ARRANGEMENT REGARDING INTERNATIONAL TRADE IN TEXTILES

Notification under Article 3

Bilateral Agreement between Sweden and Sri Lanka

The Textiles Surveillance Body has received from Sweden a notification of an agreement concluded with Sri Lanka under Article 3 of the Arrangement for the period 1 August 1977 to 31 July 1978.

The TSB has examined the relevant documentation and has found that this agreement is in conformity with the provisions of the Article under which it is notified, as well as with the other provisions of the Arrangement. The TSB is circulating this notification to participating countries for their information.
Colombo, 13 July 1977

Sir,

With reference to the consultations held in Colombo on 14 to 17 June 1977, regarding exports of certain textile products from Sri Lanka to Sweden, I have the honour to inform you that the following is the understanding of the Government of Sweden:

1. The following arrangements have been reached under Article 3 of the Arrangement Regarding International Trade in Textiles, bearing in mind particularly the provisions of Article 1:2 of the said Arrangement.

2. These arrangements will apply for the period 1 August 1977 to 31 July 1978.

3. The Government of Sri Lanka will voluntarily limit exports to Sweden of the textile products listed in Annex I to this letter to the levels set out in column (d) of that Annex.

4. The Government of Sweden will admit imports, through a system of import licences, of the textile products of Sri Lanka origin, listed in Annex I, only when such imports are covered by Export Certificates as per specimen in Annex II, issued by the Ministry of Textile Industries and duly endorsed that the consignments concerned have been debited to the agreed levels for exports to Sweden.

   The date of issue of shipping documents i.e. bill of lading or airway bill is considered to be the date of delivery (exportation).

5. Both parties regard it as essential that the exports of goods listed in Annex I to Sweden are evenly spaced throughout the period of agreement and that, in the allocation of quotas, due consideration is given to traditional patterns of trade. Accordingly, the Government of Sri Lanka undertakes to provide a procedure to achieve this.

6. The Government of Sri Lanka will forward to the Government of Sweden, via the Embassy of Sri Lanka in Stockholm, monthly statistics on a cumulative basis of the quantities of the items, listed in Annex I, for which duly endorsed Export Certificates for exports to Sweden have been issued. The statistics shall reach the Government of Sweden within a period of two months from the month under reference.

Mr. J.R. Samaranayake,
Director of Commerce,
Colombo.
7. The Government of Sri Lanka and the Government of Sweden agree to consult each other, at the request of either, when any unforeseen problem arises from the implementation of this agreement. The Government of Sri Lanka and the Government of Sweden agree furthermore to enter into consultations on the extension, modification or elimination of the limitations before the end of the period of agreement. If consultations do not result, within a reasonable period of time, in a mutually satisfactory solution and the removal or modification of the limitations would result in serious damage to its domestic producers of like or directly competitive products, the Government of Sweden may apply limitations to the extent and for such time as may be found necessary.

8. This letter together with your reply will constitute an agreement between the Government of Sri Lanka and the Government of Sweden. I would appreciate your confirmation that the above is also the understanding of the Government of Sri Lanka.

Please accept, Sir, the assurances of my highest consideration.

(signed) Sven Berg,
Chargé d'Affaires a.i.
of Sweden
### ANNEX I

<table>
<thead>
<tr>
<th>(a) Swedish tariff classification No.</th>
<th>(b) Description</th>
<th>(c) Unit of quantity</th>
<th>(d) Level for period 1.8.77-31.7.78</th>
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</table>
| I. 60.04. 102-109  
61.03. 102-109 | Shirts, men's and boys' wear | Pieces | 440,000 |
| II. 61.02. 502-509 | Blouses, not knitted or crocheted, women's and girls' wear | Pieces | 450,000 |
Sir,

I have the honour to acknowledge receipt of your letter of 13 July 1977, regarding limitation of the exports of certain textile products from the Republic of Sri Lanka to Sweden, which reads as follows:

(see text of Swedish letter)

I have the honour to inform you that the understanding set forth in your letter is acceptable to the Republic of Sri Lanka and to confirm that your letter together with the present reply will constitute an agreement between the Republic of Sri Lanka and the Government of Sweden.

Please accept, Sir, the assurances of my highest consideration.

(signed) J.R. Samaranayake
Director of Commerce

Mr. Sven Berg,
Chargé d'Affaires a.i.
of Sweden.