

GENERAL AGREEMENT ON

TARIFFS AND TRADE

RESTRICTED

COM.TEX/SB/1842*
22 July 1993

Special Distribution

Textiles Surveillance Body

ARRANGEMENT REGARDING INTERNATIONAL TRADE IN TEXTILES

Notification under Article 4

Extension and modification of the bilateral agreement between Canada and Brazil

The Textiles Surveillance Body received a notification from Canada of an extension and modification of its agreement with Brazil for the period 1 January 1993 to 31 December 1993, with provision for a possible twelve-month extension.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.

¹The bilateral agreement and a previous extension are contained in COM.TEX/SB/1574 and 1729.

²See COM.TEX/SB/35, Annex B.

*English only/Anglais seulement/Inglés solamente
93-1192

Canada-Brazil Textile and Clothing Negotiations

Agreed Record of Discussions

1. Delegations representing the Government of Canada and of the Government of the Federative Republic of Brazil met on 16-17 December 1992 in Ottawa to discuss the extension of the Memorandum of Understanding between the Government of Canada and the Government of the Federative Republic of Brazil relating to the export from Brazil of certain textiles and textile products for import into Canada ("the MOU"), and the conversion of the restraint structure in the MOU to one based on the Harmonized System of Commodity Description and Coding System ("the HS").
- 2 a. The two delegations agreed that the MOU should be extended for a one year period, until 31 December 1993. They agreed that, effective 1 January 1993, Annexes I and II attached shall replace Annexes I and II of the MOU.
- b. Should the Uruguay Round transition arrangement for integration of the textile sector into the GATT not come into force on or before 31 December 1993, this Agreement will be extended for a second year commencing on 1 January 1994. However, any such extension of this bilateral agreement shall be brought into conformity with any successor to the current protocol of extension to the Multi-Fibre Arrangement.

For the Government of
Canada

For the Government of the
Federative Republic of Brazil

Ottawa, 17 December 1992

ANNEX I - RESTRAINT LEVELSBRAZILGROUP II

(A) Agreement Item No.	(B) Product Coverage		(C) 1993 Restraint Level (unit)	(D) Growth	(E) Swing	(F) Carryover/ Carry Forward	(G) Combined Flexibility (E) & (F)	(H) Conversion Factor
41.a	41.1	Bed sheets (NMB)	1,900,534	7%	5%	10% (5%)	12%	0.5 Kgm/unit
41.b	41.2	Pillow cases (NMB)	1,900,534	7%	5%	10% (5%)	12%	0.2 Kgm/unit
42a	42.1	Toilet and kitchen linen, cotton terry, woven (KGM)	1,310,118	6%	5%	10% (5%)	12%	2.8m ² /unit
42b	42.1	- of which, Toilet and kitchen linen, cotton terry, woven, excluding terry towels of more than 30 inches by 60 inches (76cm by 150cm) in size	889,587	7%	5%	10% (5%)	12%	2.8m ² /unit

ANNEX II - PREAMBLE

BRAZIL

1. A partially manufactured textile article shall be taken to include an article unfinished or incomplete (including cut or shaped fabric for making such articles), provided that, as presented, the incomplete or unfinished article has the essential character of the complete or finished article. It shall also be taken to include the article presented unassembled or disassembled.

2. Unless otherwise indicated, products covered by restraints under this arrangement in Group II are those which predominate by weight of wool, cotton, or man-made fibres.

ANNEX II - TEXTILE CATEGORIES

BRAZIL

GROUP II

Short Description	Category	Sub- Category	Long Description	Units
Bed sheets and pillow cases	41		Bed sheets and pillow cases, of cotton or man-made fibres:	NMB
- Bed sheets		41.1	- Bed sheets	
- Pillow cases		41.2	- Pillow cases	
Toilet and kitchen linen cotton terry, woven		42.1	- Toilet linen and kitchen linen, woven, of terry towelling, of cotton	KGM

Agreed Record of Discussions

1. Delegations representing the Government of Canada and the Government of the Federative Republic of Brazil met on 21-22 January 1993 in Brasilia to discuss the export of T-shirts from Brazil to Canada in accordance with the provisions of the Arrangement Regarding International Trade in Textiles (MFA).

2. During these discussions it was agreed that, pursuant to Article 4 of the MFA, Brazilian authorities will, effective 1 January 1993, restrain exports of T-shirts (Category 8.2) from Brazil to Canada through the issuance of Export Licences issued by the appropriate Brazilian authority. In this context, it was agreed that Annex I, Annex II and the Preamble of the Memorandum of Understanding between the Government of Canada and the Government of the Federative Republic of Brazil relating to the export from Brazil of certain textiles and textile products for import into Canada ("the MOU"), shall be amended to include T-shirts in accordance with Appendices I, II and III to this Agreed Record.

For the Government of Canada

For the Government of the
Federative Republic of Brazil

Brasilia, 22 January 1993

APPENDIX 1

ANNEX I - RESTRAINT LEVELS

BRAZIL

GROUP I

(A) Agreement Item No.	(B) Product Coverage		(C) 1993 Restraint Level (NMB)	(D) Growth	(E) Swing	(F) Carryover/ Carry Forward	(G) Combined Flexibility (E) & (F)	(H) Conversion Factor
	Category	Short Description						
8a	8.2	T-shirts	4,450,000	6%	n/a	11% (6%)	n/a	n/a

APPENDIX II

ANNEX II - PREAMBLE

BRAZIL

1. Unless otherwise indicated, gender means garments for men (M), boys (B) (sizes 8 to 18), women (W), girls (G) (sizes 7 to 16), children (C) (sizes 2 to 6X) and babies, of a body height not exceeding 86 cm (sizes 0 to 24 months).
2. Unless otherwise indicated, swing is permitted from adult garments to children's at a 3 to 5 ratio.
3. A partially manufactured textile article shall be taken to include an article unfinished or incomplete (including cut or shaped fabric for making such articles), provided that, as presented, the incomplete or unfinished article has the essential character of the complete or finished article. It shall also be taken to include the article presented unassembled or disassembled.
4. Garments of indeterminate gender, including unisex garments, are to be counted as of female gender.
5. Unless otherwise indicated, products covered by restraints under this arrangement in Group I and in Group II are those which predominate by weight of wool cotton, or man-made fibres.

ANNEX II - APPAREL CATEGORIES

BRAZIL

GROUP II

Short Description	Category	Sub- Category	Long Description	Units
T-shirts		8.2	T-shirts (other than of the underwear type) MBWGC, k/c.	NMB