ARRANGEMENT REGARDING INTERNATIONAL TRADE IN TEXTILES

Notification under Article 4

Agreement between Canada and Romania

The Textiles Surveillance Body has received a notification from Canada of an agreement concluded under Article 4 of the Arrangement with Romania for a three-year period beginning 1 January 1977.

The TSB pursuant to its procedure regarding bilateral agreements notified under Article 4, has examined the relevant documentation and is circulating the text of the agreement to participating countries for their information.

1/ See COM.TEX/SB/35, Annex B.
Embassy of the Socialist Republic
of Romania
473 Wilbrod Street
Ottawa, Ontario,
Canada

The Embassy of the Socialist Republic of Romania presents its compliments to
the Ministry of Industry, Trade and Commerce and has the honour to advise that
the Romanian authorities have approved the text of the Memorandum of Understanding
concerning exports of worsted wool fabrics to Canada, initialled at Geneva on
12 July 1977.

As agreed at that date, the provisions of the above-mentioned document are
formally to enter into force upon the exchange of notes verbales on this subject.

The Embassy of the Socialist Republic of Romania will be grateful to the
Ministry of Industry, Trade and Commerce for notifying its agreement to the
document initialled at Geneva.

The Embassy of the Socialist Republic of Romania takes this opportunity to
express to the Ministry of Industry, Trade and Commerce the renewed assurances of
its highest consideration.

Ottawa, 3 August 1977
Dear Mr. Dumitrescu,

This is in reference to the Memorandum of Understanding concerning an export restraint arrangement for worsted fabrics which was concluded on an ad referendum basis on 12 July 1977 in Geneva by representatives of the Government of Canada and the Government of Romania.

I have the honour to inform you that the Minister of Industry, Trade and Commerce has confirmed, on behalf of the Government of Canada, the acceptance of this arrangement. Upon confirmation of the acceptance of the Arrangement by the Government of Romania, it shall constitute an agreement between our two Governments.

I wish to express the appreciation of the Canadian government for the understanding and co-operation shown by Romanian authorities in resolving this situation.

Yours truly,

(signed) J.K. Woyzbun,
Director,
Office of Special Import Policy.
MEMORANDUM OF UNDERSTANDING

This Memorandum of Understanding between the Government of Canada as represented by the Department of Industry, Trade and Commerce and the Government of Romania as represented by the Ministry of Foreign Trade and International Economic Co-operation sets out the Agreement reached between authorities of the Governments of Romania and Canada regarding the restraint to be applied by Romania to exports of worsted fabrics containing 17 per cent or more by weight of wool, in accordance with Articles 4 and 6 and other provisions of the Arrangement Regarding International Trade in Textiles (ITA).

1. It is agreed that Romania will restrain its exports to Canada of worsted fabrics containing 17 per cent or more by weight of wool for a 3-year period beginning 1 January 1977. During the first year of the Agreement, Romania will not ship more than 185,000 square yards to Canada, not counting shipments effected before 5 May 1977, but taking into account the provisions of paragraph 3 below.

2. Romanian and Canadian authorities will consult at mutually agreeable dates to determine the second and third year levels of this Agreement, it being understood that these levels will not be lower than the level agreed for each previous year and that the growth factors will be established in accordance with the appropriate provisions of the ITA.

3. With respect to carryforward and carryover for worsted fabrics as set out in this Arrangement, paragraph 5 of Annex B of the Arrangement Regarding International Trade in Textiles shall apply.

4. The appropriate Romanian authorities will provide an export licence covering all shipments to Canada of worsted fabrics as defined above, which are valued in excess of $250.00, certifying that the goods have been authorized for export to Canada within the agreed restraint level.

5. The Canadian authorities will issue individual import licences against certificates of export authorization issued by Romanian authorities within the agreed restraint level.

6. All shipments valued at less than $250.00 do not require certification for export by Romanian authorities.
7. Romanian authorities will endeavour to maintain a balanced pattern of shipments throughout the period of the restraint to ensure orderly marketing in Canada of worsted fabrics from Romania.

8. Romanian and Canadian authorities will provide each other, on request, with any available statistical data relevant to this arrangement.

9. Romanian and Canadian authorities will enter into consultations on request about any matter arising from or related to this arrangement.

10. This Memorandum of Understanding shall enter into force on the date of signature and be effective for the period 1 January 1977 to 31 December 1979.

Done in two copies at Geneva this twelfth day of July 1977 in the English language.

For the Government of Romania: M. Petrescou
Minister Counsellor,
The Permanent Mission of the Socialist Republic of Romania to the Office of the United Nations and specialized institutions at Geneva

For the Government of Canada: C.D. Arthur
General Director,
Office of Special Import Policy, Department of Industry, Trade and Commerce, Ottawa, Canada