ARRANGEMENT REGARDING INTERNATIONAL TRADE IN TEXTILES

Notification under Article 4:4

Amendment of the Bilateral Agreement
between the United States and Brazil

The Textiles Surveillance Body received a notification from the United States of an amendment of its bilateral agreement with Brazil. The parties agreed on a restraint on Category 314 (cotton poplin and broadcloth).  

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. 3

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1 The agreement between the parties is contained in COM.TEX/SB/1133.
2 See COM.TEX/SB/35, Annex B
3 For the TSB's observations on this notification see COM.TEX/SB/1285.

87-1007
UNITED STATES AND BRAZIL AMEND BILATERAL TEXTILE AGREEMENT

The United States and Brazil amended their bilateral textile agreement on March 11, 1987 and March 19, 1987. Text of the notes follow:

UNITED STATES NOTE  
March 11, 1987

The Secretary of State presents his compliments to His Excellency the Ambassador of the Federative Republic of Brazil and has 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 July 31, 1986; and has the honor to refer to the Agreement on Textiles between the United States Government and the Government of Brazil effected by exchange of notes August 7 and August 29, 1985 in Brasilia. The Secretary of State has the further honor to refer to consultations held December 9 and 10, 1986 and February 18, 1987 between representatives of the Government of the United States and the Government of Brazil concerning exports from Brazil to the United States of cotton poplin and broadcloth, Category 314 and Category 320-part.

On behalf of the Government of the United States of America, the Secretary of State proposes that the following specific limit be added to Annex B of the Agreement:

**ANNEX B**

<table>
<thead>
<tr>
<th>Category</th>
<th>Unit</th>
<th>August 28, 1986 - April 1, 1987</th>
<th>March 31, 1987</th>
<th>March 31, 1988</th>
</tr>
</thead>
<tbody>
<tr>
<td>314</td>
<td>Syd</td>
<td>1,952,877</td>
<td>3,498,000</td>
<td></td>
</tr>
</tbody>
</table>
Special shift of twenty percent shall be available for Category 314. The shift is to be deducted from any other cotton fabric category under specific limit and shall be prorated for the initial agreement period. The Government of Brazil shall inform the Government of the United States from which cotton fabric category or categories it wishes to shift. Swing shall not be available for Category 314 if special shift has been used.

On behalf of the Government of the United States of America, the Secretary of State has the honor to propose that Brazilian access rights to the United States market established in the Agreement shall not be reduced as a result of the conversion of the Tariff Schedules of the United States to the Harmonized System.

The Secretary of State has the further honor to inform His Excellency the Ambassador of Brazil that the United States is formally rescinding its request for consultations on Category 320-part.

If the foregoing proposals are acceptable to the Government of the Federative Republic of Brazil, then this note and a note of confirmation from His Excellency on behalf of the Government of the Federative Republic of Brazil shall constitute an amendment to the Agreement.
The Embassy of the Federative Republic of Brazil presents its compliments to the Department of State and has the honor to refer to the note dated March 12, 1987, which reads as follows:

UNITED STATES NOTE


The Embassy of the Federative Republic of Brazil has the honor to confirm, on behalf of the Government of the Federative Republic of Brazil, that the aforementioned note together with this reply shall constitute an amendment to the Agreement on Textiles between Brazil and the United States of America effected by exchange of notes August 7 and August 29, 1985, in Brasilia.