ARRANGEMENT REGARDING INTERNATIONAL TRADE IN TEXTILES

Notification under Article 4:4

Amendment of the Bilateral Agreement between the United States and Mexico

The Textiles Surveillance Body received a notification from the United States of an amendment to its bilateral agreement with Mexico as extended until 31 December 1987. Under this amendment, designated consultation levels on several categories or merged categories were revised for 1986 and 1987, or increased for 1986; Category 666 was excluded from Group II with a consequent modification of the designated consultation level for this Group; for 1986 and 1987 the specific limit on Category 341/641 was increased and the designated consultation level on Category 335 was decreased; special swing was provided between certain sub-limits.

The TSB, pursuant to its procedures regarding amendments of agreements notified under Article 4, has examined the relevant documentation and is forwarding the text of the notification to participating countries for their information.

1The text of the bilateral agreement, its amendments, a previous extension and further amendments are contained in COM.TEX/SB/441, 618, 643, 749, 796, 1018, 1019 and 1020; a two-year extension is contained in COM.TEX/SB/1183.

2See COM.TEX/SB/35, Annex B

*English only/Anglais seulement/Inglés solamente
UNITED STATES AND MEXICO AMEND BILATERAL TEXTILE AGREEMENT

The United States and Mexico amended their bilateral textile agreement. Text of the notes follow:

UNITED STATE NOTE

October 22, 1986

Excellency:

I have the honor to refer to the Arrangement Regarding International Trade in Textiles, with Annexes, done at Geneva on December 20, 1973 and extended by protocol on December 14, 1977 and December 22, 1981 and July 31, 1986 (the Arrangement), and to the Agreement Between the United States of America and the United Mexican States Relating to Trade in Cotton, Wool and Man-made Fiber Textiles and Textile Products, with Annexes, effected by exchange of notes February 26, 1979 (the Agreement). I also have the honor to refer to recent discussions held October 8, 9 and 10, 1986 between representatives of our Governments in Washington, DC.

I have the honor to propose, on behalf of my Government, that the Agreement be amended as follows:
1) The Designated Consultation Levels (DCLs) listed below shall be revised to the following levels for the 1986 and 1987 Agreement Years:

<table>
<thead>
<tr>
<th>Category</th>
<th>DCL</th>
</tr>
</thead>
<tbody>
<tr>
<td>336/636</td>
<td>140,000 dozen</td>
</tr>
<tr>
<td>342/642</td>
<td>150,000 dozen</td>
</tr>
</tbody>
</table>

2) The Designated Consultation Levels (DCLs) listed below shall be revised to the following levels for the 1986 Agreement Year only:

<table>
<thead>
<tr>
<th>Category</th>
<th>DCL</th>
</tr>
</thead>
<tbody>
<tr>
<td>338/339</td>
<td>475,000 dozen</td>
</tr>
<tr>
<td>340</td>
<td>135,000 dozen</td>
</tr>
<tr>
<td>352/652</td>
<td>1,000,000 dozen</td>
</tr>
<tr>
<td>604-A</td>
<td>1,150,000 lbs.</td>
</tr>
<tr>
<td>604-O</td>
<td>1,600,000 lbs.</td>
</tr>
<tr>
<td>666</td>
<td>4,000,000 lbs.</td>
</tr>
</tbody>
</table>

Category 666 shall not be included in Group II and, accordingly, the Group II Aggregate DCL shall be amended to 45,000,000 SYE for the 1986 and 1987 Agreement Years.

3) Pursuant to Paragraph 18 of the July 31, 1986 Protocol of Extension to the MFA, for Category 341/641, the 1986 Specific
Limit shall be increased to 615,000 dozen, and the 1987 Specific Limit to 651,900 dozen. The Sub-Limit for blouses made of yarn-dyed fabrics shall not be changed. Also, the DCL for Category 335 shall be amended to 40,000 dozen for the 1986 and 1987 Agreement Years.

4) A special shift of 20 percent shall be available between the Sub-Limits for 347 and 348, and between the Sub-Limits for 647 and 648 for the 1986 and 1987 Agreement Years.

If this proposal is acceptable to your Government, this note and your note of confirmation shall constitute an amendment to the Agreement.

For the Secretary of State:

Ralph P. Johnson

MEXICO NOTE

Excellency: Washington, D. C., October 31, 1986

I have the honor to acknowledge receipt of your note dated October 22, 1986, proposing to amend the Agreement between the United Mexican States and the United States of America relating to Trade in Cotton, Wool and Man-made Fiber Textiles and Textiles Products, with annexes, effected by exchange of notes February 26, 1979, as amended (the Agreement).
On behalf of the Government of Mexico, I would like to confirm to you that the terms expressed in your aforementioned note conform with the understanding reached during recent discussions held in Washington, D.C. on October 8, 9 and 10, 1986, between representatives of our Governments.

Therefore, your note and this note of confirmation constitute an amendment to the Agreement.

I avail myself of this opportunity to renew to Your Excellency the assurances of my highest consideration.

Jorge Espinosa de los Reyes
Ambassador