The Textiles Surveillance Body received a notification from Finland of an agreement covering one product category concluded with Sri Lanka for the period 1 January to 31 December 1992.¹

The TSB, pursuant to its procedures regarding bilateral agreements notified under Article 4,² has examined the relevant documentation and is forwarding the text³ of the notification to participating countries for their information.

¹The previous bilateral agreement and extension are contained in COM.TEX/SB/1233 and 1576.
²See COM.TEX/SB/35, Annex B.
³For the TSB's observation on this notification, see COM.TEX/SB/1724.

*English only/Anglais seulement/Inglés solamente
MEMORANDUM OF UNDERSTANDING


1. The following arrangements shall apply for the period of 1st January, 1992, to 31st December, 1992, replacing the present arrangements expiring on 31st December, 1991.

2. Either party may at any time request consultations on the modification of this Memorandum of Understanding if later developments so warrant. The parties specifically agree to consult each other on the desirability of amendments to the Memorandum of Understanding upon the completion of the Uruguay Round negotiations, or upon the expiry of the Protocol Extending the Arrangement Regarding International Trade in Textiles, whichever comes earlier.

3. The Government of Sri Lanka agrees to limit the exports to Finland of the textile products specified in Annex I to the levels set out in that Annex I.

4. Finland will for the purpose of these arrangements admit imports of the textile products of Sri Lankan origin set out in Annex I to the agreed limits provided that such imports into Finland are covered by an Export Licence as per specimen in Annex II, issued by the Sri Lankan Ministry of Handlooms and Textile Industries. The Export Licence shall bear an endorsement by competent officials to the effect that the consignment concerned has been debited to the agreed level for exports to Finland for the relevant period. The date of shipment indicated on the shipping documents shall be considered to be the date of exportation.

5. If the information available to the Finnish authorities through the import surveillance system shows that the quantitative limit for the products specified in Annex I has already been reached or that the unused balance of that limits is insufficient to cover the goods specified in the Export Licence, the Finnish authorities may, subject to the provisions of paragraph 6 below, refuse to admit imports of such products for any quantity in excess of the quantitative limit set out in Annex I. In such a case, the Finnish authorities shall immediately inform the Sri Lankan authorities of their decision.

6. Carryover and carry forward taken together shall not exceed 11 (eleven) per cent, of which carry forward shall not represent more than 6 (six) per cent.

7. The utilization of the flexibilities referred to in paragraph 6 above is subject to prior notification to the Finnish authorities.

8. Finland and Sri Lanka agree to consult together, at the request of either party on any matter arising from the implementation of these arrangements.
9. Sri Lanka will forward to Finland quarterly statistics on a cumulative basis on the textile products for which Export Licences for export to Finland have been issued. Finland will forward to Sri Lanka quarterly statistics on a cumulative basis on imports of the said products.

10. The Annexes to this Memorandum of Understanding shall form an integral part thereof.

Done in Colombo on Tuesday, 14th January, 1992, in duplicate.

Erik Hagfors  
Ambassador  
For the Government of the  
Republic of Finland

R. A. P. Goonetileke  
Secretary,  
Ministry of Trade & Commerce  
For the Government of the  
the Democratic Socialist  
Republic of Sri Lanka
### ANNEX I

<table>
<thead>
<tr>
<th>(a) Finnish Tariff Classification No.</th>
<th>(b) Description</th>
<th>(c) Unit of Quantity</th>
<th>(d) 01.01.1992 to 31.12.1992</th>
</tr>
</thead>
<tbody>
<tr>
<td>62.05.20.00</td>
<td>Men's and boy's</td>
<td>Pieces</td>
<td>87,224</td>
</tr>
<tr>
<td>62.05.30.00</td>
<td>shirts of cotton</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>and man-made fibres</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>
ANNEX II

EXPORT CERTIFICATE FOR FINLAND

1. Country of Origin: ..............................................
2. Export Certificate No. 001: .................................
3. Exporter's Name and Address: ..............................

We certify that the above exporter has been authorized to export the following goods which have been debited against the restraint level for export to Finland during the agreement period, 1st January to 31st December, 1992.

1. Destination: ..................................................
2. Order L.C. No.: ..............................................
3. Sri Lanka Export Licence No.: ............................
4. Description of goods: .......................................
5. H. S. No.: .....................................................
6. Quantity (pieces): .........................................
7. Value (F.O.B): ............................................... 
8. Date of Shipment (Approx.): ............................
9. Importer's Name and Address: ...........................

(Seal of the Ministry of Handloom and Textile Industries, Sri Lanka)

(Export Division)
Ministry of Handloom and Textile Industries

Copy forwarded to

The Director General of Customs,
Colombo 01.