The Textiles Surveillance Body received a notification from the EEC of an amendment of its bilateral agreement with Brazil. A limit was agreed on Category 4 (T-shirts) when exported to Italy for the period 12 September 1985-31 December 1986.¹

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.

¹ The text of the bilateral agreement is contained in COM.TEX/SB/917.
² See COM.TEX/SB/35, Annex B
*French and English only/Français et Anglais seulement/Comes y Inglés solamente
Memorandum of Understanding

1. In connection with the textile agreement concluded between Brazil and the European Community on 8 October 1985, delegations of the Federal Republic of Brazil and the European Community met on 11 and 12 November 1985 to hold consultations under Articles 7 and 16 of the agreement.

The consultations dealt with problems of imports to the Italian market of Category 4 products (NIMEXE headings 60.04-19, 20, 22, 23, 24, 26, 41, 50, 58, 71, 79, 89) originating in Brazil.

2. As a result of these consultations, the two delegations agreed on a solution for the years 1985 and 1986. In accordance therewith, Brazil agrees to limit its exports of Category 4 products to the Italian market to the following level:

   (a) from 12 September to 31 December 1985: 500,000 pieces
   (b) from 1 January to 31 December 1986: 3,800,000 pieces

3. As regards the agreed limitation for 1985, owing to exceptional circumstances, the Community stated that it was prepared to accept that a maximum quantity of 300,000 pieces in addition to the quantity specified in point (a) above may be imported to allow for any shipments embarked prior to the date of the effective application of the limitation measures but no later than 1 October 1985.

   The Brazilian authorities will inform the Community in good time of the quantities concerned by this possibility.

4. In addition, it was agreed that advance use of the 1986 quantity, if any, could involve a maximum of 250,000 pieces (including the 5 per cent provided for in Article 6 of the bilateral agreement).

5. It is understood that the provisions of the agreement concerning exports of products subject to quantitative limits under Annex II, and in particular the double-checking system established in Protocol A, will be applicable to exports of Category 4 products from Brazil to Italy as from 12 September 1985.

Brussels, 13 November 1985

(signed)  
Head of the Delegation of the Federal Republic of Brazil

(signed)  
Head of the Delegation of the European Economic Community