The Textiles Surveillance Body received a notification from Canada of an extension with a modification of its agreement with Indonesia. The agreement has been extended for the period 1 January 1992 to 31 December 1992.

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

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1 The bilateral agreement and a previous modification are contained in COM.TEX/SB/1330 and 1552.

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

3 For the TSB's observation on this notification, see COM.TEX/SB/1748.

*English only/Anglais seulement/Inglés solamente
CANADA-INDONESIA TEXTILE AND CLOTHING CONSULTATIONS

AGREED RECORD OF DISCUSSIONS

1. Delegations representing the Government of Canada and the Government of the Republic of Indonesia met on 28 and 29 November 1991, in Ottawa to discuss the extension of the Memorandum of Understanding between the Government of Canada and the Government of Indonesia relating to the export from Indonesia of certain textiles and textile products for import into Canada (MOU).

2. The two delegations agreed to extend the MOU for a 12-month period to 31 December 1992. Subject to paragraph 3 below, the extension of the MOU applies to all terms and conditions contained in the current MOU, including growth rates (6 per cent) and flexibility provisions. The extension will be without prejudice to any changes which may be negotiated in the Uruguay Round governing textile trade beyond 1991.

3. The two delegations agreed to modify Article 6 of the MOU as follows:

"6. With respect to Categories 2AC, 4, 7 and 8 described in Annex I, an additional five per cent of each unadjusted restraint level specified in column (C) therein shall be provided and shall consist of hand-made cottage industry products, as defined in Annex III. Export certificates, including quota year and category number information, shall be issued by the Government of Indonesia as provided for in paragraph 9 to indicate coverage by this provision."

4. The attached Annex will become Annex III of the MOU.

Mr. Jean Saint-Jacques
for the Government of Canada

Mrs. Halida Miljani
for the Government of the
Republic of Indonesia
ANNEX

DEFINITION OF COTTAGE INDUSTRY PRODUCTS

Hand-made cottage industry products are products of a kind traditionally made in the cottage industry, whether sewn by hand or by a hand or foot-operated sewing machine. The products shall be made up of any of the following fabrics:

a)  hand painted or hand printed batik fabrics;

b)  handloom fabrics, such as Ikat; or

c)  hand embroidered Kerawang fabrics.

Batik is produced by a process which involves the following three operations, carried out by hand, for each of the colours or shades applied to the fabric:

i)  Waxing (application of wax by hand to the fabric);

ii) Dyeing/printing (application of colour either by the traditional cottage method of dyeing or by handprinting); and

iii) Dewaxing (boiling the fabric to remove the wax).