GENERAL AGREEMENT ON

<u>RESTRICTED</u> COM.TEX/SB/1753^{*} 7 August 1992 Special Distribution

TARIFFS AND TRADE

Textiles Surveillance Body

ARRANGEMENT REGARDING INTERNATIONAL TRADE IN TEXTILES

Notification under Article 4:4

Amendment of the bilateral agreement between Canada and Thailand

The Textiles Surveillance Body received a notification from Canada of an amendment of its bilateral agreement with Thailand. A restraint was agreed on cotton terry towels, washcloths and sets for the period 1 December 1990 to 31 December 1991.

The TSB, pursuant to its procedures regarding notifications made under Article 4, has examined the relevant documentation and is forwarding the text of the notification to participating countries for their information.

¹The bilateral agreement is contained in COM.TEX/SB/1380.

²See COM.TEX/SB/35, Annex B.

*English only/Anglais seulement/Inglés solamente 92-1078 COM.TEX/SB/1753 Page 2

AGREED RECORD OF DISCUSSIONS

1. Delegations representing the Government of Canada and the Government of the Kingdom of Thailand met from 29-30 January 1990, in Bangkok to discuss the export of cotton terry towels, washcloths and sets from Thailand to Canada in accordance with the provisions of paragraphs 29-33 of the Memorandum of Understanding between the Government of Canada and the Government of the Kingdom of Thailand relating to the Export from Thailand of Certain Textiles and Textile Products for Import into Canada (MOU).

2. The two delegations were unable to reach agreement on a restraint level for the export of cotton terry towels, washcloths and sets from Thailand to Canada. Both sides agreed to enter into further consultations to find mutually satisfactory resolution at a convenient time.

3. In the absence of an agreement the provisions of the Article 31 of the MOU shall apply for the period from 1 December 1989 to 28 February 1990. In this regard the level to be applicable during this period will be 105,005 kgs. For the remaining period beginning 1 March 1990 to 30 November 1990 the provisions of Article 32 of the MOU will apply. The annual level of 324,926 kgs will be prorated over this period (243,694 kgs).

4. Effective 1 March 1990, imports into Canada of cotton terry towels, washcloths and sets from Thailand will be governed by paragraph 8 to 14 of the MOU, and will be described as Category 14.

Mr. Jean Saint-Jacques Head of the Delegation of Canada Mrs. Oranuj Osatananda Head of the Delegation of Thailand

Bangkok, Thailand 30 January 1990

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AGREED RECORD OF DISCUSSIONS

1. Delegations representing the Government of Canada and the Government of the Kingdom of Thailand met on 21 March 1991, in Bangkok to discuss the export of cotton terry towels, washcloths and sets from Thailand to Canada pursuant to paragraph 2 of the Agreed Record of Discussions of 30 January 1991, and to the Memorandum of Understanding between the Government of Canada and the Government of the Kingdom of Thailand relating to the Export from Thailand of Certain Textiles and Textile Products for Import into Canada (MOU).

2. The two delegations agreed that exports of terry towels, washcloths and sets from Thailand to Canada will be subjected to restraint for the period 1 December 1990, to 31 December 1991. The restraint level and flexibility provisions are contained in Appendix I to this Agreed Record.

3. Cotton terry towels, washcloths and sets are defined in Section 17 of Annex II of the MOU. These products shall be specified as Category 14 of the MOU.

4. This Agreed Record of Discussions and accompanying appendix will be considered Annex IV of the MOU.

5. The two delegations noted that their signatures to this Agreed Record were on an ad referendum basis subject to an exchange of letters between the two Governments confirming their acceptance of this Agreed record of Discussions.

For the Government of Canada

For the Government of the Kingdom of Thailand Mr. Charae Chutharatkul

Mr. Jean Saint-Jacques

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APPENDIX I

Cat	A) (B) egory Short lo. Descripti	on Period	(C) Restraint Level	(E) Swing	(F) Carry over/ Carry forward	(G) Conversion Factor
14	Cotton Terry Towels, Washcloths and sets	1 Dec. 1990 to 31 Dec. 1991		(1) 72	10 % (5%)	2.8M ² /Kg

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(1) (Based on an Annual Level of 365,087 Kg for Calendar Year 1991 which includes 6% growth)