Proposed Re-drafts - (Article 3 of Spec(61)407/Rev.1)

Paragraph 1

(a) Re-draft proposed by the EEC:

"1. If imports from a participating country or countries into another participating country of certain cotton textile products or groups of products not subject to import restrictions should cause or threaten to cause disruption in the market of the latter participating country, the importing country may request the participating country or countries whose exports of such products or groups of products are causing or threatening to cause market disruption to consult with a view to restricting exports of such products or groups of products to a level to be determined jointly during the consultation, taking into account in particular the trend of the market. Such a request shall be accompanied by a detailed, factual statement of the reasons and justification for the request; the requesting country shall communicate the same information to the Cotton Textiles Committee at the same time."

(b) Re-draft proposed by the United Kingdom:

"1. If imports from a participating country or countries into another participating country of certain cotton textile products not subject to import restrictions should cause or threaten to cause disruption in the market of the importing country, the importing country may request the participating country or countries whose exports of such products are causing or threatening to cause market disruption to consult with a view to removing or avoiding such disruption,"
either by restraining the exports of the products or groups of
products concerned to a level which would be determined jointly
during the consultation taking into account in particular the
expected trend of the market, or by other appropriate means.
Such a request shall be accompanied by a detailed, factual
statement of the reasons and justification for the request—the
requesting country shall communicate the same information to the
Cotton Textiles Committee at the same time."

**Paragraph 2**

This paragraph would read as follows:

"2. In critical circumstances, where delay would cause damage
difficult to repair, the requesting participating country may,
until the end of the consultation, take the necessary
temporary measures to limit the imports referred to in
paragraph 1 above from the country or countries concerned."

**Paragraph 3**

Re-draft proposed by the United States:

"3. If, within a period of 28 28 days after the request has been
received by the participating exporting country or countries,
there has been neither acceptance of the request for export
restraint nor acceptance of an alternative solution proposed by
the exporting country or countries, the requesting participating
country may decline to accept imports from the participating
country or countries referred to in paragraph 1 above of the
cotton textile products causing or threatening to cause market
disruption, at a higher level than that specified in Annex B. 1 & 2."
Paragraph 8

This paragraph would read as follows:

"8. The measures envisaged in this Article shall be subject to review. They shall be relaxed as the situation, or threat, of market disruption becomes less acute, and shall be eliminated when the situation, or threat, of disruption ceases to exist. A participating country imposing the measures envisaged in this Article will report from time to time, and in any case once a year, to the Cotton Textiles Committee on the progress made in the elimination or relaxation of such measures and, when applicable, on the reasons for any continued maintenance of the measures. Any participating country maintaining measures under this Article shall afford adequate opportunity for consultation to any participating country or countries affected by such measures."