the cottage industry. They are limited to the products enumerated below and such other items as may be agreed upon from time to time.

List of Pakistan Items

1. Shisha Embroidered Dresses - A traditional mirror embroidery on plain, printed or striped material, worn by the people of Sind and Baluchistan. Short, medium or long in length according to the areas from which they come.
2. Dastkari Kurta and/or Gharara - A Kurta is a type of halter blouse worn with the Gharara. A Gharara is traditional form of the pajama worn by ladies of the Moghul courts. Each leg of the Gharara measures about one yard across the bottom opening. Both made of cotton material with multi-colored embroidery and with drawstrings at the top and waist, in the tradition of the Moghul Kings.
3. Multani Kurat - Crochet worked shorts or long tunic worn by the peasants in Panjab. Crocheted work located at the next and front and has triangular inserts at the armpits.
4. Embroidered Kurta - Type of shirts or loose tunic worn throughout Pakistan over loose trousers. Is embroidered in different colors. Adapted from Angarkha by King Ahmad Shah Abdali. Worn short or long and has triangular inserts at the armpits.
5. Multani Choli - (If in part of set) Fitted blouse worn with either a Lungi (i.e., a scarf) or Sari in Panjab and Sind. Choli is embroidered in different colors or hand printed, tied either in front or back.
6. Killi Kurta - Kurta of heavy fabric with patchworked decorations applied by hand, worn by the women of Sind.
7. Burqa - Loose tunic or dress with hood attached worn by ladies when going out of the house. Worn as outer covering and often gaily embroidered or hand printed.
8. Quetta Jackets - Loose vest worn over Kurta by men and women. Made either of printed material or of embroidered material with mirrors on plain colors.

9. Ghagra - Ankle length, loose fitting skirt with drawstrings around the waist or hooks worn with either a fitted or loose choli, with traditional colors embroidered or hand printed. Worn in the Tharparkar area of Sind.
10. Batwa - (Drawstring pouches, bags, purses and string bags). Accessories for all Pakistani dresses for carrying betel nuts and other personal things. Gaily printed or hand embroidered or with mirrors, or made with colored string.
11. Shindi Julaba - Very loose ankle length garment in handloomed or hand-blocked material with a hood attached, with tie string at V opening in next and side slits at lower part extending to lower hem. Worn with or without hood in the villages of Sind and can also be embroidered.
12. Izarban - Cotton belt in multi-colored continuous lengths of unwoven threads.
13. Baluchi Kameez - Embroidered top worn by the women of Baluchistan over Shalwar or Turkish trousers. Flared tunic with extra wide sleeves tapering.
14. Cotton Embroidered Kaftan in the traditional embroidery of Multan, Makran, Derz Ghazi Khan and Nuchki. Long, Loose fitting dress with embroidery around top and bottom with side slits of about 18 inches to the lower hem.
15. Cholistan Kurta - Colorful striped, heavy, unbleached fabric worn by the camel drivers of the Cholistan Desert with stand up collar band and sleeves made into the body of the garment.
16. Chilaf - Embroidered decorative tublar case open at both ends with drawstring enclosures.
17. Dupatta - (If in part of a set) long scarf about 4 feet or more long and three feet or more wide of thin cotton fabric with colorful design worn by women to cover the head.
18. Cimmerband - Antique and embroidered wide belts worn around the waist, with heavy mirrored embroidery.

PAKISTAN NOTE


June 11, 1987

Dear Mr. Secretary,

I have the honour to acknowledge the receipt of your note dated May 20, 1987, proposing an Agreement in conformity with the Agreement Regarding International Trade in Textiles, concerning the export of cotton, wool, man-made fibre, silk-blend and other vegetable fiber textiles and textile manufactured products from Pakistan to the United States for the period January 1, 1987 to December 31, 1991.

I have the further honour to inform you that the proposals set forth in the above mentioned note are acceptable to the Government of Pakistan, and to confirm on behalf of the Government of Pakistan that your note and this note in reply thereto shall constitute an Agreement between our two Governments.

Accept, Mr. Secretary, the renewed assurances of my highest consideration.



(Jamsheed K.A. Marker)
Ambassador of Pakistan
to the United States of America