

**GENERAL AGREEMENT
ON TARIFFS AND TRADE**

RESTRICTED
COM.TEX/SB/1888*
11 April 1994
Special Distribution

(94-0648)

Textiles Surveillance Body

Original: English

ARRANGEMENT REGARDING INTERNATIONAL TRADE IN TEXTILES

Notification transmitted under Articles 7 and 8

Extension and modification of the agreement between
Canada and Poland

The Textiles Surveillance Body received a notification under Article 4 from Canada of an extension and modification of its agreement with Poland for the period 1 January to 31 December 1993.¹

The TSB decided to transmit the text of the notification to participating countries under Articles 7 and 8 as Poland had not as yet accepted the 1993 Protocol maintaining in force the Arrangement.²

¹The bilateral agreement, amendment and a previous extension are contained in COM.TEX/SB/1411, 1446 and 1770.

²For a general observation regarding this notification, see paragraph 42 of COM.TEX/SB/1893.

*English only/Anglais seulement/Inglés solamente

Embassy of Canada

Note No. 0126

23 October 1992

Usual opening ... quote and has the honour to refer to the Memorandum of Understanding between the Government of Canada and the Government of Poland relating to the export from Poland of certain textiles and textile products for import into Canada (MOU).

In light of the continued delay in the completion of the Uruguay Round of Multilateral Trade Negotiations, it is clear that the MTN results on Textiles and Clothing will not be implemented on 1 January 1993, as was expected last year when the MOU was extended until 31 December 1992. To date, the Textiles Committee of the GATT has not taken a decision on the extension of the Arrangement Regarding International Trade in Textiles (MFA) beyond its expiry date of 31 December 1992. It is likely that a decision in this respect will not be made until much later in 1992.

Under these circumstances, there is already considerable uncertainty among producers, exporters and importers in Canada and in Poland with respect to the rules which will govern our bilateral trade in clothing in 1993. Orders have already been placed for delivery in 1993. Manufacturers in Canada and in Poland will soon have to purchase products to meet their 1993 delivery commitments. Canadian importers also have committed themselves to meet increasingly stringent deadlines for delivery to their Canadian customers. In the absence of the extension of the MOU, Canadian authorities are not in a position at this time to counsel Canadian importers on whether the current import régime would continue into 1993.

Canadian authorities remain committed to maintaining an effective import control policy for the textile and clothing industries in order to ensure a moderate growth in low-cost imports and to provide the Canadian industry with a climate that is conducive to an orderly adjustment process. The current bilateral textile agreement between Poland and Canada has served to ensure secure terms of access for clothing exports from Poland.

The Canadian authorities propose that the MOU be extended until 31 December 1993, or if the Polish authorities are agreeable, to 31 December 1994. This extension would apply to all terms and conditions of the MOU, including growth rates and flexibility provisions. It would also be without prejudice to any changes that may be required to be implemented as a result of a successful conclusion of the Uruguay Round. Therefore, in the event that the MTN results are implemented in 1994, the second year of this extension would be superseded by the restraint structure contained in the MTN agreement.

If the Polish authorities are in agreement with the proposed extension of the MOU, the Canadian authorities propose further that the attached documents entitled quote ANNEX I - Restraint Levels - Poland - Group I unquote, quote ANNEX II - Preamble - Poland unquote and quote ANNEX II - Clothing Categories - Poland - Group I unquote, which represent the conversion of the structure of restraints on imports of clothing into Canada from Poland to one based on the Harmonized System, replace ANNEXES I and II of the MOU, effective 1 January 1993.

The Canadian authorities would appreciate an early response to these proposals, preferably by 19 October 1992. In the event that the Polish authorities are in agreement with these proposals, the Canadian authorities would propose that this note, along with the reply from the Polish authorities, constitute an agreement extending the MOU based on the HS until the date on which we mutually agree. Unquote ... usual closing.

ANNEX I - RESTRAINT LEVELSPOLANDGROUP I

(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 (m2/unit)
	Category	Short Description						
1	1.0	Coats, jackets and rainwear	360,677	6%	5%	10% (5%)	12%	3.1
3a	3.1 3.3	Suits, MB; Jackets and blazers, MB	87,385	3%	2%	10% (5%)	12%	3.8
5	5.1-5.3 5.5	Trousers, MBWGC; Shorts	899,751	3%	5%	10% (5%)	12%	1.9
5a	5.1-5.3	- of which: Trousers, MBWGC;	830,539	3%	5%	10% (5%)	12%	1.9
5b	5.1	- of which: Trousers, MB, wool	207,634	3%	5%	10% (5%)	12%	1.9
6	6.0	Tailored collar shirts, MBC	113,410	3%	5%	10% (5%)	12%	1.8
10	10.0	Sleepwear and bathrobes	465,083	6%	5%	10% (5%)	12%	2.8
11	11.0	Sweaters	276,890	3%	5%	10% (5%)	12%	1.2

Note 1: HS codes for C are excluded for Categories 3.1 and 3.3.

ANNEX I - RESTRAINT LEVELSPOLANDGROUP II

(A) Agreement		(B) Product Coverage	(C) 1993 Restraint Level (kgm)	(D) Growth	(E) Swing	(F) Carryover/ Carry Forward	(G) Combined Flexibility (E) & (F)	(H) Conversion Factor (m2/unit)
No.	Category	Short Description						
31a	31.1	Combed wool fabric	210,808	3%	5%	10% (5%)	12%	4.0
34	34	Nylon fabric	122,902	6%	5%	10% (5%)	12%	14.9
35	35	Polyester filament fabric	107,681	6%	5%	10% (5%)	12%	10.1
42a	42.1	Toilet and kitchen linen, cotton terry, woven	861,453	6%	5%	10% (5%)	12%	2.8

Note: No swing between products in Group I and products in Group II.

Annex II

PREAMBLE

POLAND

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 and babies' garments 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 Group II are those which predominate by weight of wool, cotton, or man-made fibres.

ANNEX II - CLOTHING CATEGORIES**POLAND****GROUP I**

Short Description	Category	Sub Category	Long Description	Units
Coats, jackets & rainwear	1		<ul style="list-style-type: none"> - Overcoats, raincoats, car-coats, capes, cloaks, and similar articles - <u>MBWGC, k/c & woven</u>; - Anoraks (including ski-jackets) wind-cheaters, wind-jackets and similar articles - <u>MBWGC, k/c</u>; - anoraks (including ski-jackets), wind-cheaters, wind-jackets and similar articles, other than those lined and designed to protect the wearer against the cold - <u>MBWGC, woven</u>; - garments, made up of fabrics of headings 59.03 (plastic), 59.06 (rubber) or 59.07 (other), containing 50% or more by weight of textile material - <u>MBWGC, k/c & woven</u>; - lining of thermal characteristics suited for garments of sub-category 1.3 - <u>MBWGC, k/c & woven</u>; 	NMB
- Coats		1.1	<ul style="list-style-type: none"> - Overcoats, car-coats, capes & cloaks, other than rainwear - <u>MBWGC, k/c & woven</u>; - lining of thermal characteristics suited for garments of sub-category 1.3 - <u>MBWGC, k/c & woven</u>. 	
- Jackets		1.2	<ul style="list-style-type: none"> - Anoraks (including ski-jackets) wind-cheaters and wind-jackets - <u>MBWGC, k/c</u>; - anoraks (including ski-jackets), wind-cheaters and wind-jackets, other than those lined and designed to protect the wearer against the cold - <u>MBWGC, woven</u>. 	
- Rainwear		1.3	<ul style="list-style-type: none"> - Raincoats and rainwear - <u>MBWGC, k/c & woven</u>; - garments made up of fabrics of headings 59.03 (plastic), 59.06 (rubber) or 59.07 (other), containing 50% or more by weight of textile material - <u>MBWGC, k/c & woven</u>. 	
Winter outerwear	2		<ul style="list-style-type: none"> - Anoraks (including ski-jackets), wind-cheaters, wind-jackets and similar articles, lined and designed to protect the wearer against the cold - <u>MBWGC, woven</u>; - bib and brace overalls (e.g. ski overalls), lined and designed to protect the wearer against the cold - <u>MBWGC, woven</u>; - trousers and breeches (e.g. ski pants), lined and designed to protect the wearer against the cold - <u>MBWGC, woven</u>; - ski suits - <u>MBWGC, woven</u>; - snowsuits, snowmobile suits and similar articles - <u>MBWGC, woven</u>; - lining of thermal characteristics suited for garments of sub-category 1.2 - <u>MBWGC, k/c & woven</u>; 	NMB
- Winter outerwear, MBWG		2.1	<ul style="list-style-type: none"> - Men's, boys', women's and girls'. 	
- Winter outerwear, C		2.2	<ul style="list-style-type: none"> - Children's. 	

Short Description	Category	Sub Category	Long Description	Units
Male casual & fine wear	3		Suits, ensembles, jackets, blazers - <u>MBC, k/c & woven</u> :	NMB
- Fine suits, MBC		3.1	- Suits - <u>MBC, k/c & woven</u> .	
- Ensembles, MBC		3.2	- Ensembles - <u>MBC, k/c & woven</u> .	
- Jackets & blazers, MBC		3.3	- Jackets and blazers - <u>MBC, k/c & woven</u> .	
Female casual & fine wear	4		- Suits, ensembles, jackets, blazers, dresses, skirts, divided-skirts - <u>WGC, k/c & woven</u> ;	NMB
			- Saris, <u>WGC, woven</u>	
- Suits & ensembles, WGC		4.1	- Suits and ensembles - <u>WGC, k/c & woven</u> .	
- Jackets & blazers, WGC		4.2	- Jackets and blazers - <u>WGC, k/c & woven</u> .	
- Dresses		4.3	- - Dresses - <u>WGC, k/c & woven</u>	
			- - Saris - <u>WGC, woven</u>	
- Skirts		4.4	- Skirts and divided skirts - <u>WGC, k/c & woven</u> .	
Trousers, overalls & shorts	5		- Trousers, bib and brace overalls, breeches, shorts - <u>MBWGC, k/c & woven</u> ;	NMB
			- coveralls - <u>MBWGC, k/c & woven</u> ;	
- Trousers, MB		5.1	- Trousers and breeches - <u>MB, k/c & woven</u> .	
- Trousers, WG		5.2	- Trousers and breeches - <u>WG, k/c & woven</u> .	
- Trousers, C		5.3	- Trousers and breeches - <u>C, k/c & woven</u> .	
- Overalls & coveralls		5.4	- - Bib and brace overalls - <u>MBWGC, k/c & woven</u> ;	
			- coveralls - <u>MBWGC, k/c & woven</u> .	
- Shorts		5.5	- Shorts - <u>MBWGC, k/c & woven</u> .	
Tailored collar shirts, MBC	6		Shirts (with tailored collar) - <u>MBC, k/c & woven</u> .	NMB
Woven shirts, blouses & similar articles	7		- Shirts, blouses, shirt-blouses - <u>MBWGC, woven</u> ;	NMB
			- other singlets and vests (other than of the underwear type) - <u>MBWGC, woven</u> ;	
			- and other similar articles - <u>MBWGC, woven</u> ;	
- Woven shirts & similar articles, MB		7.1	- Men's & boy's:	
			- Shirts - <u>woven</u> .	
			- other singlets and vests (other than of the underwear-type) - <u>woven</u> ;	
			- and other similar articles - <u>woven</u> .	
- Woven blouses & similar articles, WG		7.2	- Women's & girls':	
			- shirts, blouses, shirt-blouses - <u>woven</u> ;	
			- other singlets and vests (other than of the underwear type) - <u>woven</u> ;	
			- and other similar articles - <u>woven</u> .	
- Woven shirts, blouses & similar articles, C		7.3	- Children's:	
			- shirts, blouses, shirt-blouses - <u>woven</u> ;	
			- other singlets and vests (other than of the underwear type) - <u>woven</u> ;	
			- and other similar articles - <u>woven</u> .	

Short Description	Category	Sub Category	Long Description	Units
Athletic wear, k/c shirts, blouses & similar articles, T-shirts & sweatshirts - k/c shirts, blouses & similar articles - T-shirts - Sweatshirts - Athletic wear	8	8.1 8.2 8.3 8.4	- Shirts, blouses, shirt-blouses, <u>MBWGC, k/c</u> ; - other singlets and vests (other than of the underwear type) - <u>MBWGC, k/c</u> ; - and other similar articles - <u>MBWGC, k/c</u> ; - T-shirts (other than of the underwear type), <u>MBWGC, k/c</u> ; - brushed and fleeced pullovers (sweatshirts) - <u>MBWGC, k/c</u> ; - ski suits - <u>MBWGC, k/c</u> ; - track suits and other athletic wear - <u>MBWGC, k/c & woven</u> ; - Shirts, blouses, shirt-blouses - <u>MBWGC, k/c</u> ; - other singlets and vests (other than of the underwear-type) - <u>MBWGC, k/c</u> ; - and other similar articles - <u>MBWGC, k/c</u> ; - T-shirts (other than of the underwear type) - <u>MBWGC, k/c</u> ; - Brushed or fleeced pullovers (sweatshirts) - <u>MBWGC, k/c</u> ; - Ski suits - <u>MBWGC, k/c</u> ; - track suits and other athletic wear - <u>MBWGC, k/c & woven</u> .	NMB
Underwear - Underwear, MB - Underwear, WG - Underwear, C	9	9.1 9.2 9.3	- Underpants, briefs, panties, slips, petticoats and similar articles - <u>MBWGC, k/c & woven</u> ; - T-shirts (of the underwear type) - <u>MBWGC, k/c</u> ; - singlets and other vests (of the underwear type) - <u>MBWGC, k/c & woven</u> ; - Men's & boys'. - Women's & girls'. - Children's.	NMB
Sleepwear & bathrobes - Sleepwear, MBWG - Bathrobes, MBWG - Sleepwear & bathrobes, C	10	10.1 10.2 10.3	Nightshirts, pyjamas, nightdresses, negligees, bathrobes, dressing gowns & similar articles - <u>MBWGC, k/c & woven</u> ; - Nightshirts, pyjamas and nightdresses - <u>MBWG, k/c & woven</u> . - Bathrobes, dressing gowns & negligees - <u>MBWG, k/c & woven</u> . - Children's.	NMB
Sweaters - Sweaters, MB - Sweaters, WG - Sweaters, C	11	11.1 11.2 11.3	Jerseys, pullovers, cardigans, waist-coats, and similar articles - <u>MBWGC, k/c</u> ; - Men's & boys'. - Women's & girls'. - Children's.	NMB
Swimwear	12		Swimwear - <u>MBWGC, k/c & woven</u> .	NMB
Foundation garments	13		Brassieres, girdles, panty-girdles and corselettes, whether or not knitted or crocheted.	NMB

Short Description	Category	Sub Category	Long Description	Units
Babies' garments	14		Babies' garments:	NMB
- Coats, jackets & rainwear		14.1	- Coats, rainwear, snowsuits, jackets and similar articles.	
- Trousers, overalls & shorts		14.2	- Trousers, breeches, bib and brace overalls, coveralls and shorts.	
- Shirts, blouses & similar articles		14.3	- Shirts, blouses and similar articles.	
- T-shirts & sweatshirts		14.4	- T-shirts and sweatshirts.	
- Dresses & skirts		14.5	- Dresses and skirts.	
- Sleepwear		14.6	- Sleepwear.	
- Underclothing		14.7	- Underclothing.	
- Sweaters		14.8	- Jerseys, pullovers, cardigans and sweaters.	
- Other garments		14.9	- Other garments not elsewhere specified.	
Smocks & shop coats	16		Smocks and similar professional or shop coats - <u>MBWGC</u> , <u>woven</u> .	NMB
Other garments	17		- Garments made up of fabrics of Heading No. 56.02 (felt) or 56.03 (nonwovens), whether or not impregnated, coated, covered or laminated - <u>MBWGC & babies</u> ; - other garments not elsewhere specified - <u>MBWGC</u> , <u>k/c & woven</u> .	NMB

ANNEX II - TEXTILE CATEGORIES**POLAND****Group II**

Short Description	Category	Sub Category	Long Description	Units
Cotton yarn	21		Yarn of cotton (other than sewing thread), whether or not put for retail sale.	KGM
Nylon yarn	22		Yarn of nylon or other polyamide filament (other than sewing thread), whether or not put up for retail sale, including monofilament of less than 67 decitex; yarn of nylon or other polyamide staple fibres (other than sewing thread), whether or not put up for retail sale; textile yarn, and strip and the like of heading No. 54.04 or 54.05, impregnated, coated, covered or sheathed with rubber or plastics, of high tenacity nylon or other polyamides:	KGM
- Nylon filament yarn		22.1	- Yarn of nylon or other polyamide filament (other than sewing thread), whether or not put up for retail sale, including monofilament of less than 67 decitex; textile yarn, and strip and the like of heading No. 54.04 or 54.05, impregnated, coated, covered or sheathed with rubber or plastics, of high tenacity nylon or other polyamides:	
- Nylon staple yarn		22.2	- Yarn of nylon or other polyamide staple fibres (other than sewing thread), whether or not put up for retail sale.	
Polyester yarn	23		Yarn of polyester filaments (other than sewing thread), whether or not put up for retail sale, including polyester monofilament of less than 67 decitex; yarn of polyester staple fibres (other than sewing thread and poly/cotton yarns of category 24), whether or not put up for retail sale; textile yarn, and strip and the like of heading No. 54.04 or 54.05, impregnated, coated, covered or sheathed with rubber or plastics, of high tenacity polyesters:	KGM
- Polyester filament yarn		23.1	- Yarn of polyester filaments (other than sewing thread), whether or not put up for retail sale, including polyester monofilament of less than 67 decitex; textile yarn and strip and the like of heading No. 54.04 or 54.05, impregnated, coated, covered or sheathed with rubber or plastics, of high tenacity polyesters:	
- Polyester staple yarn		23.2	- Yarn of polyester staple fibres (other than sewing thread and poly/cotton yarns of category 24), whether or not put up for retail sale.	
Poly/cotton yarn	24		Yarn of polyester staple fibres (other than sewing thread), mixed mainly or solely with cotton, whether or not put up for retail sale.	KGM
Acrylic staple yarn	25		Yarn of acrylic or modacrylic staple fibres (other than sewing thread), whether or not put up for retail sale.	KGM

Note: Includes other yarns of Chapters 54, 55 and 56

Short Description	Category	Sub Category	Long Description	Units
Artificial yarn	26		Yarn of artificial filament (other than sewing thread), whether or not put up for retail sale, including artificial monofilament of less than 67 decitex; yarns of artificial staple fibres, containing 85% or more by weight of viscose rayon staple fibres, not put up for retail sale; yarn of other artificial staple fibres (other than sewing thread), whether or not put for retail sale; textile yarn and strip and the like of heading No. 54.04 or 54.05, impregnated, coated, covered or sheathed with rubber or plastics, of high tenacity viscose:	KGM
- Viscose yarn		26.1	- High tenacity filament yarn of viscose rayon, not put up for retail sale; filament yarn of viscose rayon single, untwisted or with a twist, multiple or cabled, not put up for retail sale; yarns of artificial staple fibres, containing 85% or more by weight of viscose rayon staple fibres, not put up for retail sale; textile yarn, and strip and the like of heading No. 54.04 or 54.05, impregnated, coated, covered or sheathed with rubber or plastics, of high tenacity viscose.	
- Other artificial filament yarn		26.2	- Other yarns of artificial filament (other than sewing thread), whether or not put up for retail sale.	
- Other artificial staple yarn		26.3	- Yarn of other artificial staple fibres (other than sewing thread), whether or not put up for retail sale.	
Wool & wool blend fabric	31		Woven fabrics of wool or fine animal hair; other woven fabrics, mixed mainly or solely with wool or fine animal hair; woven pile and chenille fabrics of wool or fine animal hair and gauze of wool; and similar fabrics, impregnated, coated, covered or laminated:	KGM
- Combed wool fabric		31.1	- Woven fabrics of combed wool or fine animal hair; other woven fabrics, mixed mainly or solely with combed wool or fine animal hair; gauze of combed wool; and similar fabrics, impregnated, coated, covered or laminated.	
- Other wool fabric		31.2	- Woven fabrics of carded wool or fine animal hair; other woven fabrics, mixed mainly or solely with carded wool or fine animal hair; woven pile and chenille fabrics of wool or fine animal hair and gauze of wool, other than combed; and similar fabrics, impregnated, coated, covered or laminated.	
Cotton fabric	32		Woven fabrics of cotton; woven pile, chenille and terry towelling fabrics and gauze of cotton; denim fabrics of cotton, weighing more than 200 g/m ² of such fibres; and similar fabrics, impregnated, coated, covered or laminated:	KGM
- Cotton fabric, unbleached		32.1	- Woven fabrics of cotton, unbleached; woven pile, chenille and terry towelling fabrics of cotton, unbleached and gauze of cotton.	
- Cotton fabric, finished		32.2	- Woven fabrics of cotton, finished; woven pile, chenille and terry towelling fabrics of cotton, finished; and fabrics of Category 32.1 and 32.2, impregnated, coated, covered or laminated.	
- Denim fabric		32.3	- Denim fabrics of cotton, weighing more than 200 g/m ² of such fibres; and similar fabrics, impregnated, coated, covered or laminated.	
Cut corduroy fabric	33		Cut corduroy, woven, of cotton and man-made fibres.	KGM

Short Description	Category	Sub Category	Long Description	Units
Nylon fabric	34		Woven fabrics obtained from high tenacity yarn of nylon or other polyamides; other woven fabrics of nylon or other polyamide filament or staple fibres; and similar fabrics, impregnated, coated, covered or laminated.	KGM
- Nylon fabric, unbleached		34.1	- Unbleached.	
- Nylon fabric, finished		34.2	- Finished; and fabrics of Category 34, impregnated, coated covered or laminated.	
Polyester filament fabric	35		Woven fabrics obtained from high tenacity yarn of polyesters; other woven fabrics of polyester filaments; other woven fabrics, mixed mainly or solely with polyester filaments; and similar fabrics, impregnated, coated, covered or laminated.	KGM
Poly/cotton fabric	36		Woven fabrics of cotton, containing less than 85% by weight, mixed mainly or solely with polyester staple fibres; woven fabrics of polyester staple fibres, containing less than 85% by weight of such fibres, mixed mainly or solely with cotton; and similar fabrics, impregnated, coated, covered or laminated:	KGM
- Poly/cotton fabric, unbleached		36.1	- Unbleached;	
- Poly/cotton fabric, finished		36.2	- Finished; and fabrics of Category 36, impregnated, coated, covered or laminated.	
Artificial fabric	37		Woven fabrics of rayon filament or staple fibres, mixed mainly or solely with polyester staple fibres; woven fabrics of polyester staple fibres, mixed mainly or solely with viscose rayon filament or staple fibres; woven fabrics obtained from high tenacity yarn of viscose; other woven fabrics containing 85% or more by weight of artificial filament; woven fabrics containing 85% or more by weight of artificial staple fibres; and similar fabrics, impregnated, coated, covered or laminated:	KGM
- Poly/rayon fabric		37.1	- Woven fabrics of rayon filament or staple fibres, mixed mainly or solely with polyester staple fibres; woven fabrics of polyester staple fibres, mixed mainly or solely with viscose rayon filament or staple fibres; and similar fabrics, impregnated, coated, covered or laminated.	
- Other artificial fabric		37.2	- Woven fabrics obtained from high tenacity yarn of viscose; other woven fabrics containing 85% or more by weight of artificial filament; woven fabrics containing 85% or more by weight of artificial staple fibres; and similar fabrics, impregnated, coated, covered or laminated.	
Bed sheets & 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.	

Short Description	Category	Sub Category	Long Description	Units
Toilet and Kitchen linen - Toilet & kitchen linen, cotton terry, woven - Toilet & kitchen linen, cotton terry, k/c - Toilet & kitchen linen, other	42	42.1 42.2 42.3	Toilet and kitchen linen: - Toilet linen and kitchen linen, woven, of terry towelling, of cotton. - Toilet linen and kitchen linen, knitted or crocheted, of terry towelling, of cotton. - Other toilet linen and kitchen linen, knitted, crocheted or woven, of cotton or man-made fibres.	KGM
Hosiery - Hosiery, wool - Hosiery, non-wool	43	43.1 43.2	Hosiery: - Of wool or fine animal hair. - Of other textile materials.	PAR
Work gloves & liners - Work gloves - Work glove liners	44	44.1 44.2	Work gloves and work glove liners: - Work gloves. - Work glove liners.	PAR
Handbags - Handbags, not coated - Handbags, coated.	45	45.1 45.2	Handbags of textile materials, whether or not with shoulder strap, including those without handle: - Not coated. - Coated.	DZN

Note: 1) includes other fabrics of Chapters 51, 52, 53, 54, 55, 58 and 59.

ii) Excludes Category 43.1, Hosiery, wool, MB

**Ministry of Foreign Affairs
Republic of Poland**

The Ministry of Foreign Affairs of the Republic of Poland presents its compliments to the Embassy of Canada in Warsaw and has the honour to acknowledge the receipt of the Embassy's Note No. 1020 of 16 December 1992 which reads as follow:

"The Canadian Embassy presents its compliments to the Ministry of Foreign Affairs of the Republic of Poland and has the honour to refer to the Note of the Ministry of Foreign Affairs No. Kan-23-1-92 dated 5 November 1992, concerning the Memorandum of Understanding (MOU) between the Government of Canada and the Government of Poland relating to the export from Poland of certain textiles and textile products for import into Canada.

The acceptance by the Polish authorities of the extension of the MOU, including annexes, until 31 December 1993 is noted. The Canadian authorities wish to indicate, however, their inability to accede to the interest of the Polish authorities in an increase in the quota in Category 31.1 - Combed Wool Fabric (former Category 8C). As was pointed out in the Note of the Embassy of Canada No. 0126 dated 23 October 1992, the Canadian authorities remain committed to maintaining an effective import control policy for the textile and clothing industries in order to ensure a moderate growth in low-cost imports and to provide the Canadian industry with a climate that is conducive to an orderly adjustment process. It is the view of the Canadian authorities that the current bilateral textile agreement between Poland and Canada has served to ensure secure terms of access for clothing exports from Poland.

If the Polish authorities are in agreement with the proposals contained in the Note of the Embassy of Canada No. 0126 dated 23 October 1992, and in light of the positions of the Canadian authorities which are conveyed above in the present note, the Canadian authorities would propose that the Note of the Embassy of Canada No. 0126 dated 23 October 1992, along with the reply from the authorities of Poland, constitute an agreement extending the MOU based on the Harmonized System until 31 December 1993".

The Ministry of Foreign Affairs has the honour to inform that the Government of the Republic of Poland accepts the above mentioned proposal and agrees that the Embassy's Note No. 0126 dated 23 October 1992 and this reply shall constitute an agreement extending the MOU based on the Harmonized System until 31 December 1993.

The Ministry of Foreign Affairs avails itself of this opportunity to renew to the Embassy of Canada the assurances of its highest consideration.

Warsaw, 30 December 1992