Textiles Surveillance Body

ARRANGEMENT REGARDING INTERNATIONAL TRADE IN TEXTILES

Notification under Article 4:4

Modifications of the bilateral agreement between the EEC and China

The Textiles Surveillance Body received a notification from the EEC of modifications of its agreement with China. Regional restraints were agreed on Categories 10 (gloves) and 13 (underpants) for the period 25 September 1987-31 December 1988 and on Categories 15B (ladies' coats), 68 (babies' undergarments) and 71 (babies' outerwear) for the last agreement year from 1 January 1988.

The TSB, pursuant to its procedures regarding notifications made under Article 4,\(^1\) has examined the relevant documentation and is transmitting the text of the notification to participating countries for their information.

\(^1\) The bilateral agreement and previous modifications are contained in COM.TEX/SB/601, 897, 986 and 1059. The supplementary protocol and an additional protocol are contained in COM.TEX/SB/1051 and 1214.

\(^2\) See COM.TEX/SB/35, Annex B

* English only/Anglais seulement/Inglés solamente

88-1131
1. A delegation of the People's Republic of China and a delegation of the European Economic Community met on 15 and 18 December 1987 in Brussels for consultations pursuant to Articles 6 and 16 of the Agreement between the EEC and China on Trade in Textile Products.

2. In the course of these consultations, it was agreed that:

i) China will limit her exports of products of Category 10 to Spain, and Category 13 to the United Kingdom, as follows:

<table>
<thead>
<tr>
<th>Category</th>
<th>Quantitative Limits from 25 September to 31 December 1987</th>
<th>Quantitative Limits from 1 January to 31 December 1988</th>
</tr>
</thead>
<tbody>
<tr>
<td>10 Spain</td>
<td>200,000 pairs</td>
<td>1,100,000 pairs</td>
</tr>
<tr>
<td>13 United Kingdom</td>
<td>4,000,000 pieces</td>
<td>30,000,000 pieces</td>
</tr>
</tbody>
</table>

Any quantities shipped from China to above-mentioned regions of the Community between 25 September and 31 December 1987 in excess of the limits agreed for that period will be anticipated against the 1988 limits.

ii) China will limit her exports to France in 1988 of products of categories 15B, 68 and 71 as follows:

- Category 15B: 350,000 pieces
- Category 68: 440 tonnes
- Category 71: 200 tonnes

China will, when concluding contracts for trade in products subject to these limits, accord priority to the manufacturing enterprises referred to in the attached list, under the conditions specified in Article 3(2) of the Agreement.

3. It is the understanding of both parties that the provisions of the Agreement which concern exports of products subject to quantitative limits and in particular the licensing procedures set out in Protocol A of the Agreement shall apply to exports of the above-mentioned products.

Delegation of the People's Republic of China

Delegation of the European Economic Community

Brussels, 21 December 1987