

GENERAL AGREEMENT ON TARIFFS AND TRADE

RESTRICTED

COM.TEX/SB/1818*
20 April 1993

Special Distribution

Textiles Surveillance Body

ARRANGEMENT REGARDING INTERNATIONAL TRADE IN TEXTILES

Notification under Article 4

Extension of the bilateral agreement between Finland and Sri Lanka

The Textiles Surveillance Body received a notification from Finland of an extension of its bilateral agreement with Sri Lanka for the period 1 January 1993 to 31 December 1994.¹

The TSB, pursuant to its procedures regarding notifications received under Article 4,² has examined the relevant documentation and is forwarding the text of the notification to participating countries for their information.

¹ The bilateral agreement is contained in COM.TEX/SB/1689.

² See COM.TEX/SB/35, Annex B.

* English only/Anglais seulement/Inglés solamente

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MEMORANDUM OF UNDERSTANDING

1. A Delegation of the Government of the Republic of Finland and a Delegation of the Government of the Democratic Socialist Republic of Sri Lanka met in Brussels on 4 and 5 December 1992, and discussed the desirability of the extension of the Memorandum of Understanding dated 14 January 1992, for a further period.

2. The Delegations agreed that having regard to the Arrangement Regarding International Trade in Textiles, in particular Article 4 and paragraph 2 of Annex B, the Memorandum of Understanding be extended for a further period of two years commencing 1 January 1993, and ending on 31 December 1994, subject to the same terms and conditions as set out in the said Memorandum of Understanding, modified as follows provided, however, that if the Agreement on Textiles under the Uruguay Round of Multilateral Trade Negotiations shall come into force at any time before 31 December 1994, this Memorandum of Understanding shall be replaced and superseded by that Agreement.

- i. The base levels for men's and boys' shirts of cotton and man-made fibres shall be 92,457 pieces for the year 1993;
- ii. the carryover and carry forward flexibilities contained in the Memorandum of Understanding shall be applicable for the years 1993 and 1994;
- iii. having regard to Sri Lanka's 200 Garment Factory Programme, the Government of the Republic of Finland
 - (a) has increased the growth rate for 1994 to six per cent, and
 - (b) has agreed to grant Sri Lanka an Outward Processing Trade quota equivalent to fifty per cent of the base level for the restrained category for each of the years 1993 and 1994.

Done in Brussels on 5 December Nineteen Hundred and Ninety Two.

For the Government of the
Republic of Finland

(signed) Erik Hagfors

For the Government of
the Democratic Socialist
Republic of Sri Lanka

(signed) Milinda Moragoda