ATTACHED is a proposal received from developing exporting countries, participants in the Arrangement, relating to the provisions of Article 11.
Following negotiations on the renewal of the Arrangement Regarding International Trade in Textiles, as concluded on 20 December 1973, the participants to this Arrangement agree on the following regarding its application and in particular Article 11 of the Arrangement.

1. The participants recognised that at present, the effective functioning of the Arrangement depends on their willingness to abide by its provisions. The participants reaffirmed that the role of the Textile Surveillance Body is to ensure the effective and equitable operation of the Arrangement with the aim of furthering the objectives of the Arrangement. The participants agreed that the existing surveillance mechanism would be more effective if its working methods were improved.

2. In the event of the TSB being unable to make recommendations or findings in regard to any matter submitted to it under the terms of Article 11, such matter shall be then referred to the Textiles Committee, or to the GATT Council, through normal GATT procedures, taking into consideration the relevant procedures and provisions of the Understanding regarding Notification, Consultation, Dispute Settlement, adopted by the Contracting Parties of the GATT on 20 November 1979.