ARRANGEMENT REGARDING INTERNATIONAL TRADE IN TEXTILES

Notification under Article 8, paragraph 4

Agreement between the EEC and Korea

The TSB has received from the Commission of the European Communities a notification of an agreement between the EEC and Korea, pursuant to Article 8, paragraphs 1 and 2 of the MFA, in provisional settlement of a claim by the EEC on Korea in respect of certain exports from Korea trans-shipped through third countries.

The TSB is transmitting this notification to participants in the Arrangement for their information. 1/

1/ The bilateral agreement under Article 4 of the MFA between the EEC and Korea, and its subsequent modifications, are contained in COM.TEX/SB/389, 594, 639 and 698.
AGREED MINUTE

1. Delegations of the Republic of Korea and of the European Economic Community met on 23 July in Brussels for consultations in accordance with the EEC/Korea Textile Agreement.

2. One of the subjects was the Community's request for certain quantities proved by the Community to have originated in Korea and imported under false origin into the Community to be deducted from quotas in Categories 8, 21 and 70. The quantities in question are:

   Category 8  4,635,764 pieces
   Category 21 226,430 pieces
   Category 70 115,000 pairs

3. As a result of the consultation it is agreed as the first step towards a complete solution that the following quantities, confirmed by the Korean authorities as of Korean origin, will be deducted in equal parts from the quotas for 1981 and 1982:

   Category 8  737,884 pieces
   Category 21 146,467 pieces
   Category 70 115,000 pairs (will be deducted entirely in 1981)

4. It is further agreed that the Korean authorities will continue their investigations on the remaining quantities. The results will be communicated to the Community before the end of the year in order that a complete solution can be reached.

5. In this context, the Community indicated its willingness to co-operate fully with the Korean authorities including provision of supplementary datas, where appropriate, in order to assist them in conducting their investigation in Korea to identify the shipments in question.

6. In the course of the consultation, the Korean delegation indicated the difficulties for the Korean authorities concerned to deduct the quantities, the shipment of which is not identified and the delegation of the Community stated that its willingness to allow more time for further investigation in no way prejudices its position that the total quantities involved should be deducted.