

**GENERAL AGREEMENT
ON TARIFFS AND TRADE**

RESTRICTED
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Textiles Surveillance Body

Original: English

ARRANGEMENT REGARDING INTERNATIONAL TRADE IN TEXTILES

Notification under Article 4

Extension and modification of the bilateral agreement between
Finland and India

The Textiles Surveillance Body received a notification from Finland of a further extension with modifications of its agreement with India for the period 1 January to 31 December 1994, with the possibility for a further twelve-month extension.¹

The TSB, pursuant to its procedures regarding notifications made 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 bilateral agreement, amendments and a previous extension are contained in COM.TEX/SB/1245, 1431 and 1685.

²See COM.TEX/SB/35, Annex B.

³For the TSB's observation on this notification, see COM.TEX/SB/1893.

*English only/Anglais seulement/Inglés solamente

AGREEMENT

On the extension, with modifications, of the Memorandum of Understanding between the Government of Finland and the Government of India.

Consultations were held between the Delegations of the Governments of Finland and the Government of India on 20-22 October 1993, in Helsinki, on the extension, with the appropriate modifications, of the Memorandum of Understanding between the Government of Finland and the Government of India of certain textile products for import into Finland, of 28, November 1986, as amended on 1 July 1988, and extended, with modifications on 20 December 1991. The Delegations agreed on the following:

1. (A) The validity of the Memorandum of Understanding is extended up to 31 December 1994. Thereafter, the application of all the provisions of the Memorandum of Understanding shall be extended automatically for a period of one more year up to 31 December 1995, unless either Party notifies the other at least six months before 31 December 1994, that it does not agree with this extension. However, if the Agreement on trade in textiles and clothing products resulting from the Uruguay Round GATT trade negotiations is concluded and enters into force at an earlier date, this Memorandum of Understanding shall be automatically terminated as of the date agreed for the implementation of the results of the Uruguay Round trade negotiations.

(B) This agreement does not affect the rights or obligations of either Party under the transition arrangement of the Uruguay Round.
2. For the periods referred to above, Annex I to this Agreement shall replace Annex I to the Agreement of 20 December 1991. The swing referred to in paragraph 10 of the Memorandum of Understanding shall be raised to 6 per cent.
3. The Delegation of the Government of India expressed concerns about the possibility of increases in import restrictions on textiles and clothing in Finland as a consequence of Finland's accession negotiations to the European Community, and expressed the point of view that appropriate remedies may have to be worked out in this regard. The Delegation of the Government of Finland took note of the concerns and points of view expressed, by the Delegation of the Government of India.

Done in Helsinki on 22 October 1993, in two originals.

For the Government of Finland

For the Government of India

Erik Hagfors
Ambassador
Department of External Economic Relations
Ministry of Foreign Affairs

S. Narayanan
Joint Secretary
Ministry of Textiles

(a) Category	(b) Finnish Tariff Classification	(c) Description	(d) Unit of Quantity	(e) Restraint limits 1.1.94 to 31.12.94	(f) Growth rates for 1995 over 1994 limits (%)	(g) Conversion factor (pcs/kg)
1.	62.06.30.00 62.06.40.00 62.05.20.00 62.05.30.00	Women's and girls' blouses and shirt-blouses, of cotton and man-made fibres, men's and boys' woven shirts of cotton and man-made fibres	pieces	950,583	5.00	4.12
	of which 52.06.30.00 62.06.40.00	Women's and girls' blouses and shirt-blouses, of cotton and man-made fibres	pieces	668,371	5.00	4.77
3.	61.09.10.10 61.09.10.20 61.09.10.90 61.09.90.22 61.09.90.23 61.09.90.29 61.99.90.32 ex 61.11.20.00 ex 61.11.30.10 ex 61.11.30.20 ex 61.11.90.10 ex 61.11.90.90	Knitted undershirts other than with collars, including t-shirts and other like undershirts, of cotton and man-made fibres	pieces	780,626	5.00	7.5
4.	63.03.21.00 63.02.22.00 63.02.31.00 62.02.32.00	Bed linen, of cotton and other textile materials (excluding silk)	kgs	246,965	5.00	1