ARRANGEMENT REGARDING INTERNATIONAL TRADE IN TEXTILES

Notification under Article 4:4

Amendment to the Bilateral Agreement between Austria and Korea

The Textiles Surveillance Body has received from the Government of Austria a notification of an amendment extending the existing bilateral agreement between Austria and Korea for a further seven-month period ending 31 July 1979.

The TSB, pursuant to its procedures regarding bilateral agreements notified under Article 4, has examined the relevant documentation and is circulating the text of the notification to participating countries for their information.3

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1 For original agreement and amendment, see documents COM.TEX/SB/59 and 328.
2 See COM.TEX/SB/35, Annex B.
3 For observations of the TSB, see COM.TEX/SB/429, paragraphs 8 and 9.
Excellency,

I have the honour to refer to the ARRANGEMENT REGARDING INTERNATIONAL TRADE IN TEXTILES (hereinafter referred to as the ARRANGEMENT), done at Geneva on 20 December 1973, and to the PROTOCOL EXTENDING THE ARRANGEMENT, done at Geneva on 14 December 1977. I further wish to refer to the agreement under Article 4 of the ARRANGEMENT between Austria and the Republic of Korea on trade in cotton textiles, effected by exchange of notes of 9 and 22 February 1978, and to make the following proposal concerning the short-term extension of that agreement:

(1) Restraint levels in metric tons for the seven-month period beginning 1 January 1979:

<table>
<thead>
<tr>
<th>Category</th>
<th>Export limit</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cotton fabrics as indicated in CCCN Nos. 55.08 and 55.09</td>
<td>44.17</td>
</tr>
<tr>
<td>Garments and other finished products of cotton as indicated in CCCN Nos. 60.02, 60.03, 60.04, 60.05, 61.01, 61.02, 61.03, 61.04 and 62.02</td>
<td>59.31</td>
</tr>
</tbody>
</table>

CCCN No.-limitation within the aggregate export quotas for garments and other finished products of cotton shall not exceed 5 per cent as regards under garments CCCN No. ex 61.03, and 15 per cent for each of the remaining CCCN Nos. as set forth above.
(2) The restraint levels for any category may be exceeded by a carryover of not more than 11 per cent in the case of shortfalls, and by a carry forward of not more than 6 per cent. The carryover shall not exceed the amount of shortfall in the specific category and shall be used in the same category in which the shortfall occurred. Carry forward shall be deducted from the amount established for the same category in the following agreement year. The combination of carryover and carry forward shall not exceed 11 per cent.

(3) Exports of garments and other finished products may be exceeded by 5 per cent provided that a corresponding reduction is applied in another limit. For the purposes of swing the limit of each restraint item shall be considered to be 2.99 tons for the products falling within CCCN No. ex 61.03 and 7.04 tons for each of the remaining items.

(4) Upon presentation of export recommendations issued by the Korean authorities within the amounts set forth in paragraph 1 above for the direct and/or indirect exports to Austria of cotton textiles of Korean origin, the competent Austrian authority will licence the corresponding imports within a period of three weeks.

(5) An undue concentration of imports of cotton textiles from the Republic of Korea into Austria as regards a special article and/or time shall be avoided. Accordingly, the Korean authorities will use their influence to achieve this aim.
(6) Consultations regarding the conduct of exports of cotton textiles from the Republic of Korea to Austria will be held if so desired by either party.

If the foregoing proposal is acceptable, a note of confirmation would be greatly appreciated.

Accept, Excellency, the assurances of my highest consideration.

Dr. Rudolf Willenpart
Director

H.E.
Mr. Young-Choo Kim
Ambassador
Embassy of the Republic of Korea
Reisnerstraße 48
1030 Vienna
November 23, 1978

Sir,

I have the honour to acknowledge the receipt of your letter No. 27.638/43-II/7/78 dated November 20, 1978 concerning the seven-month extension of the present cotton textile agreement between our two Governments which is to expire on December 31, 1978.

I further have the honour to confirm that the contents of your letter referred to above conform to what have been already agreed upon and therefore that they are acceptable to my Government.

Accept, Sir, the assurances of my highest consideration.

[Signature]

Young Choo Kim
Ambassador

Dr. Rudolf Willenpart
Director
Federal Ministry of Trade, Commerce and Industry

Vienna