

# GENERAL AGREEMENT ON

RESTRICTED

COM.TEX/SB/1453

7 March 1989

# TARIFFS AND TRADE

Special Distribution

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Textiles Surveillance Body

## ARRANGEMENT REGARDING INTERNATIONAL TRADE IN TEXTILES

### Notification under Article 4

#### Bilateral agreement between the United States and Brazil

The Textiles Surveillance Body received a notification from the United States of a bilateral agreement<sup>1</sup> concluded with Brazil for the period 1 April 1988 to 31 March 1992.

The TSB, pursuant to its procedures regarding bilateral agreements notified under Article 4,<sup>2</sup> has examined the relevant documentation, and is forwarding the text<sup>3</sup> of the notification to participating countries for their information.

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<sup>1</sup>The previous bilateral agreement and modifications are contained in COM.TEX/SB/1133, 1281 and 1317.

<sup>2</sup>See COM.TEX/SB/35, Annex B

<sup>3</sup>For the TSB's observations on this notification see COM.TEX/SB/1455.

\*English only/Anglais seulement/Inglés solamente

Agreement Term  
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1. The term of this Agreement will be the period from April 1, 1986 through March 31, 1992. Each "agreement period" shall be a twelve-month period from April 1 of a given year to March 31 of the following year.

Coverage and Classification of Agreement  
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UNTIL ADOPTION BY THE UNITED STATES OF THE HARMONIZED COMMODITY CODE (HCC), THE FOLLOWING LANGUAGE WILL APPLY:

2. Textiles and textile products covered by this Agreement are those set forth in Annex A1. The system of categories and the rates of conversion into square yards equivalent (SYE) listed in Annex A1 shall apply in implementing this Agreement.

3. Tops, yarns, piece goods, made-up articles, garments, and other textile manufactured products which derive their chief characteristics from their textile components as described below are subject to this Agreement. 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. Products covered by this paragraph 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 cotton in combination with wool and/or man-made fibers in the aggregate equals or exceeds 50 percent by weight and the cotton component equals or exceeds the weight of each of the total wool and/or total man-made fiber components.
- (ii) Wool textiles if not cotton, and wool exceeds 17 percent by weight of all component fibers; or
- (iii) Man-made fiber textiles if not cotton or wool as described in (i) or (ii) above and containing 50 percent or more by weight of man-made fiber, or if man-made fiber in combination with cotton and/or wool in the aggregate equal or exceed 50 percent by weight of the component fibers and the man-made fiber component exceeds the weight of the total wool and/or total cotton component.

UPON ADOPTION BY THE UNITED STATES OF THE HARMONIZED COMMODITY CODE (HCC), THE FOLLOWING LANGUAGE WILL APPLY:

2. Textiles and textile products covered by this Agreement are those set forth in Annex A2. The system of categories and the rates of conversion into square meters listed in Annex A2 shall apply in implementing this Agreement.

3. 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 fiber or blends thereof, in which any or all of those fibers in combination represent the chief weight of the product, are subject to this Agreement. For the purposes of this Agreement, textile products covered by this paragraph shall be classified as:

(i) Cotton textiles if the product is in chief weight of cotton, or if the cotton with wool and/or man-made fibers in the aggregate equal or exceed 50 percent by weight of the component fibers thereof and the cotton component equals or exceeds the weight of each of the total wool and/or man-made fiber components, unless the product is a woven fabric in which wool equals or exceeds 36 percent by weight of all fibers, in which case the product will be a wool textile.

(ii) Wool textiles, if the product is in chief weight of wool, or, in the case of products which are chief weight of silk or non-cotton vegetable fibers, wool exceeds 17 percent by weight of all fibers.

(iii) Man-made fiber textiles, if the product is in chief weight of man-made fibers, or if the man-made fibers in combination with cotton and/or wool in the aggregate equal or exceed 50 percent by weight of the component fibers thereof and the man-made fiber component exceeds the weight of the total wool and/or cotton component, unless:

(a) the product is knitted or crocheted apparel in which wool equals or exceeds 23 percent by weight of all fibers, in which case the product will be a wool textile; or

(b) the product is apparel, not knitted or crocheted, in which wool equals or exceeds 36 percent by weight of all fibers, in which case the product will be a wool textile; or

(c) the product is a woven fabric in which wool equals or exceeds 36 percent by weight of all fibers, in which case the product will be a wool textile.

Coverage under this paragraph is intended to be identical with the terms of Article 12 of the Arrangement Regarding International Trade in Textiles, and in conformance with paragraph 24 of the July 31, 1986 Protocol of Extension. In the event of a question regarding whether a product is covered by this Agreement by virtue of being chief weight cotton, wool, and man-made fiber, the chief value of the fibers may be considered.

Merged Categories and Conversion Factors

4. For the purpose of this Agreement, and in recognition of the patterns of trade between Brazil and the United States, the categories below are merged and treated as single categories, with relevant conversion factors, as indicated:

Categories Merged	Designation in Agreement	Conversion Factor Interim System	Conversion Factor HCC System
300,301	300/301	4.6	8.5
317,326	317/326	1.0	1.0
334,335	334/335	41.3	34.5
338,339,638,639	338/339/638/639	12.0	10.03
342,642	342/642	17.8	14.9
347,348	347/348	17.8	14.9
410,624	410/624	1.0	1.0
445,446	445/446	14.88	12.4
647,648	647/648	17.8	14.9

Aggregate and Specific Limits

5. Commencing with the first agreement period and during the subsequent term of this Agreement, the Government of the Federative Republic of Brazil shall limit annual exports from Brazil to the United States of cotton, wool and man-made fiber textiles and textile products to the aggregate and specific limits set out in Annexes B1 or B2, as such limits may be adjusted in accordance with paragraphs 6 and 7. The aggregate and specific limits in Annexes B1 or B2 include growth, but do not include flexibility under paragraph 6 in the case of the aggregate limit, or under paragraphs 6 and 7 in the case of specific limits. Exports are subject to limits or levels for the agreement period in which exported.

Flexibility (Carryover/Carryforward)

6.(A) The extent to which any specific limit set out in Annexes B1 or B2 may be exceeded in any agreement period by carryover (the use of any unused yardage (shortfall) of the corresponding limit from the previous period) and/or carryforward (borrowing a portion of the corresponding limit from the succeeding agreement period) is eleven (11) percent, of which carryforward shall not constitute more than six (6) percent. The extent to which any aggregate limit set out in Annexes B1 or B2 may be exceeded in any agreement period by carryover or carryforward shall be subject to consultations between the two Governments. Consultations with a view toward facilitating trade shall be held within 30 days of receipt of the request of the Government of the Federative Republic of Brazil.

(B) For purposes of this Agreement, a shortfall occurs when exports of textiles or textile products from Brazil to the United States during an agreement period (plus any charges for overshipments made in the preceding years) are below any applicable limit and aggregate limit set out in Annexes B1 or B2, as decreased pursuant to paragraphs 6 and 7, or adjusted downwards for overshipments or other mutually agreed upon amendments. In the agreement period following the shortfall, such exports from Brazil to the United States of America may be permitted to exceed the applicable limits, subject to conditions set forth above, by carryover of shortfall in the following manner:

(i) the carryover shall not exceed the amount of shortfall in any applicable limit;

(ii) the shortfall shall be used in the category in which the shortfall occurred.

(C) No carryover shall be available for application during the first agreement period. No carryforward shall be available for application during the last agreement period.

#### Flexibility (Swing)

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7.(A) During any agreement period, within the applicable aggregate limit, the specific limits and sublimits set out in Annexes B1 or B2 may be exceeded by not more than six (6) percent in addition to any adjustments permitted under paragraph 6. The Government of the Federative Republic of Brazil may indicate to the Government of the United States of America the specific limit(s) and sublimit(s) to be increased.

(B) Special shift of an additional six percent shall be available from merged category 410/624 into the sublimit for 410.

#### Automatic Flexibility

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8. The Government of the United States of America may apply flexibility under paragraphs 6 and 7 to any specific limit whenever that adjustment appears appropriate to facilitate the flow of trade and the sound administration of this Agreement. To the extent that such adjustments are actually utilized, they will be implemented by means of carryover, swing and carryforward, in that order. Any unused carryforward will be re-credited to the donor limit and the Government of the Federative Republic of Brazil shall be notified of the amount to be re-credited.

Consultation Mechanism  
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9.(A) In the event that the Government of the United States believes that imports of cotton, wool or man-made fiber textiles or textile products from Brazil in any category or any product not covered by specific limits listed in Annex B1 or B2 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 may request consultations with the Government of the Federative Republic of Brazil with a view to avoiding such market disruption or the threat thereof. The Government of the United States, at the time of the request, shall provide the Government of the Federative Republic of Brazil with a detailed factual statement of the reasons and justification for its request for consultations, with current data, which in the view of the Government of the United States demonstrates:

(1) The existence or threat of market disruption, as defined in Annex A of the Arrangement, and

(2) The role of exports from Brazil in that disruption or threat of disruption.

(B) Both Governments agree to consult within 30 days of receipt of a request for consultations. 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 such request, unless this period is extended by mutual agreement.

(C) During the 90-day period, the Government of the Federative Republic of Brazil agrees to hold its exports to the United States of cotton, wool or man-made fiber textiles or textile products subject to these consultations to a level no greater than 35 percent of the amount entered in that category or product, as reported in U.S. General Import 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 may establish specific limits for shipments of cotton, wool and man-made fiber textiles and textile products in the category or for the product concerned for the duration of the Agreement. The amount will not be less than the amount entered in that category or product, as reported in U.S. General Import Statistics, during the first 12 of the most recent 14 months preceding the month in which the request for consultations was made, plus 20 percent for cotton and man-made fiber product categories and six (6) percent for wool product categories.

(E) The first term of any specific limit established under sub-paragraph (D) will begin on the first day following the conclusion of the consultation period and end on the last day of the agreement period in which the specific limit was established. If a specific limit is established during an agreement period, that limit and any applicable swing or carryforward will be prorated to correspond to the period of time remaining in the current agreement period, taking into consideration normal seasonal factors. Carryover will not be available in the first agreement period. For each remaining agreement period any specific limit will be increased by six (6) percent per agreement period in the case of cotton and man-made fiber product categories and by one (1) percent in the case of wool categories.

#### Overshipment Charges

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10.(A) Exports from the Federative Republic of Brazil in excess of authorized levels in any agreement period may be denied entry into the United States. Any such shipments denied entry may subsequently be permitted entry into the United States and charged to the applicable limit in the succeeding agreement period. The Government of the United States shall inform the Government of the Federative Republic of Brazil of any such charges.

(B) Any action taken pursuant to this paragraph shall not prejudice the rights of either Government regarding consultations.

#### Spacing Provision

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11. The Government of the Federative Republic of Brazil shall use its best efforts to space exports to the United States within each category evenly throughout the agreement period, taking into consideration normal seasonal factors.

#### U.S. Assistance in Implementation of the Limitation Provisions

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12. The Government of the Federative Republic of Brazil shall administer its export control system under this Agreement. The Government of the United States may assist the Government of the Federative Republic of Brazil in implementing the limitation provisions of this Agreement by controlling imports, by the date of export, of textiles and textile products covered by this Agreement, as visaed by the Government of the Federative Republic of Brazil in accordance with the Visa Arrangement.

Exchange of Data  
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13. Upon request the Government of the United States of America shall promptly supply the Government of the Federative Republic of Brazil with monthly data on imports of cotton, wool and man-made fiber textiles and textile products into the United States from Brazil. Upon request the Government of the Federative Republic of Brazil 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 Brazil to the United States. Each Government agrees to supply promptly any other available statistical data necessary for the implementation of this Agreement.

Administrative Arrangements  
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14. 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.

Consultation on Implementation Questions  
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15. The Government of the United States of America and the Government of the Federative Republic of Brazil, upon the request of the other, agree to consult on any question arising in the implementation of this Agreement.

Right to Propose Revisions to the Agreement  
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16. The Government of the United States and the Government of the Federative Republic of Brazil 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.

Consultations in case of Inequity vis-a-vis a Third Country  
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17. If the Government of the Federative Republic of Brazil considers that, as a result of limitations specified in this Agreement, Brazil is being placed in an inequitable position in relation to a third country, the Government of the Federative Republic of Brazil may request consultations with the Government of the United States of America with a view to taking appropriate remedial action so as to correct any inequitable situation which is determined by the parties to exist.



Agreement Circumvention  
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18. Both Governments shall take actions as are necessary to prevent circumvention of this Agreement, pursuant to Article 8 of the Arrangement and paragraph 16 of the 1986 Protocol of Extension to the Arrangement.

Article 3 of the Arrangement  
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19. 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 consultations to restrain exports of cotton, wool and man-made fiber textiles and textile products covered by this Agreement from Brazil to the United States. Each Government reserves its rights under the Arrangement with respect to textiles and textile products not subject to this Agreement.

Correct Category/Correct Quantity Visa System  
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20.(A) Both Governments agree to establish a correct category/correct quantity administrative visa arrangement.

(B) Upon establishment of a mutually agreed certification system, and in accordance with Article 12, paragraph 3 of the Arrangement, Brazilian exports of handloom fabrics of the cottage industry or hand-made cottage industry products made of such handloom fabrics, or items in an agreed list of traditional folklore handicraft textile products, will not be subject to the provisions of this Agreement.

(C) Both Governments recognize that under the Agreement the purchase of textiles and textile products to be delivered subject to the restrictions under the Agreement implies that the delivery of goods will be accompanied by a valid visa.

Provision for Harmonized Commodity Code  
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21. In accordance with Paragraph 18 of the 1986 Protocol of Extension of the Arrangement, should the adoption of the Harmonized Commodity Code by the United States Government result in a decrease in the capability of Brazil to export under the provisions of the current Agreement, steps will be taken to maintain the original capability. The United States Government therefore reaffirms its willingness to consult promptly with the Government of the Federative Republic of Brazil regarding any questions of implementation or interpretation which may arise as a result of the adoption by the United States Government of the Harmonized Commodity Code. The United States Government also reaffirms that these changes are intended to be trade neutral and that they are not intended to alter the ability of Brazil to use or benefit fully from the Agreement.

Exchange of Information

22. Each Government agrees to supply to the other Government any information within its possession which it reasonably believes to be necessary for the enforcement of this Agreement, including information pertaining to fraud and circumvention.

Right to Terminate the Agreement

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

If the foregoing is acceptable to the Government of the Federative Republic of Brazil, then this note and your Excellency's note of confirmation on behalf of the Government of the Federative Republic of Brazil shall constitute an Agreement between our two Governments.

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

For the Secretary of State

Enclosure:

Annexes A1, A2, B1, B2

ANNEX A1  
INTERIM CATEGORY SYSTEM  
Effective January 1, 1988

Categories numbered in the:  
200 series are of cotton and/or man-made fiber.  
300 series are of cotton  
400 series are of wool.  
600 series are of man-made fiber.

Category	Description	Conversion Factor to square yards	Unit
YARN			
200	Yarns put up for retail sale, and sewing thread	3.6	LBS
201	Speciality yarns	3.5	LBS
300	Carded yarns	4.6	LBS
301	Combed yarns	4.6	LBS
400	Wool yarns	2.0	LBS
600	Textured filament yarn	3.5	LBS
603	Yarn containing 85% or more by weight artificial staple fiber	3.4	LBS
604	Yarn containing 85% or more by weight synthetic staple fiber	4.1	LBS
606	Non-textured filament yarn	10.9	LBS
607	Other Staple fiber yarn	3.5	LBS
FABRIC			
218	Of yarns of different colors	1.0	SYD
219	Duck	1.0	SYD
220	Fabric of special weave	1.0	SYD
222	Knit fabric	6.7	LBS
223	Non-woven fabrics	7.6	LBS
224	Pile and tufted fabrics	1.0	SYD
225	Denim	1.0	SYD
226	Cheesecloth, batistes, lawns or voiles	1.0	SYD
227	Oxford cloth	1.0	SYD
229	Special purpose fabric	7.4	LBS
313	Sheeting	1.0	SYD
314	Poplin and broadcloth	1.0	SYD
315	Printcloth	1.0	SYD
317	Twills	1.0	SYD
326	Sateens	1.0	SYD
410	Woven fabrics	1.0	SYD
414	Other wool fabrics	1.5	LBS
611	Staple artificial fabric	1.0	SYD
613	Sheeting	1.0	SYD
614	Poplin and broadcloth	1.0	SYD
615	Printcloth	1.0	SYD
617	Twills and sateens	1.0	SYD
618	Woven cellulosic filament	1.0	SYD

619	Polyester filament fabric less than 5 oz. per syd.	1.0	SYD
620	Other non-cellulosic filament fabric	1.0	SYD
621	Impression fabric	7.8	LBS
622	Glass fiber fabric	1.0	SYD
624	Woven Man-made fiber fabric containing more than 17% by weight wool	1.0	SYD
	Staple/filament Combinations:		
625	Poplin and broadcloth	1.0	SYD
626	Printcloth	1.0	SYD
627	Sheeting	1.0	SYD
628	Twills and sateens	1.0	SYD
629	Other	1.0	SYD

APPAREL

239	Infant's sets	3.4	LBS
330	Handkerchiefs	1.7	DOZ
331	Gloves and mittens	3.5	DPR
332	Hosiery	4.6	DPR
333	M&B suit-type coats	36.2	DOZ
334	Other M&B coats	41.3	DOZ
335	W&G coats	41.3	DOZ
336	Dresses	45.3	DOZ
337	Playsuits, sunsuits, etc.	25.0	DOZ
338	M&B knit shirts	7.2	DOZ
339	W&G knit shirts and blouses	7.2	DOZ
340	M&B shirts, not knit	24.0	DOZ
341	W&G shirts & blouses, not knit	14.5	DOZ
342	Skirts	17.6	DOZ
345	Sweaters	36.8	DOZ
347	M&B trousers, slacks, & shorts	17.8	DOZ
348	W&G trousers, slacks, & shorts	17.6	DOZ
349	Brassieres and body supporting garments	4.8	DOZ
350	Dressing gowns, etc.	51.0	DOZ
351	Nightwear and pajamas	52.0	DOZ
352	Underwear	11.0	DOZ
353	M&B down-filled coats	41.3	DOZ
354	W&G down-filled coats	41.3	DOZ
359	Other cotton apparel	4.6	LBS
431	Gloves and mittens	2.1	DPR
432	Hosiery	2.8	DPR
433	M&B suit-type coats	36.0	DOZ
434	Other M&B coats	54.0	DOZ
435	W&G coats	54.0	DOZ
436	Dresses	49.2	DOZ
438	Knit shirts & blouses	15.0	DOZ
440	Shirts and blouses, not knit	24.0	DOZ
442	Skirts	18.0	DOZ
443	M&B suits	4.5	NOS
444	W&G Suits	4.5	NOS
445	M&B sweaters	14.88	DOZ
446	W&G sweaters	14.88	DOZ

## Annex A1.....

447	M&B trousers, slacks & shorts	18.0	DOZ
448	W&G Trousers, slacks, & shorts	18.0	DOZ
459	Other wool apparel	2.0	LBS
630	Handkerchiefs	1.7	DOZ
631	Gloves and mittens	3.5	DPR
632	Hosiery	4.6	DPR
633	M&B suit-type coats	36.2	DOZ
634	Other M&B coats	41.3	DOZ
635	W&G coats	41.3	DOZ
636	Dresses	45.3	DOZ
637	Playsuits, sunsuits, etc.	21.3	DOZ
638	M&B knit shirts	18.0	DOZ
639	W&G knit shirts & blouses	15.0	DOZ
640	M&B Shirts, not knit	24.0	DOZ
641	W&G shirts & blouses, not knit	14.5	DOZ
642	Skirts	17.8	DOZ
643	M&B suits	4.5	NOS
644	W&G suits	4.5	NOS
645	M&B sweaters	36.8	DOZ
646	W&G sweaters	36.8	DOZ
647	M&B trousers, slacks, & shorts	17.8	DOZ
648	W&G trousers, slacks, & shorts	17.8	DOZ
649	Brassieres & body- supporting garments	4.6	DOZ
650	Dressing gowns, etc.	51.0	DOZ
651	Nightwear & pajamas	52.0	DOZ
652	Underwear	16.0	DOZ
653	M&B down-filled coats	41.3	DOZ
654	W&G down-filled coats	41.3	DOZ
659	Other Man-made fiber apparel	7.8	LBS

## MADE-UP AND MISCELLANEOUS TEXTILES

360	Pillowcases	1.1	NOS
361	Sheets	6.2	NOS
362	Bedspreads and quilts	6.9	NOS
363	Terry & other pile towels	0.5	NOS
369	Cotton manufactures, not specified, nspf	4.6	LBS
464	Blankets	1.3	LBS
465	Floor coverings	0.1	SFT
469	Wool manufactures, nspf	2.0	LBS
665	Floor coverings	0.1	SFT
666	Other furnishings	7.8	LBS
669	Man-made fiber manufactures, nspf	7.8	LBS
670	Flat goods, handbags, luggage	2.0	LBS

ANNEX A2  
Harmonized Commodity Code

[To enter into effect upon notification by the United States that it has adopted the Harmonized Commodity Code.]

Categories numbered in the:  
200 series are of cotton and/or man-made fiber.  
300 series are of cotton.  
400 series are of wool.  
600 series are of man-made fiber.

Category	Description	Conversion Factor to square meters	Unit
<b>YARN</b>			
200	Yarn put up for retail sale, and sewing thread	6.6	KG
201	Speciality yarns	6.5	KG
300	Carded yarns	8.5	KG
301	Combed yarns	8.5	KG
400	Wool yarns	3.7	KG
600	Textured filament yarn	6.5	KG
603	Yarn containing 85% or more by weight artificial staple fiber	6.3	KG
604	Yarn containing 85% or more by weight synthetic staple fiber	7.6	KG
606	Non-textured filament Yarn	20.1	KG
607	Other staple fiber yarn	6.5	KG
<b>FABRIC</b>			
218	Yarns of different colors	1.0	M2
219	Duck	1.0	M2
220	Fabric of special weave	1.0	M2
222	Knit fabric	12.3	KG
223	Non-woven fabrics	14.0	KG
224	Pile and tufted fabrics	1.0	M2
225	Denim	1.0	M2
226	Cheesecloth, batistes, lawns or voiles	1.0	M2
227	Oxford cloth	1.0	M2
229	Special purpose fabric	13.6	KG
313	Sheeting	1.0	M2
314	Poplin and broadcloth	1.0	M2
315	Printcloth	1.0	M2
317	Twills	1.0	M2
326	Sateens	1.0	M2
410	Woven fabrics	1.0	M2
414	Other wool fabrics	2.8	KG
611	Woven fabrics containing 85% or more by weight artificial staple fibers	1.0	M2
613	Sheeting	1.0	M2
614	Poplin & broadcloth	1.0	M2
615	Printcloth	1.0	M2

Annex A2....

617	Twills & sateens	1.0	M2
618	Woven Artificial Filament	1.0	M2
619	Polyester filament fabric, less than 5 oz. per Syd.	1.0	M2
620	Other synthetic filament fabric	1.0	M2
621	Impression fabric	14.4	KG
622	Glass fiber fabric	1.0	M2
624	Woven man-made fiber fabric, containing more than 15 percent but less than 36 percent wool	1.0	M2
	Staple/filament combination:		
625	Poplin & broadcloth	1.0	M2
626	Printcloth	1.0	M2
627	Sheeting	1.0	M2
628	Twills & sateens	1.0	M2
629	Other	1.0	M2

APPAREL

239	Infants' apparel	6.3	KG
330	Handkerchiefs	1.4	DOZ
331	Gloves & mittens	2.9	DPR
332	Hosiery	3.8	DPR
333	M&B suit-type coats	30.3	DOZ
334	Other M&B coats	34.5	DOZ
335	W&G coats	34.5	DOZ
336	Dresses	37.9	DOZ
337	Playsuits, sunsuits, etc.	20.9	DOZ
338	M&B knit shirts	6.0	DOZ
339	W&G knit shirts & blouses	6.0	DOZ
340	M&B shirts, not knit	20.1	DOZ
341	W&G shirts & blouses, not knit	12.1	DOZ
342	Skirts	14.9	DOZ
345	Sweaters	30.8	DOZ
347	M&B trousers, slacks & shorts	14.9	DOZ
348	W&G trousers, slacks & shorts	14.9	DOZ
349	Brassieres & body- supporting garments	4.0	DOZ
350	Dressing gowns, etc.	42.6	DOZ
351	Nightwear & pajamas	43.5	DOZ
352	Underwear	9.2	DOZ
353	M&B down-filled coats	34.5	DOZ
354	W&G down-filled coats	34.5	DOZ
359	Other cotton apparel	8.5	KG
431	Gloves & mittens	1.8	DPR
432	Hosiery	2.3	DPR
433	M&B suit-type coats	30.1	DOZ
434	Other M&B coats	45.1	DOZ
435	W&G coats	45.1	DOZ
436	Dresses	41.1	DOZ
438	Knit shirts & blouses	12.5	DOZ
439	Infants' wear	6.3	KG
440	Shirts & blouses, not knit	20.1	DOZ
442	Skirts	15.0	DOZ
443	M&B suits	3.76	NOS

Annex A2....

444	W&G suits	3.76	NOS
445	M&B sweaters	12.4	DOZ
446	W&G sweaters	12.4	DOZ
447	M&B trousers, slacks & shorts	15.0	DOZ
448	W&G trousers, slacks & shorts	15.0	DOZ
459	Other wool apparel	3.7	KG
630	Handkerchiefs	1.4	DOZ
631	Gloves & mittens	2.9	DPR
632	Hosiery	3.8	DPR
633	M&B suit-type coats	30.3	DOZ
634	Other M&B coats	34.5	DOZ
635	W&G coats	34.5	DOZ
636	Dresses	37.9	DOZ
637	Playsuits, sunsuits, etc.	17.8	DOZ
638	M&B knit shirts	15.0	DOZ
639	W&G knit shirts & blouses	12.5	DOZ
640	M&B shirts, not knit	20.1	DOZ
641	W&G shirts & blouses, not knit	12.1	DOZ
642	Skirts	14.9	DOZ
643	M&B suits	3.76	NOS
644	W&G suits	3.76	NOS
645	M&B sweaters	30.8	DOZ
646	W&G sweaters	30.8	DOZ
647	M&B trousers, slacks & shorts	14.9	DOZ
648	W&G trousers, slacks & shorts	14.9	DOZ
649	Brassieres & body-supporting garments	4.0	DOZ
650	Dressing gowns, etc.	42.6	DOZ
651	Nightwear & pajamas	43.5	DOZ
652	Underwear	13.4	DOZ
653	M&B down-filled coats	34.5	DOZ
654	W&G Down-filled coats	34.5	DOZ
659	Other Man-made fiber apparel	14.4	KG

MADE-UP AND MISCELLANEOUS TEXTILES

360	Pillowcases	0.9	NOS
361	Sheets	5.2	NOS
362	Bedspread and quilts	5.8	NOS
363	Terry and other pile towels	0.4	NOS
369	Cotton manufactures, not specified, nspf	8.5	KG
464	Blankets	2.4	KG
465	Floor Coverings	1.0	M2
469	Wool manufactures, nspf	3.7	KG
665	Floor coverings	1.0	M2
666	Other furnishings	14.4	KG
669	Man-made fiber manufactures, nspf	14.4	KG
670	Flat goods, handbags, luggage	3.7	KG



Annex B1  
Interim Category System

AGGREGATE LIMITS:

April 1, 1988- March 31, 1989	April 1, 1989- March 31, 1990	April 1, 1990- March 31, 1991
----- 325,000,000 SYE	----- 344,500,000 SYE	----- 365,200,000 SYE
April 1, 1991- March 31, 1992		
----- 387,000,000 SYE		

SPECIFIC LIMITS:

Category	April 1, 1988- March 31, 1989	April 1, 1989- March 31, 1990
218	4,000,000 SYD	4,240,000 SYD
219	13,000,000 SYD	13,780,000 SYD
225	7,000,000 SYD	7,420,000 SYD
300/301	10,000,000 LBS	10,600,000 LBS
313	36,600,000 SYD	39,008,000 SYD
314	5,500,000 SYD	5,830,000 SYD
315	16,500,000 SYD	17,490,000 SYD
317/326	15,000,000 SYD	15,900,000 SYD
334/335	90,000 DOZ	95,400 DOZ
336	50,000 DOZ	53,000 DOZ
337	87,000 DOZ	92,220 DOZ
338/339/638/639	900,000 DOZ	954,000 DOZ
342/642	265,000 DOZ	280,900 DOZ
347/348	650,000 DOZ	689,000 DOZ
350	85,000 DOZ	90,100 DOZ
361	680,000 NOS	720,800 NOS
363	16,200,000 NOS	17,172,000 NOS
369-D	714,610 LBS	757,487 LBS
410/624	6,000,000 SYD	8,480,000 SYD
{410 SUB}	2,900,000 SYD	2,929,000 SYD
433	16,832 DOZ	17,000 DOZ
445/446	65,939 DOZ	66,598 DOZ
604	700,000 LBS	742,000 DOZ
{604-A SUB}	535,000 LBS	567,100 LBS
607	6,500,000 LBS	6,890,000 LBS
647/648	300,000 DOZ	318,000 DOZ
669-P	2,382,032 LBS	2,524,954 LBS

Annex B1.....

Category	April 1, 1990- March 31, 1991	April 1, 1991- March 31, 1992
218	4,494,400 SYD	4,764,064 SYD
219	14,606,800 SYD	15,483,208 SYD
225	7,865,200 SYD	8,337,112 SYD
300/301	11,236,000 LBS	11,910,160 LBS
313	41,348,480 SYD	43,829,369 SYD
314	6,179,800 SYD	6,550,588 SYD
315	18,539,400 SYD	19,651,764 SYD
317/326	16,854,000 SYD	17,865,240 SYD
334/335	101,124 DOZ	107,191 DOZ
336	56,180 DOZ	59,551 DOZ
337	97,753 DOZ	103,618 DOZ
338/339/638/639	1,011,240 DOZ	1,071,914 DOZ
342/642	297,754 DOZ	315,619 DOZ
347/348	730,340 DOZ	774,160 DOZ
350	95,506 DOZ	101,236 DOZ
361	764,048 NOS	809,891 NOS
363	18,202,320 NOS	19,294,459 NOS
369-D	802,936 LBS	851,112 LBS
410/624	8,988,800 SYD	9,528,128 SYD
{410 SUB}	2,958,290 SYD	2,987,873 SYD
433	17,170 DOZ	17,342 DOZ
445/446	67,264 DOZ	67,937 DOZ
604	786,520 LBS	833,711 LBS
{604-A SUB}	601,126 LBS	637,194 LBS
607	7,303,400 LBS	7,741,604 LBS
647/648	337,080 DOZ	357,305 DOZ
669-P	2,676,451 LBS	2,837,038 LBS

Annex B2  
(To take effect upon adoption by the United States  
of the Harmonized Commodity Code)

AGGREGATE LIMIT:

April 1, 1988- March 31, 1989	April 1, 1989- March 31, 1990	April 1, 1990 March 31, 1991
271,741,392 SME	288,045,876 SME	305,353,712 SME

April 1, 1991- March 31, 1992
323,581,288 SME

SPECIFIC LIMITS:

Category	April 1, 1988- March 31, 1989	April 1, 1989- March 31, 1990
218	3,344,509 M2	3,545,180 M2
219	10,869,656 M2	11,521,835 M2
225	5,852,892 M2	6,204,065 M2
300/301	4,535,924 KG	4,808,079 KG
313	30,769,487 M2	32,615,656 M2
314	4,596,700 M2	4,874,623 M2
315	13,796,101 M2	14,623,868 M2
317/326	12,541,910 M2	13,294,425 M2
334/335	90,000 DOZ	95,400 DOZ
336	50,000 DOZ	53,000 DOZ
337	87,000 DOZ	92,220 DOZ
338/339/638/639	900,000 DOZ	954,000 DOZ
342/642	265,000 DOZ	280,900 DOZ
347/348	650,000 DOZ	689,000 DOZ
350	85,000 DOZ	90,100 DOZ
361	680,000 NOS	720,800 NOS
363	16,200,000 NOS	17,172,000 NOS
369-D	324,142 KG	343,590 KG
410/624	6,689,019 M2	7,090,360 M2
(410 SUB)	2,424,769 M2	2,449,017 M2
433	16,832 DOZ	17,000 DOZ
445/446	65,939 DOZ	66,598 DOZ
604	317,515 KG	336,566 KG
(604-A SUB)	242,672 KG	257,232 KG
607	2,948,350 KG	3,125,251 KG
647/648	300,000 DOZ	318,000 DOZ
669-P	1,080,472 KG	1,145,300 KG

Annex B2.....

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Category	April 1, 1990- March 31, 1991	April 1, 1991- March 31, 1992
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216	3,757,891 M2	3,983,364 M2
219	12,213,145 M2	12,945,934 M2
225	6,576,309 M2	6,970,887 M2
300/301	5,096,564 KG	5,402,358 KG
313	34,572,595 M2	36,646,951 M2
314	5,167,100 M2	5,477,126 M2
315	15,501,300 M2	16,431,378 M2
317/326	14,092,091 M2	14,937,616 M2
334/335	101,124 DOZ	107,191 DOZ
336	56,180 DOZ	59,551 DOZ
337	97,753 DOZ	103,618 DOZ
338/339/638/639	1,011,240 DOZ	1,071,914 DOZ
342/642	297,754 DOZ	315,619 DOZ
347/348	730,340 DOZ	774,160 DOZ
350	95,506 DOZ	101,236 DOZ
361	764,048 NOS	809,891 NOS
363	18,202,320 NOS	19,294,459 NOS
369-D	364,206 KG	386,058 KG
410/624	7,515,782 M2	7,966,729 M2
{410 SUB}	2,473,507 M2	2,498,242 M2
433	17,170 DOZ	17,342 DOZ
445/446	67,264 DOZ	67,937 DOZ
604	356,759 KG	378,165 KG
{604-A SUB}	272,666 KG	289,026 KG
607	3,312,767 KG	3,511,533 KG
647/648	337,080 DOZ	357,305 DOZ
669-P	1,214,018 KG	1,286,859 KG

BRAZILIAN NOTE

Washington, D.C., September 19, 1988

Excellency,

I have the honor to refer to your Note of September 19, 1988, in which you propose an agreement relating to trade in cotton, wool and man-made fiber textiles and textile products between the Government of the United States of America and the Government of the Federative Republic of Brazil for the period starting on April 1, 1988 and ending on March 31, 1992.

2. I wish to confirm, on behalf of the Government of the Federative Republic of Brazil, that the proposal contained in your Note is acceptable and your Note and this Note in reply constitute an agreement between our two Governments.

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

MARCILIO MARQUES MOREIRA  
Ambassador of Brazil