

KENNEDY ROUNDList of exceptions of interest to less developed countriesNote by the United Kingdom Delegation

At Annex A is a summary list of those industrial tariff headings (i.e. in Chapters 25-99 of the tariff)* notified as of interest to less developed countries which the United Kingdom Government considers it necessary on grounds of overriding national interest to except from the proposed linear cut of 50%. Further details, including notes explaining briefly the grounds for exception, are at Annex B. Statistics of the trade affected are at Annex C.

2. Imports of these items in 1962 from sources liable to the full rate of duty (i.e. excluding the Commonwealth Preference Area and E.F.T.A.) amounted to some 4.6% of total industrial imports from these sources.

3. In relation to the remaining industrial items where a linear cut of 50% is being offered, subject to overall reciprocity, the United Kingdom desires to point out that -

- (a) in the case of certain industries with special features (e.g. chemicals) satisfactory concessions by certain other developed countries would be required in the particular sector concerned;
- (b) in the case of these industrial tariff items where countries of the Commonwealth Preference Area enjoy contractual preferences the offer on the part of the United Kingdom of a 50% reduction is necessarily conditional on the assent of the Governments concerned. In general terms these Governments have signified that at the present stage of these negotiations it would not be possible for them yet to form a view on whether the likely benefits would be such as to justify this step on their part. (A list of these items is attached at Annex G.);
- (c) some industrial goods notified as of export interest to less developed countries are subject to revenue duties. A note about United Kingdom revenue duties has already been circulated as T.N.64/N.P./13/Rev.1/Add.5.

*A note on the definition of industrial goods is at Annex H.

United Kingdom Delegation to the G.A.T.T.,
Villa Le Chêne,
Geneva.

1 May, 1965

SECRET

ANNEX A

| <u>Tariff Number</u> | <u>List of exceptions</u> <u>Duty</u> | <u>Description</u> |
|---|--|---|
| 34.02(B) | 10% | Certain alcohol ethers |
| 39.01(E)(1)(b) | 10% | { Plastics materials { |
| (E)(2) | 10% | |
| 39.02(B)(2) | 10% | |
| 39.03(A)(2)(c) | 9d. per lb. or 10% | |
| (F) | 10% | |
| 46.03(A) | 30% | Baskets of osier, willow, cane or wicker |
| ex chapters 50-63* (full details in Annexes B and D) | | { Cotton textiles and associated man-made fibre goods { Jute yarns fabrics and sacks (and bags |
| ex 74.01(B)(2) | 10% | { Beryllium copper alloys { |
| ex 74.02 | 10% | |
| ex 74.03 | 10% | |
| ex 74.04 | 15% | |
| ex 74.05 | 16% | |
| 78.01(A)(1) | 7s.6d. per ton | Unwrought lead |
| 79.01(A)(2) | £1. 10s. per ton | Unwrought zinc (other than alloys) |

Items where the duty is nil but where a binding of free entry is not offered

| | |
|-------------|--|
| 27.01 | Coal |
| 27.02 | Lignite |
| 27.04 | Coke |
| ex 28.04(A) | Silicon of a purity greater than 99.9 per cent |
| 34.02(A) | Certain alcohol ethers |

Notes: 1. With the exception of the items in chapters 50-63 none of the items in Annex A is bound except for the following:- 46.03(A) and ex 74.05 (bound at the rates of duty shown); 39.03(F), ex 74.03 and ex 74.04 (partially bound at the rates of duty shown).

2. The position of items in chapters 50-63 is shown in summary form in Annex D.

*Some tariff cuts of less than 50% have been offered on these products. (See Annex F)

Explanatory NotesALCOHOL ETHERS

| | | m.f.n. rate |
|----------|----------------|-------------|
| 34.02(A) | Alcohol ethers | Free |
| 34.02(B) | Alcohol ethers | 10% |

The greater part of this industry is situated in a scheduled development district of high unemployment. Competition from imports is strong since foreign manufacturers have access to cheaper raw materials and in addition - in the case of certain alcohol ethers classified under 34.02(A) - have the advantage of duty-free entry into the United Kingdom.

2. World production of these chemicals is expected to increase more rapidly than the demand for them, and without adequate protection of its home market at this vital stage in the development of a product subject to rapid technological changes the United Kingdom would be in danger of being driven out of production by strong foreign competition, with resultant labour problems in an area where there is already high unemployment.

3. In these circumstances the United Kingdom is unable to offer to cut the existing tariff rate of 10% on 34.02(B) - certain alcohol ethers, or to offer a duty-free binding on item 34.02(A).

PLASTIC MATERIALS

| | | m.f.n. rate |
|----------------|--|--------------------|
| 39.01(E)(1)(b) | Other condensation etc. products containing light oils | 10% |
| 39.01(E)(2) | Other condensation etc. products not containing light oils | 10% |
| 39.02(B)(2) | Polymerisation etc. products | 10% |
| 39.03(A)(2)(c) | Cellulose acetate n.e.s. | 9d. per lb. or 10% |
| 39.03(F) | Other cellulose products n.e.s. | 10% |

Two facts characterise above all the competitive position internationally of the British plastics industry. The first is that the plastics industry throughout the world is peculiarly susceptible to recurrent excesses of investment and capacity, inevitable in any industry with large production units and a high rate of investment. The second is that the United Kingdom duty of only 10% compares with substantially high duties in the other major producing countries.

2. Since the recurrent surpluses tend to move mainly to the market with the lowest tariff (the United Kingdom) the British plastics industry is already faced with a serious situation. In these circumstances to cut our already low duty still further would seriously endanger the economic basis of a major industry vital to our technological development.

BASKETS OF OSIER, WILLOW, CANE OR WICKER

| | | m.f.n. rate |
|----------|--|-------------|
| 46.03(A) | Baskets of osier, willow, cane or wicker | 30% |

The basketware industry in the United Kingdom provides one of the main forms of employment for blind and disabled workers. Efforts are being made to diversify employment for these workers but many are still wholly dependent on such traditional handicrafts as basket making. There are therefore obvious social grounds for the United Kingdom not being able to cut this item in its tariff.

SECRET

COTTON TEXTILES AND ASSOCIATED MAN-MADE FIBRE GOODS: JUTE YARNS, FABRICS, AND SACKS AND BAGS

Note: It is extremely difficult to translate in particular the cotton textiles group of items into clear-cut tariff terms given the considerable complexity of the United Kingdom textile tariff. Chapters 50-63 of the United Kingdom tariff have no fewer than 464 sub-headings (compared with only 179 in the C.E.T.); the duties involved are often complicated, e.g.

61.02 Women's etc. outer garments:

(B) containing silk or man-made fibres where the value of the silk or man-made fibre components or the aggregate of the values of all such components as the case may be exceeds 5 per cent but does not exceed 20 per cent of the aggregate of the values of all the components:

(1) containing silk, where the value of the silk component exceeds 5% of the aggregate of the values of all the components:

(a) garments trimmed with furskin or artificial flowers, foliage or fruit 5s per lb. or 30% whichever is the greater

Moreover the duties are often closely interrelated in the sense that a reduction of one would imply adjustments of others if anomalies are to be avoided - it would for example make little sense to maintain the duty on cotton fabrics but to apply a 50% cut to such made-up cotton goods as shirts. Indeed if what was under consideration was not a linear cut with a bare minimum of exceptions there would be much to be said, given the factors set out above, for treating the textile sector as a whole and making a balanced integral offer embodying some measure of rationalisation. But given that what we are required to list is strictly limited to exceptions necessitated only by overriding national interest, the list below translates as best we can into tariff terms the cotton textiles and associated man-made fibre goods (and jute goods) as described in the explanatory note. Specific details of tariff sub-headings and rates appear in Annex D.

No reduction can be offered in the tariff on cotton or jute goods. Reductions, in some cases substantial, can however be offered on man-made fibre goods and on the man-made fibre element in mixtures of cotton and man-made fibres and of jute and man-made fibres subject to overall reciprocity and the total settlement on textile items at the end of the day being satisfactory to the United Kingdom Government. The average ad valorem incidences of duties containing a specific element appear at Annex E and details of the United Kingdom offers by tariff headings are set out at Annex F.

- Ex 51.04 Woven fabrics of m.m.f. (continuous)*
- 55.05 Cotton yarn, not put up for retail sale
- 55.06 Cotton yarn, put up for retail sale
- 55.07 Cotton gauze
- 55.08 Cotton terry towelling
- 55.09 Other woven fabrics of cotton
- 56.05 Yarn of m.m.f. (discontinuous), not put up for retail sale
- 56.06 Yarn of m.m.f. (discontinuous), put up for retail sale

SECRET

- Ex 56.07 Woven fabrics of m.m.f. (discontinuous)*
- 57.06 Yarns of jute
- 57.10 Woven fabrics of jute
- Ex 58.04 Woven pile and chenille fabrics*
- Ex 58.10 Embroidery in the piece - of woven fabric*
- Ex 59.04 Twine, cordage, etc., of jute
- Ex 59.07 Textile fabrics coated with gum, etc. - made from woven fabrics*
- Ex 59.08 Textile fabrics impregnated or coated with plastics, etc. - made from woven fabrics ∅
- Ex 59.09 Textile fabrics impregnated or coated with oil, etc. - made from woven fabrics ∅
- Ex 59.11 Rubberised textile fabrics - made from woven fabrics ∅
- Ex 59.12(A) Textile fabrics otherwise impregnated or coated - made from woven fabrics ∅
- Ex 59.16 Transmission, etc., belts or belting *
- Ex 59.17(C) Textile fabrics used in machinery, etc. *
- Ex 59.17(D) Other textile articles used in machinery, etc. - made from woven fabrics *
- Ex 61.01 Men's and boys' outer garments *
- Ex 61.02 Women's, girls' and infants' outer garments *
- Ex 61.03 Men's and boys' undergarments*
- Ex 61.04 Women's, girls' and infants' undergarments*
- Ex 61.05 Handkerchiefs*
- Ex 61.06 Shawls, scarves, etc.*
- Ex 61.08 Collars, fallals, jabots, etc.*
- Ex 61.09 Corsets, brassieres, etc. made from woven fabric *
- Ex 61.10 Gloves, mittens, etc.*
- Ex 61.11 Made up accessories for articles of apparel*
- Ex 62.01 Travelling rugs and blankets*
- Ex 62.02 Bed linen, table linen, curtains, etc.*
- Ex 62.03 Sacks and bags ∅
- Ex 62.04 Tarpaulins, sails, awnings, sunblinds, tents and camping goods ∅
- Ex 62.05 Other made up textile articles*

Notes * Of fabrics consisting wholly or mainly of cotton, wholly of man-made fibres or wholly of mixtures of cotton and man-made fibres in any proportion of the two types of fibre.

SECRET

Of fabrics consisting wholly or mainly of cotton, wholly of man-made fibres, wholly of jute or wholly of mixtures of cotton, man-made fibres and/or jute in any proportion of the three types of fibre; or new sacks and bags of jute.

Cotton

The basic feature of the situation of the British cotton industry is that under pressure in particular from massive imports (mainly duty free from the Commonwealth Preference Area) it has had to undergo a much more radical process of contraction than any of its counterparts in the developed countries, none of which admits imports of any of these goods free of duty.

2. The number of persons at work in the British cotton industries (spinning, weaving and finishing) declined by nearly one half between 1953 and 1963 - from 295,000 to 165,000. This has been accompanied by the scrapping or modernising of a great deal of capacity with Government financial assistance under the Cotton Industry Act, 1959. This process - scrapping, reorganisation and fall in employment - will continue as the industry carries forward its programme of further rationalisation; even if production remains broadly the same, increases in productivity would lead to a further substantial fall in the number at work in the cotton industries by 1970.

3. We expect that this further substantial contraction will be accommodated without causing unemployment or an unacceptable degree of social distress. But any acceleration would cause substantial difficulties in an industry where one quarter of the workers are 55 years old or more. Indeed the special position of the United Kingdom in so far as it already imports over 40% of its consumption of cotton textiles was recognised in a Protocol to the Long Term Arrangement Regarding International Trade in Cotton Textiles.

4. What therefore is essential against this background, if the further rationalisation of the industry is successfully to be carried through, is that its confidence should not be impaired by radical reductions in the continuing protection yielded by the m.f.n. tariff. This consideration applies not only to cotton textiles but also to those man-made fibre yarns and fabrics that now form a large and increasing part of the production of the cotton industries and (for the reasons of tariff relationship explained in the note above) to articles made from both these groups of products.

Jute

The British jute industry is concentrated in and around Dundee; this area has suffered considerable unemployment as a result of disruptive competition from imports. The area is still dependent on jute manufacturing for some 20% of its employment. The diversification of industry in the area is being successfully pursued but this is a gradual process.

2. In order to protect the industry a special system of control of imports has long been in existence. It proved possible in 1963 and 1964 to remove some protection by restoring certain ranges of goods to private trade but we cannot at this stage offer a 50% cut in tariff protection.

BERYLLIUM COPPER ALLOYS

m.f.n. rate

| | | |
|----------------|---|-----|
| ex 74.01(B)(2) | Unwrought <u>Beryllium-copper</u> alloys | 10% |
| ex 74.02 | <u>Beryllium-copper master</u> alloys | 10% |
| ex 74.03 | Wrought angles, bars, rods, shapes, sections etc. of <u>Beryllium-copper</u> ; <u>Beryllium-copper</u> wire | 10% |
| ex 74.04 | Wrought plates, sheets and strip of <u>Beryllium-copper</u> | 15% |

/ex 74.05

SECRET

COAL, LIGNITE AND COKE

| | | m.f.n. rate |
|-------|---|-------------|
| 27.01 | Coal; briquettes, ovoids and similar solid fuels | Free |
| 27.02 | Lignite, whether or not agglomerated | Free |
| 27.04 | Coke and semi-coke of coal, of lignite or of peat | Free |

Since 1958 imports into the United Kingdom of coal and its related products, lignite and coke, have been virtually prohibited in order to help the coal industry deal with a severe contraction in demand in conditions of continuing fuel surplus. Reorganisation involving closure of pits and reduction in the numbers employed has brought about some improvement in the competitive position of the industry but the process is by no means complete. The closing of pits moreover increasingly affects areas of exceptionally high unemployment.

2. To raise the embargo on imports at the present stage would jeopardise a rationalisation programme still far from completion and would risk disrupting labour relations on which of course the progress of reorganisation depends. The United Kingdom Government is not yet in a position to decide on the appropriate long term means of protecting the coal industry and is therefore obliged to reserve its freedom to revert to the tariff as a possible alternative means of protection. The United Kingdom is therefore unable to offer a binding of the present duty-free tariff on imports of coal, lignite and coke.

SILICON (over 99.9% pure)

| | | m.f.n. rate |
|-------------|--|-------------|
| ex 28.04(A) | Silicon of a purity greater than 99.9 per cent | Free |

The British industry producing high purity semi-conductor grade silicon is alone among its competitors in having no protective duty. As this is a developing industry with a limited market and large commitments in technological research, the United Kingdom is unable to offer to bind the nil duty.

SECRET

ANNEX C

IMPORTS INTO THE UNITED KINGDOM OF EXCEPTED ITEMS

| Tariff Number | Summary Description | 1961 | | 1962 | |
|----------------|---|--------|--------|--------|--------|
| | | Total | M.F.N. | Total | M.F.N. |
| 27.01 | Coal, etc | 315 | - | 181 | 2 |
| 27.02 | Lignite | 1 | - | 2 | 1 |
| 27.04 | Coke, etc. | 38 | 38 | 53 | 49 |
| 28.04(A) | Silicon of a purity greater than 99.9% | 266 | 266 | 206 | 205 |
| 34.02(A) | Alcohol ethers | 646 | 486 | 582 | 466 |
| 34.02(B) | Alcohol ethers | 946 | 795 | 1,138 | 927 |
| 39.01(E)(1)(b) | Other condensation, etc. products containing light oils | 1,346 | 1,002 | 1,314 | 1,004 |
| 39.01(E)(2) | Other condensation, etc. products not containing light oils | 5,547 | 3,395 | 4,701 | 4,084 |
| 39.02(B)(2) | Polymerisation, etc. products | 14,500 | 12,258 | 18,262 | 14,942 |
| 39.03(A)(2)(a) | Cellulose acetate n.e.s. | 451 | 397 | 505 | 343 |
| 39.03(F) | Other cellulose products n.e.s. | 2,036 | 1,857 | 2,181 | 1,924 |
| 46.03(A) | Baskets of osier, willow, cane or wicker | 552 | 316 | 386 | 220 |
| 51.04 | Woven fabrics of m.m.f. (continuous) | 5,923 | 4,991 | 5,198 | 4,207 |
| 55.05 | Cotton yarn, not put up for retail sale | 8,945 | 4,352 | 6,441 | 2,332 |
| 55.06 | Cotton yarn, put up for retail sale | 34 | 32 | 42 | 15 |
| 55.07 | Cotton gauze | 8 | 4 | 2 | 1 |
| 55.08 | Cotton terry towelling | 313 | 27 | 352 | 33 |
| 55.09 | Other woven fabrics of cotton | 55,419 | 25,164 | 42,827 | 15,531 |
| 56.05 | Yarn of m.m.f. (discontinuous), not put up for retail sale | 265 | 229 | 405 | 325 |
| 56.06 | Yarn of m.m.f. (discontinuous), put up for retail sale | 4 | 4 | 28 | 28 |
| 56.07 | Woven fabrics of m.m.f. (discontinuous) | 5,218 | 4,444 | 5,261 | 4,427 |
| 57.06 | Yarns of jute | 608 | 2 | 651 | 7 |
| 57.10 | Woven fabrics of jute | 5,335 | 51 | 5,908 | 79 |
| 58.04 | Woven pile and chenille fabrics | 8,515 | 8,386 | 9,950 | 9,812 |

SECRET

/ex 58.10

SECRET

| Tariff Number | Summary Description | 1961 | | 1962 | |
|---------------|---|-------|--------|-------|--------|
| | | Total | M.F.N. | Total | M.F.N. |
| ex 58.10 | Embroidery in the piece - <u>of woven fabric</u> | 2,238 | 4,203 | 2,210 | 199 |
| ex 59.04 | Twine, cordage, etc. <u>of jute</u> | 91 | 11 | 122 | 25 |
| ex 59.07 | Textile fabrics coated with gum, etc. - <u>made from woven fabrics</u> | 7 | 7 | 15 | 12 |
| ex 59.08 | Textile fabrics impregnated or coated with plastics etc. - <u>made from woven fabrics</u> | 1,204 | 1,013 | 764 | 499 |
| ex 59.09 | Textile fabrics impregnated or coated with oil, etc. - <u>made from woven fabrics</u> | 18 | 13 | 15 | 14 |
| ex 59.11 | Rubberised textile fabrics - <u>made from woven fabrics</u> | 407 | 122 | 510 | 85 |
| ex 59.12(A) | Textile fabrics otherwise impregnated or coated - <u>made from woven fabrics</u> | 52 | 48 | 69 | 62 |
| ex 59.16 | Transmission etc. belts or belting | 103 | 78 | 123 | 80 |
| ex 59.17(C) | Textile fabrics used in machinery, etc. | 58 | 12 | 63 | 19 |
| ex 59.17(D) | Other textile articles used in machinery, etc. - <u>made from woven fabrics</u> | 91 | 64 | 100 | 77 |
| ex 61.01 | Men's and boys' outer garments | 4,819 | 623 | 5,426 | 800 |
| ex 61.02 | Women's, girls' and infants' outer garments | 5,897 | 1,689 | 5,914 | 1,364 |
| ex 61.03 | Men's and boys' undergarments | 4,564 | 417 | 5,703 | 458 |
| ex 61.04 | Women's, girls' and infants' undergarments | 1,119 | 479 | 1,149 | 311 |
| ex 61.05 | Handkerchiefs | 566 | 169 | 531 | 190 |
| ex 61.06 | Shawls, scarves, etc. | 1,438 | 1,411 | 1,603 | 1,572 |
| ex 61.08 | Collars, fallals, jabots, etc. | 12 | 4 | 13 | 6 |
| ex 61.09 | Corsets, brassieres, etc. - <u>made from woven fabric</u> | 1,792 | 823 | 1,952 | 735 |
| ex 61.10 | Gloves, mittens, etc. | 556 | 297 | 591 | 173 |
| ex 61.11 | Made up accessories for articles of apparel | 38 | 25 | 38 | 25 |
| ex 62.01 | Travelling rugs and blankets | 79 | 53 | 85 | 56 |
| ex 62.02 | Bed linen, table linen, curtains, etc. | 4,567 | 1,963 | 6,270 | 1,919 |

SECRET

/ex 62.03

SECRET

£'000

| Tariff Number | Summary Description | 1961 | | 1962 | |
|----------------|--|---------|--------|---------|--------|
| | | Total | M.F.N. | Total | M.F.N. |
| ex 62.03 | Sacks and bags | 2,604 | 1 | 2,166 | 5 |
| ex 62.04 | Tarpaulins, sails, awnings, sunblinds, tents and camping goods | 269 | 230 | 347 | 264 |
| ex 62.05 | Other made up textile articles | 169 | 93 | 220 | 112 |
| ex 74.01(B)(2) | } Beryllium - copper alloys etc. | neg. | neg. | neg. | neg. |
| ex 74.02 | | | | | |
| ex 74.03 | | | | | |
| ex 74.04 | | | | | |
| ex 74.05 | | | | | |
| 78.01(A)(1) | Unwrought lead | 11,654 | 1,915 | 10,028 | 1,355 |
| 79.01(A)(2) | Unwrought zinc (other than alloys) | 13,449 | 6,155 | 9,584 | 3,030 |
| TOTAL | | 175,039 | 86,414 | 162,185 | 74,214 |

Imports from m.f.n. sources in 1962 of £74.2 m. represented 4.6% of total industrial imports from m.f.n. sources (£1605.2 m.)

Note: In the case of those tariff headings in this Annex that are only partially excepted, the figures of United Kingdom imports are estimates based on the most reliable information available.

SECRET

SECRET

ANNEX D

Details of Textile Tariff Headings, Duty Rates and G.A.T.T. Bindings

| U.K. Tariff No. | Summary Description | Rate of Duty |
|---|--|--|
| ex 51.04(A) ϕ |)) Woven fabrics of man-made fibres) (continuous) | 17½% or 8d./sq. yd.* + 6½d./lb. of man-made fibres and silk |
| ex (B) ϕ |) | 17½% + 9d./lb. of m.m.f. and silk |
| 55.05(A) ϕ (B) \neq |) Cotton yarn, not put up for retail sale) | 16% + 7½d./lb. of silk and m.m.f. 7½% |
| 55.06(A) ϕ (B) \neq |) Cotton yarn, put up for retail sale) | 16% + 7½d./lb. of silk and m.m.f. 7½% |
| 55.07(A)(1) (2) (B) \neq |) Cotton gauze) | 25% 25% 25% |
| 55.08(A)(1) ϕ (2) ϕ (B) \neq |) Cotton terry towelling) | 17½% + 9d./lb. of m.m.f. and silk 17½% + 9d./lb. of m.m.f. and silk 17½% |
| 55.09(A)(1) ϕ (2) ϕ (B) \neq |) Other woven fabrics of cotton) | 17½% + 9d./lb. of m.m.f. and silk 17½% + 9d./lb. of m.m.f. and silk 17½% |
| 56.05 ϕ | Yarn of man-made fibres (discontinuous), not put up for retail sale | 16% + 7½d./lb. of m.m.f. and silk |
| 56.06 ϕ | Yarn of man-made fibres (discontinuous), put up for retail sale | 16% + 7½d./lb. of m.m.f. and silk |
| ex 56.07(A) ϕ ex (B) ϕ |) Woven fabrics of man-made fibres) (discontinuous) | 17½% or 8d./sq. yd.* + 6½d./lb. of m.m.f. and silk 17½% + 9d./lb. of m.m.f. and silk |
| 57.06(A) ϕ (B)(1) (2) |) Yarn of jute) | 16% + 7½d./lb. of m.m.f. 10% 15% |
| 57.10(A)(1) ϕ (2) (B) I |) Woven fabrics of jute) | 20% + 9d./lb. of m.m.f. 20% 20% |
| ex 58.04(A)(1) ϕ ex (2) ϕ ex (3) ϕ ex (4) ϕ ex (B) ϕ |) Woven pile and chenille fabrics) | 17½% or 1s./sq. yd.* + 2s. 3d./lb. of silk + 9d./lb. of m.m.f. 17½% or 8d./sq. yd.* + 6½d./lb. of m.m.f. 17½% + 2s. 3d./lb. of silk + 9d./lb. of m.m.f. 17½% + 9d./lb. of silk and m.m.f. 17½% |
| ex 58.10(A)(1) ϕ ex (2) ϕ ex (3) ϕ ex (B)(4) ϕ |) Embroidery in the piece - of) <u>woven fabric</u> | 1s./sq. yd. or 25%* 8d./sq. yd. or 25%* 25% 25% 25% |
| ex 59.04(A)(2) ϕ ex (B)(4) |) Twine, cordage, etc. of <u>jute</u>) | 16% + 1s. 6d./lb. of silk + 7½d./lb. of m.m.f. 15% |
| ex 59.07(A)(1) ϕ ex (2) ex (B) |) Textile fabrics coated with gum, etc., -) <u>made from woven fabrics</u> | 20% + 2s. 3d./lb. of silk + 9d./lb. of m.m.f. 20% 20% |
| ex 59.08(A)(1) ϕ ex (2) ex (B)(1) ex (2) |) Textile fabrics impregnated or coated) with plastics etc. - <u>made from woven fabrics</u> | 20% + 2s. 3d./lb. of silk + 9d./lb. of m.m.f. 20% 2d./lb. or 15%* 20% |
| ex 59.09(A)(1) ϕ ex (2) ex (B)(1) ex (2) |) Textile fabrics impregnated or coated) with oil, etc. - <u>made from woven fabrics</u> | 20% + 2s. 3d./lb. of silk + 9d./lb. of m.m.f. 20% 2d./lb. or 15%* 20% |
| ex 59.11(A)(1) ϕ ex (2) ex (B) |) Rubberised textile fabrics -) <u>made from woven fabrics</u> | 20% + 2s. 3d./lb. of silk + 9d./lb. of m.m.f. 20% 20% |

ϕ Heading bound at rate shown
 \neq Heading partially bound
* whichever is the greater

/ex 59.12(A)(1)(a)

SECRET

| U.K. Tariff No. | Summary Description | Rate of Duty |
|----------------------------|---|---|
| EX 59.12(A)(1)(a) δ |) Textile fabrics otherwise impregnated) or coated - made from woven fabrics | 20% + 2s. 3d./lb. of silk + 9d./lb. of m.m.f. |
| EX (b) | | 20% |
| EX (2) | | 20% |
| EX 59.16(A) δ |) Transmission etc. belts or belting | 33% |
| EX (B) | | 25% |
| EX (C) δ | | 14% |
| EX 59.17(C)(1)(a) δ |) Textile fabrics used in machinery, etc. | 20% + 2s. 3d./lb. of silk + 9d./lb. of m.m.f. |
| EX (b) | | 20% |
| EX (2) | | 20% |
| EX 59.17(D)(1) δ |) Other textile articles used in) machinery, etc., - <u>made from woven</u>) <u>fabrics</u> | 33% |
| EX (2) | | 25% |
| EX (3) | | 20% |
| EX 61.01(A)(1) $\#$ |) Men's and boys' outer garments | 15s./lb. or 33% |
| EX (2) $\#$ | | 7s. 6d./lb. or 25% |
| EX (B)(1) $\#$ | | 5s./lb. or 22% |
| EX (2) $\#$ | | 2s. 6d./lb. or 22% |
| EX (C) $\#$ | 20% | |
| EX 61.02(A)(1)(a) $\#$ |) Women's, girls' and infants') outer garments | 19s./lb. or 30% |
| EX (b) $\#$ | | 15s./lb. or 33% |
| EX (c) $\#$ | | 15s./lb. or 33% |
| EX (2)(a) | | 9s./lb. or 30% |
| EX (b) $\#$ | | 9s./lb. or 27% |
| EX (c) $\#$ | | 7s. 3d./lb. or 25% |
| EX (d) $\#$ | | 6s. 9d./lb. or 25% |
| EX (e) $\#$ | | 7s. 6d./lb. or 25% |
| EX (B)(1)(a) | | 5s./lb. or 30% |
| EX (b) $\#$ | | 5s./lb. or 25% |
| EX (c) $\#$ | | 5s./lb. or 22% |
| EX (2)(a) | | 2s. 6d./lb. or 30% |
| EX (b) $\#$ | | 2s. 6d./lb. or 25% |
| EX (c) $\#$ | | 2s. 6d./lb. or 22% |
| EX (C)(1) | 30% | |
| EX (2) $\#$ | 25% | |
| EX (3)(a) $\#$ | 1s. 9d./ garment or 17% | |
| EX (b) $\#$ | 20% | |
| EX 61.03(A)(1) $\#$ |) Men's and boys' undergarments | 15s./lb. or 33% |
| EX (2) $\#$ | | 7s. 6d./lb. or 25% |
| EX (B)(1) $\#$ | | 5s./lb. or 22% |
| EX (2) $\#$ | | 2s. 6d./lb. or 22% |
| EX (C) $\#$ | 20% | |
| EX 61.04(A)(1) $\#$ |) Women's, girls' and infants') undergarments | 15s./lb. or 33% |
| EX (2) $\#$ | | 7s. 6d./lb. or 25% |
| EX (B)(1)(a) $\#$ | | 5s./lb. or 25% |
| EX (b) $\#$ | | 5s./lb. or 22% |
| EX (2)(a) $\#$ | | 2s. 6d./lb. or 25% |
| EX (b) $\#$ | | 2s. 6d./lb. or 22% |
| EX (C)(1) $\#$ | | 25% |
| EX (2) $\#$ | 20% | |
| EX 61.05(A)(1) $\#$ |) Handkerchiefs | 15s./lb. or 33% |
| EX (2) $\#$ | | 7s. 6d./lb. or 25% |
| EX (B)(1)(a) $\#$ | | 5s./lb. or 25% |
| EX (b) $\#$ | | 5s./lb. or 22% |
| EX (2)(a) $\#$ | | 2s. 9d./lb. or 25% |
| EX (b) $\#$ | | 2s. 9d./lb. or 22% |
| EX (C)(1) $\#$ | | 2s. 9d./lb. or 25% |
| EX (2) $\#$ | | 2s. 9d./lb. or 17% |
| EX 61.06(A)(1) |) Shawls, scarves, etc. | 15s./lb. or 33% |
| EX (2) $\#$ | | 7s. 6d./lb. or 25% |
| EX (B)(1)(a) | | 5s./lb. or 30% |
| EX (b) | | 5s./lb. or 25% |
| EX (c) | | 5s./lb. or 22% |
| EX (2)(a) | | 2s. 6d./lb. or 30% |
| EX (b) | | 2s. 6d./lb. or 25% |
| EX (c) | 2s. 6d./lb. or 22% | |
| EX (C)(1) | 30% | |
| EX (2) | 25% | |
| EX (3) | 20% | |

19

$\#$ Heading bound at rate shc
 $\#$ Heading partially bound
 $\#$ whichever is the greater

SECRET

| U.K. Tariff No. | Summary Description | Rate of Duty |
|-------------------|--|-----------------------------------|
| EX 61.08(A)(1) | Collars, fallals, jabots, etc. | 15s./lb. or 33 $\frac{1}{2}$ % |
| EX (2) # | | 7s. 6d./lb. or 25% |
| EX (B)(1)(a) | | 5s./lb. or 30% |
| EX (b) | | 5s./lb. or 25% |
| EX (c) | | 5s./lb. or 22 $\frac{1}{2}$ % |
| EX (B)(2)(a) | | 2s. 6d./lb. or 30% |
| EX (b) | | 2s. 6d./lb. or 25% |
| EX (c) | | 2s. 6d./lb. or 22 $\frac{1}{2}$ % |
| EX (C)(1) | | 30% |
| EX (2) | | 25% |
| EX (3) | 20% | |
| EX 61.09(A)(1) # | Corsets, brassieres, etc. <u>made from woven fabric</u> | 15s./lb. or 33 $\frac{1}{2}$ % |
| EX (2) # | | 7s. 6d./lb. or 25% |
| EX (B)(1)(a) # | | 5s./lb. or 25% |
| EX (b) # | | 5s./lb. or 22 $\frac{1}{2}$ % |
| EX (2)(a) # | | 2s. 6d./lb. or 25% |
| EX (b) # | | 2s. 6d./lb. or 22 $\frac{1}{2}$ % |
| EX (C)(1) # | | 25% |
| EX (2)(a) # | 15% | |
| EX (b) # | 20% | |
| EX 61.10(A)(1) # | Gloves, mittens, etc. | 15s./lb. or 33 $\frac{1}{2}$ % |
| EX (2) # | | 7s. 6d./lb. or 33 $\frac{1}{2}$ % |
| EX (B)(1)(a) # | | 5s./lb. or 30% |
| EX (b) # | | 5s./lb. or 22 $\frac{1}{2}$ % |
| EX (2)(a) # | | 2s. 6d./lb. or 30% |
| EX (b) # | | 2s. 6d./lb. or 22 $\frac{1}{2}$ % |
| EX (C)(1) # | 30% | |
| EX (2) # | 20% | |
| EX 61.11(A)(1) | Made up accessories for articles of apparel | 15s./lb. or 33 $\frac{1}{2}$ % |
| EX (2) # | | 7s. 6d./lb. or 25% |
| EX (B)(1)(a) | | 5s./lb. or 30% |
| EX (b) | | 5s./lb. or 25% |
| EX (c) | | 5s./lb. or 22 $\frac{1}{2}$ % |
| EX (2)(a) | | 2s. 6d./lb. or 30% |
| EX (b) | | 2s. 6d./lb. or 25% |
| EX (c) | | 2s. 6d./lb. or 22 $\frac{1}{2}$ % |
| EX (C)(1) | | 30% |
| EX (2) | 25% | |
| EX (3) | 20% | |
| EX 62.01(A) # | Travelling rugs and blankets | 33 $\frac{1}{2}$ % |
| EX (B) | | 25% |
| EX (C) | | 20% |
| EX 62.02(A) # | Bed linen, table linen, curtains, etc. | 4s. 8d./lb. or 33 $\frac{1}{2}$ % |
| EX (B) | | 1s. 8d./lb. or 25% |
| EX (C)(1) # | | 25% |
| EX (2)(a) # | | 17 $\frac{1}{2}$ % |
| EX (b) | 20% | |
| EX 62.03(A) # | Sacks and bags | 33 $\frac{1}{2}$ % |
| EX (B) | | 25% |
| EX (C)(1) # | | 17 $\frac{1}{2}$ % |
| EX (2) | 20% | |
| EX 62.04(A) # | Tarpaulins, sails, awnings, sunblinds, tents and camping goods | 33 $\frac{1}{2}$ % |
| EX (B) # | | 20% |
| EX (C)(2) | | 20% |
| EX 62.05(A)(1)(a) | Other made up textile articles | 15s./lb. or 33 $\frac{1}{2}$ % |
| EX (b) # | | 7s. 6d./lb. or 25% |
| EX (2) # | | 33 $\frac{1}{2}$ % |
| EX (B)(1)(a) | | 5s./lb. or 22 $\frac{1}{2}$ % |
| EX (b) | | 2s. 6d./lb. or 22 $\frac{1}{2}$ % |
| EX (C)(2) | | 25% |
| EX (3) | 20% | |

ing bound at rate shown
g partially bound
whit...er is the greater

NOTE: Reliable up-to-date figures of the ad valorem equivalents of the specific elements in the duties in this Annex are not yet available, but it is hoped to circulate, early in 1965, accurate figures based on United Kingdom imports in 19

Textiles

Average ad valorem incidence of duties containing a specific element. The incidence is based on the latest available figures from 1963

| <u>Tariff Item No.</u> | <u>Current rate of duty</u> | <u>Ad valorem incidence</u> |
|------------------------|---|-----------------------------|
| 51.04(A) | 17½% or 8d. per sq. yard, w.i.g., plus 6½d. per lb. of man-made fibres and of any silk. | 21.8 |
| (B) | 17½% plus 9d. per lb. of man-made fibres and of any silk. | 22.9 |
| 55.05(A) | 16% plus 7½d. per lb. of silk and of man-made fibres. | 19.8 |
| 55.06(A) | 16% plus 7½d. per lb. of silk and of man-made fibres. | 18.6 |
| 55.08(A)(1) | 17½% plus 9d. per lb. of man-made fibres and of any silk. | 18.8 |
| 55.08(A)(2) | 17½% plus 9d. per lb. of man-made fibres and of silk. | No imports |
| 55.09(A)(1) | 17½% plus 9d. per lb. of man-made fibres and of any silk. | 20.1 |
| (A)(2) | 17½% plus 9d. per lb. of man-made fibres and of silk. | 18.0 |
| 56.05 | 16% plus 7½d. per lb. of man-made fibres and of any silk. | 20.5 |
| 56.06 | 16% plus 7½d. per lb. of man-made fibres and of any silk. | 19.3 |
| 56.07(A) | 17½% or 8d. per sq. yard, w.i.g., plus 6½d. per lb. of man-made fibres and of any silk. | 24.9 |
| (B) | 17½% plus 9d. per lb. of man-made fibres and of any silk. | 24.7 |
| 57.06(A) | 16% plus 7½d. per lb. of man-made fibres. | Imports negligible |
| 57.10(A)(1) | 20% plus 9d. per lb. of man-made fibres. | 22.6 |
| 58.04(A)(1) | 17½% or 1s. per sq. yard, w.i.g., plus 2s. 3d. per lb. of silk plus 9d. per lb. of any man-made fibres. | 19.64 |
| (A)(2) | 17½% or 8d. per sq. yard, w.i.g., plus 6½d. per lb. of man-made fibres. | 21.9 |
| (A)(3) | 17½% plus 2s. 3d. per lb. of silk plus 9d. per lb. of man-made fibres. | 20.6 |
| (A)(4) | 17½% plus 9d. per lb. of silk and of man-made fibres. | 18.1 |
| 58.10(A)(1) | 1s. per sq. yard or 25% w.i.g. | 25.0 |
| (A)(2) | 8d. per sq. yard of 25% w.i.g. | 25.0 |
| 59.04(A)(2) | 16% plus 1s. 6d. per lb. of silk plus 7½d. per lb. of man-made fibres. | 17.8 |

SECRET

| Tariff Item No. | Current rate of duty | Ad valorem incidence |
|-----------------|---|----------------------|
| 59.07(A)(1) | 20% plus 2s. 3d. per lb. of silk plus 9d. per lb. of man-made fibres. | 22.0 |
| 59.08(A)(1) | 20% plus 2s. 3d. per lb. of silk plus 9d. per lb. of man-made fibres. | 23.3 |
| (B)(1) | 2d. per lb. or 15% w.i.g. | 15.0 |
| 59.09(A)(1) | 20% plus 2s. 3d. per lb. of silk plus 9d. per lb. of man-made fibres. | 21.7 |
| (B)(1) | 2d. per lb. or 15% w.i.g. | 15.0 |
| 59.11(A)(1) | 20% plus 2s. 3d. per lb. of silk plus 9d. per lb. of man-made fibres. | 23.7 |
| 59.12(A)(1)(a) | 20% plus 2s. 3d. per lb. of silk plus 9d. per lb. of man-made fibres. | 22.1 |
| 59.17(C)(1)(a) | 20% plus 2s. 3d. per lb. of silk plus 9d. per lb. of man-made fibres. | 21.3 |
| 61.01(A)(1) | 15s. per lb. or 33 $\frac{1}{3}$ %, w.i.g. | 36.4 |
| (A)(2) | 7s. 6d. per lb. or 25%, w.i.g. | 30.8 |
| (B)(1) | 5s. per lb. or 22 $\frac{1}{2}$ %, w.i.g. | 22.5 |
| (B)(2) | 2s. 6d. per lb. or 22 $\frac{1}{2}$ %, w.i.g. | 22.6 |
| 61.02(A)(1)(a) | 19s. per lb. or 30%, w.i.g. | 30.0 |
| (A)(1)(b) | 15s. per lb. or 33 $\frac{1}{3}$ %, w.i.g. | 33 $\frac{1}{3}$ |
| (A)(1)(c) | 15s. per lb. or 33 $\frac{1}{3}$ %, w.i.g. | 34.0 |
| (A)(2)(a) | 9s. per lb. or 30%, w.i.g. | 30.0 |
| (A)(2)(b) | 9s. per lb. or 27 $\frac{1}{2}$ %, w.i.g. | 28.0 |
| (A)(2)(c) | 7s. 3d. per lb. or 25%, w.i.g. | 25.3 |
| (A)(2)(d) | 6s. 9d. per lb. or 25%, w.i.g. | 28.5 |
| (A)(2)(e) | 7s. 6d. per lb. or 25%, w.i.g. | 26.1 |
| (B)(1)(a) | 5s. per lb. or 30%, w.i.g. | Imports negligible |
| (B)(1)(b) | 5s. per lb. or 25%, w.i.g. | 25.0 |
| (B)(1)(c) | 5s. per lb. or 22 $\frac{1}{2}$ %, w.i.g. | 22.5 |
| (B)(2)(a) | 2s. 6d. per lb. or 30%, w.i.g. | 32.0 |
| (B)(2)(b) | 2s. 6d. per lb. or 25%, w.i.g. | 25.0 |
| (B)(2)(c) | 2s. 6d. per lb. or 22 $\frac{1}{2}$ %, w.i.g. | 22.5 |
| (C)(3)(a) | 1s. 9d. per garment or 17 $\frac{1}{2}$ %, w.i.g. | 17.6 |
| 61.03(A)(1) | 15s. per lb. or 33 $\frac{1}{3}$ %, w.i.g. | 34.4 |
| (A)(2) | 7s. 6d. per lb. or 25%, w.i.g. | 33.8 |
| (B)(1) | 5s. per lb. or 22 $\frac{1}{2}$ %, w.i.g. | No imports |

SECRET

SECRET

| <u>Tariff Item No.</u> | <u>Current rate of duty</u> | <u>Ad valorem incidence</u> |
|------------------------|---|-----------------------------|
| 61.03(B)(2) | 2s.6d per lb. or 22 $\frac{1}{2}$ %, w.i.g. | 22.5 |
| 61.04(A)(1) | 15s. per lb. or 33 $\frac{1}{3}$ %, w.i.g. | 34.4 |
| (A)(2) | 7s 6d per lb. or 25%, w.i.g. | 26.3 |
| (B)(1)(a) | 5s. per lb. or 25%, w.i.g. | No imports |
| (B)(1)(b) | 5s. per lb. or 22 $\frac{1}{2}$ %, w.i.g. | No imports |
| (B)(2)(a) | 2s 6d per lb. or 25%, w.i.g. | 25.0 |
| (B)(2)(b) | 2s 6d per lb. or 22 $\frac{1}{2}$ %, w.i.g. | 22.5 |
| 61.05(A)(1) | 15s. per lb. or 33 $\frac{1}{3}$ %, w.i.g. | 33.4 |
| (A)(2) | 7s 6d per lb. or 25%, w.i.g. | 25.2 |
| (B)(1)(a) | 5s. per lb. or 25%, w.i.g. | Imports negligible |
| (B)(1)(b) | 5s. per lb. or 22 $\frac{1}{2}$ %, w.i.g. | No imports |
| (B)(2)(a) | 2s 9d per lb. or 25%, w.i.g. | No imports |
| (B)(2)(b) | 2s 9d per lb. or 22 $\frac{1}{2}$ %, w.i.g. | No imports |
| (C)(1) | 2s 9d per lb. or 25%, w.i.g. | 25.3 |
| (C)(2) | 2s 9d per lb. or 17 $\frac{1}{2}$ %, w.i.g. | 29.7 |
| 61.06(A)(1) | 15s. per lb. or 33 $\frac{1}{3}$ %, w.i.g. | 35.9 |
| (A)(2) | 7s 6d per lb. or 25%, w.i.g. | 29.2 |
| (B)(1)(a) | 5s. per lb. or 30%, w.i.g. | No imports |
| (B)(1)(b) | 5s. per lb. or 25%, w.i.g. | No imports |
| (B)(1)(c) | 5s. per lb. or 22 $\frac{1}{2}$ %, w.i.g. | 22.5 |
| (B)(2)(a) | 2s 6d per lb. or 30%, w.i.g. | No imports |
| (B)(2)(b) | 2s 6d per lb. or 25%, w.i.g. | Imports negligible |
| (B)(2)(c) | 2s 6d per lb. or 22 $\frac{1}{2}$ %, w.i.g. | 22.5 |
| 61.08(A)(1) | 15s. per lb. or 33 $\frac{1}{3}$ %, w.i.g. | No imports |
| (A)(2) | 7s. 6d per lb. or 25%, w.i.g. | 25.1 |
| (B)(1)(a) | 5s. per lb. or 30%, w.i.g. | No imports |
| (B)(1)(b) | 5s. per lb. or 25%, w.i.g. | No imports |
| (B)(1)(c) | 5s. per lb. or 22 $\frac{1}{2}$ %, w.i.g. | No imports |
| (B)(2)(a) | 2s 6d per lb. or 30%, w.i.g. | No imports |
| (B)(2)(b) | 2s 6d per lb. or 25%, w.i.g. | Imports negligible |

SECRET

SECRET

| Tariff Item No. | <u>Current rate of duty</u> | <u>Ad valorem incidence</u> |
|-----------------|---|-----------------------------|
| 61.08(B)(2)(c) | 2s 6d per lb. or 22 $\frac{1}{2}$ %, w.i.g. | No imports |
| 61.09(A)(1) | 15s. per lb. or 33 $\frac{1}{3}$ %, w.i.g. | 33 $\frac{1}{3}$ |
| (A)(2) | 7s 6d per lb. or 25%, w.i.g. | 25.4 |
| (B)(1)(a) | 5s. per lb. or 25%, w.i.g. | No imports |
| (B)(1)(b) | 5s. per lb. or 22 $\frac{1}{2}$ %, w.i.g. | imports negligible |
| (B)(2)(a) | 2s 6d per lb. or 25%, w.i.g. | 25.0 |
| (B)(2)(b) | 2s 6d per lb. or 22 $\frac{1}{2}$ %, w.i.g. | 23.0 |
| 61.10(A)(1) | 15s. per lb. or 33 $\frac{1}{3}$ %, w.i.g. | 33 $\frac{1}{3}$ |
| (A)(2) | 7s 6d per lb. or 33 $\frac{1}{3}$ %, w.i.g. | 33.5 |
| (B)(1)(a) | 5s. per lb. or 30%, w.i.g. | Imports negligible |
| (B)(1)(b) | 5s. per lb. or 22 $\frac{1}{2}$ %, w.i.g. | No imports |
| (B)(2)(a) | 2s 6d per lb. or 30%, w.i.g. | 30.0 |
| (B)(2)(b) | 2s 6d per lb. or 22 $\frac{1}{2}$ %, w.i.g. | 22.5 |
| 61.11(A)(1) | 15s. per lb. or 33 $\frac{1}{3}$ %, w.i.g. | 33.9 |
| (A)(2) | 7s 6d per lb. or 25%, w.i.g. | 25.1 |
| (B)(1)(a) | 5s. per lb. or 30%, w.i.g. | No imports |
| (B)(1)(b) | 5s. per lb. or 25%, w.i.g. | Imports negligible |
| (B)(1)(c) | 5s. per lb. or 22 $\frac{1}{2}$ %, w.i.g. | No imports |
| (B)(2)(a) | 2s 6d per lb. or 30%, w.i.g. | No imports |
| (B)(2)(b) | 2s 6d per lb. or 25%, w.i.g. | No imports |
| (B)(2)(c) | 2s 6d per lb. or 22 $\frac{1}{2}$ %, w.i.g. | Imports negligible |
| 61.12(A) | 4s 8d per lb. or 33 $\frac{1}{3}$ %, w.i.g. | 39.6 |
| (B) | 1s 8d per lb. or 25%, w.i.g. | 28.3 |
| (B)(1)(a) | 15s. per lb. or 33 $\frac{1}{3}$ %, w.i.g. | Imports negligible |
| (B)(1)(b) | 7s 6d per lb. or 25%, w.i.g. | 25.0 |
| (B)(1)(a) | 5s. per lb. or 22 $\frac{1}{2}$ %, w.i.g. | No imports |
| (B)(1)(b) | 2s 6d per lb. or 22 $\frac{1}{2}$ %, w.i.g. | No imports |

SECRET

ANNEX F

UNITED KINGDOM OFFERS OF
PARTIAL TARIFF REDUCTIONS ON CERTAIN TEXTILES

Although the cotton and man-made fibres complex represents for the United Kingdom an exceptionally difficult problem the United Kingdom Government are prepared, subject to overall reciprocity and to their being satisfied with the total settlement of textile items at the end of the day, to reduce the existing tariffs for man-made fibres and mixtures of cotton and man-made fibres to the basic rates for cotton goods, namely $17\frac{1}{2}$ per cent for cloth and 20 per cent for garments.

The schedule attached sets out the details of this offer in terms of the textile headings in the United Kingdom's exceptions list.

SECRET

| U.K. Tariff No. | Summary Description | Extent of partial offer |
|--|--|-------------------------|
| ex 51.04(A) ex (B) | } Woven fabrics of man-made fibres (continuous) | 17½% |
| | | 17½% |
| 55.05(A) (B) | } Cotton yarn, not put up for retail sale | 12% + 5⅝d. |
| | | 7½% |
| 55.06(A) (B) | } Cotton yarn, put up for retail sale | 12% + 5⅝d. |
| | | 7½% |
| 55.07(A)(1) (2) (B) | } Cotton gauze | 17½% |
| | | 17½% |
| | | 17½% |
| 55.08(A)(1) (2) (B) | } Cotton terry towelling | 17½% |
| | | 17½% |
| | | 17½% |
| 55.09(A)(1) (2) (B) | } Other woven fabrics of cotton | 17½% |
| | | 17½% |
| | | 17½% |
| 56.05 | Yarn of man-made fibres (discontinuous), not put up for retail sale | 12% + 5⅝d. |
| 56.06 | Yarn of man-made fibres (discontinuous), put up for retail sale | 12% + 5⅝d. |
| ex 56.07(A) ex (B) | } Woven fabrics of man-made fibres (discontinuous) | 17½% |
| | | 17½% |
| 57.06(A) (B)(1) (2) | } Yarn of jute | * |
| | | 10% |
| | | 15% |
| 57.10(A)(1) (2) (B) | } Woven fabrics of jute | 20% |
| | | 20% |
| | | 20% |
| ex 58.04(A)(1) ex (2) ex (3) ex (4) ex (B) | } Woven pile and chenille fabrics | 17½% |
| | | 17½% |
| | | 17½% |
| | | 17½% |
| | | 17½% |
| ex 58.10(A)(1) ex (2) ex (3) ex (4) ex (B) | } Embroidery in the piece - of <u>woven fabric</u> | 17½% |
| | | 17½% |
| | | 17½% |
| | | 17½% |
| | | 17½% |
| ex 59.04(A)(2) ex (B)(4) | } Twine, cordage, etc. <u>of jute</u> | * |
| | | 15% |
| ex 59.07(A)(1) ex (2) ex (B) | } Textile fabrics coated with gum, etc. - <u>made from woven fabrics</u> | 17½% |
| | | 17½% |
| | | 17½% |
| ex 59.08(A)(1) ex (2) ex (B)(1) ex (2) | } Textile fabrics impregnated or coated with plastics etc.- <u>made from woven fabrics</u> | 17½% |
| | | 17½% |
| | | 15% |
| | | 17½% |
| | *(i) singles, not polished or glazed: | 12% + 5⅝d. |
| | (ii) singles, polished or glazed; multiples: | 15% |

SECRET

| U.K. Tariff No. | Summary Description | Extent of partial offer |
|-------------------|---|-------------------------|
| ex 59.09(A)(1) | Textile fabrics impregnated or coated with oil, etc. - <u>made from woven fabrics</u> | 17½% |
| ex (2) | | 17½% |
| ex (B)(1) | | 15% |
| ex (2) | | 17½% |
| ex 59.11(A)(1) | Rubberised textile fabrics - <u>made from woven fabrics</u> | 17½% |
| ex (2) | | 17½% |
| ex (B) | | 17½% |
| ex 59.12(A)(1)(a) | Textile fabrics otherwise impregnated or coated - <u>made from woven fabrics</u> | 17½% |
| ex (b) | | 17½% |
| ex (2) | | 17½% |
| ex 59.16(A) | Transmission etc. belts or belting | 17½% |
| ex (B) | | 17½% |
| ex (C) | | 14% |
| ex 59.17(C)(1)(a) | Textile fabrics used in machinery, etc. | 17½% |
| ex (b) | | 17½% |
| ex (2) | | 17½% |
| ex 59.17(D)(1) | Other textile articles used in machinery, etc., <u>made from woven fabrics</u> | 20% |
| ex (2) | | 20% |
| ex (3) | | 20% |
| ex 61.01(A)(1) | Men's and boys' outer garments | 20% |
| ex (2) | | 20% |
| ex (B)(1) | | 20% |
| ex (2) | | 20% |
| ex (C) | | 20% |
| ex 61.02(A)(1)(a) | Women's, girls' and infants' outer garments | 20% |
| ex (b) | | 20% |
| ex (c) | | 20% |
| ex (2)(a) | | 20% |
| ex (b) | | 20% |
| ex (c) | | 20% |
| ex (d) | | 20% |
| ex (e) | | 20% |
| ex (B)(1)(a) | | 20% |
| ex (b) | | 20% |
| ex (c) | | 20% |
| ex (2)(a) | | 20% |
| ex (b) | | 20% |
| ex (c) | | 20% |
| ex (C)(1) | | 20% |
| ex (2) | 20% | |
| ex (3)(a) | 1s.9d. garment or 17½% w.i.g. | |
| ex (b) | 20% | |
| ex 61.03(A)(1) | Men's and boys' undergarments | 20% |
| ex (2) | | 20% |
| ex (B)(1) | | 20% |
| ex (2) | | 20% |
| ex (C) | | 20% |
| ex 61.04(A)(1) | Women's, girls' and infants' undergarments | 20% |
| ex (2) | | 20% |
| ex (B)(1)(a) | | 20% |
| ex (b) | | 20% |
| ex (2)(a) | | 20% |
| ex (b) | | 20% |
| ex (C)(1) | | 20% |
| ex (2) | 20% | |

| U.K. Tariff No. | Summary Description | Extent of partial offer | |
|-----------------|---|---------------------------|-----|
| ex 61.05(A)(1) | Handkerchiefs | 20% | |
| ex (2) | | 20% | |
| ex (B)(1)(a) | | 20% | |
| ex (b) | | 20% | |
| ex (2)(a) | | 20% | |
| ex (b) | | 20% | |
| ex (C)(1) | | 20% | |
| ex (2) | | 2s.9d./lb. or 17½% w.i.g. | |
| ex 61.06(A)(1) | | Shawls, scarves, etc. | 20% |
| ex (2) | | | 20% |
| ex (B)(1)(a) | 20% | | |
| ex (b) | 20% | | |
| ex (c) | 20% | | |
| ex (2)(a) | 20% | | |
| ex (b) | 20% | | |
| ex (c) | 20% | | |
| ex (C)(1) | 20% | | |
| ex (2) | 20% | | |
| ex (3) | 20% | | |
| ex 61.08(A)(1) | Collars, fallals, jabots, etc. | 20% | |
| ex (2) | | 20% | |
| ex (B)(1)(a) | | 20% | |
| ex (b) | | 20% | |
| ex (c) | | 20% | |
| ex (B)(2)(a) | | 20% | |
| ex (b) | | 20% | |
| ex (c) | | 20% | |
| ex (C)(1) | | 20% | |
| ex (2) | | 20% | |
| ex (3) | 20% | | |
| ex 61.09(A)(1) | Corsets, brassieres, etc. <u>made from woven fabric</u> | 20% | |
| ex (2) | | 20% | |
| ex (B)(1)(a) | | 20% | |
| ex (b) | | 20% | |
| ex (2)(a) | | 20% | |
| ex (b) | | 20% | |
| ex (C)(1) | | 20% | |
| ex (2)(a) | | 15% | |
| ex (b) | 20% | | |
| ex 61.10(A)(1) | Gloves, mittens, etc. | 20% | |
| ex (2) | | 20% | |
| ex (B)(1)(a) | | 20% | |
| ex (b) | | 20% | |
| ex (2)(a) | | 20% | |
| ex (b) | | 20% | |
| ex (C)(1) | | 20% | |
| ex (2) | 20% | | |
| ex 61.11(A)(1) | Made up accessories for articles of apparel | 20% | |
| ex (2) | | 20% | |
| ex (B)(1)(a) | | 20% | |
| ex (b) | | 20% | |
| ex (c) | | 20% | |
| ex (2)(a) | | 20% | |
| ex (b) | | 20% | |
| ex (c) | | 20% | |
| ex (C)(1) | | 20% | |
| ex (2) | 20% | | |
| ex (3) | 20% | | |

| U.K. Tariff No. | Summary Description | Extent of partial offer |
|---|--|---|
| ex 62.01(A) ex (B) ex (C) | Travelling rugs and blankets | 20% 20% 20% |
| ex 62.02(A) ex (B) ex (C)(1) ex (2)(a) ex (b) | Bed linen, table linen, curtains, etc. | 20% 20% 20% 17½% 20% |
| ex 62.03(A) ex (B) ex (C)(1) ex (2) | Sacks and bags | 20% 20% 17½% 20% |
| ex 62.04(A) ex (B) ex (C)(2) | Tarpaulins, sails, awnings, sunblinds, tents and camping goods | 20% 20% 20% |
| ex 62.05(A)(1)(a) ex (b) ex (2) ex (B)(1)(a) ex (b) ex (2) ex (c) | Other made up textile articles | 20% 20% 20% 20% 20% 20% 20% |

UNITED KINGDOM COMMITMENTS ON MARGINS OF PREFERENCE
TO COUNTRIES IN THE COMMONWEALTH PREFERENCE AREA

Listed below are the items included in the United Kingdom offer list which are of interest to less developed countries and on which countries of the Commonwealth Preference Area enjoy contractual preferences.

Some of these contractual preferences arise from trade agreements made some 30 years ago and are in terms which are not easily transposed into current British tariff nomenclature. However, brief descriptions and main tariff heads are given of items in the non-agricultural sector of the United Kingdom tariff within which existing commitments on margins of preference would oblige the United Kingdom Government to seek the concurrence of one or more of the Governments of Australia, India, the Republic of Ireland, New Zealand, Pakistan, Rhodesia and South Africa before implementing the offer of 50 per cent cut in the most favoured nation rate of duty.

The total value of imports into the United Kingdom in 1962 of items listed subject to the full rate of duty is estimated to have been £14.8 million.

| | |
|-----------|--|
| 05.07 | Ostrich feathers |
| 05.08 | Bones |
| 25.19 | Magnésite, dead-burned |
| 25.24 | Asbestos |
| 27.13 | Paraffin wax |
| 32.01 | Wattle extracts |
| 33.01 | Sandalwood oil, eucalyptus oil |
| 35.01 | Casein |
| 41.02) | Leather |
| 41.03) | |
| 41.04) | |
| 41.05) | |
| 41.06) | |
| 41.07) | |
| 41.08) | |
| 41.01) | Goatskins |
| 43.01) | |
| 43.02) | |
| ø 44.03) | Boxwood; tropical hardwoods |
| ø 44.04) | |
| ø 44.05) | |
| 57.07 | Coir yarn, mats and matting |
| 58.01) | Carpets and rugs |
| 58.02) | |
| 59.02) | |
| 58.05) | Cotton and jute tissues and cotton household goods etc. |
| 58.08) | |
| 58.09) | |
| 60.01) | |
| 60.05) | |
| 97.06 | |

ø The duty on boxwood and tropical hardwoods has been suspended with the agreement of the Governments concerned until 31st December 1965, and will be considered for removal at the end of the Kennedy Round negotiations.

Note on the definition of industrial goods

In the absence of any agreed definition of the industrial sector the United Kingdom has worked on the basis of B.N. Chapters 25 - 99. The tariff headings listed under A below, however, seem unmistakably agricultural, are excluded from the industrial offer and will be dealt with in our agricultural offer. The headings listed under B below are those in Chapters 1 - 24 which, subject to the views of the Committee on Agriculture, should be considered industrial.

The only implication for our industrial exceptions list would be the addition to the alcohol ethers group of the associated item, fatty alcohols (U.K. tariff headings 15.10 ex (A) and ex (B)) - if the list under B were agreed. Imports into the U.K. of fatty alcohols under these headings in 1961 and 1962 were (in £'000):-

| | <u>Total</u> | <u>M.F.N.</u> |
|------------|--------------|---------------|
| 1961 | 836 | 744 |
| 1962 | 849 | 719 |

List A

| <u>B.N. Number</u> | <u>Summary Description</u> |
|--------------------|--|
| ex 33.01 | Essential oils of citrus fruits, peppermint and hops |
| ex 35.01 | Caseinates and other casein derivatives |
| ex 35.02 | Albumins |

List B

| | |
|----------|--|
| 05.01 | Human hair |
| 05.02 | Pigs', hogs' etc. bristles or hair |
| 05.03 | Horse hair etc. |
| 05.06 | Sinews and tendons etc. |
| 05.07 | Skins and other parts of birds |
| 05.08 | Bones and horn-cores, unworked, defatted etc. |
| 05.09 | Horns, antlers, hooves etc. and whalebone etc. |
| 05.11 | Tortoise shell etc. |
| 05.13 | Natural sponges |
| 05.14 | Ambergris, castoreum, civet and musk; animal products used to prepare pharmaceutical products. |
| ex 12.07 | Botanical plants, whole, cut, crushed, ground or powdered, excluding ground and unground basil, borage, mint, rosemary and sage. |
| 13.01 | Raw vegetable materials used primarily in dyeing or tanning |

- 13.02 Shellac, other lacs, natural gums, resins etc.
- ex 13.03 Aloes; cassia pulp; other vegetable extracts other than liquorice and hop extracts, fruit pectin and agar-agar
- ex 14. 01 Vegetable materials etc. other than rattan cane, osiers or willows
- 14.02 Vegetable materials used primarily as stuffing
- 14.03 Vegetable materials used primarily in brushes or brooms
- 14.05 Vegetable products, not elsewhere specified.
- 15.05 Wool grease and fatty substances derived therefrom
- ex 15.07 Raw oils, the following:- oiticica, stillingia and tung
- 15.09 Degras
- 15.10 Fatty acids; acid oils from refining; fatty alcohols
- 15.11 Glycerol and glycerol lyes
- 15.15 Beeswax and other insect waxes
- 15.16 Vegetable waxes
- ex 23.03 Bagasse