ARRANGEMENT REGARDING INTERNATIONAL TRADE IN TEXTILES

Notification under Article 4:4

Modification of the Bilateral Agreement between the United States and Korea

Note by the Chairman

Attached is a notification received from the United States of a further modification of its bilateral agreement with Korea. The parties reached agreement with respect to a specific limit on Category 614, special swing for the 1984 agreement for Category 670-L, and overshipments of this category.

1 The bilateral agreement and previous modifications are contained in COM.TEX/SB/860, 889, 914, 969, 1042 and 1058

*English only/Anglais seulement/Inglés solamente
April 12, 1985

The Honorable
Ambassador Marcelo Raffaelli
Chairman, Textiles Surveillance Body
GATT
Rue De Lausanne 154
1211 Geneva

Dear Mr. Chairman:

Attached are copies of letters amending the US-Korean textile agreement with respect to:

(a) establishment of specific limits for Category 614. A restraint had previously been established for this category for the 1984 agreement year pursuant to paragraph 6 of the agreement.

(b) flexibility and overshipment arrangements for category 670-L. Members of the TSB will recall that the body had been informed at its first meeting of 1985 that, further information with respect to category 670-L would be furnished (see para 36 of Comm.Tex/SB/1044).

Sincerely,

Robert E. Shepherd
Minister-Counselor

Enclosure
(As stated)
UNITED STATES AND REPUBLIC OF KOREA
AMEND BILATERAL TEXTILE AGREEMENT

March 20, 1985

The United States and the Republic of Korea exchanged letters in Washington dated January 25, 1985 and March 8, 1985, respectively, to effect amendment of their bilateral textile Agreement. Texts of the letters follow.

UNITED STATES LETTER

Washington
January 25, 1985

Mr. Yu Daeuk Hwan
Commercial Attache
Embassy of the Republic of Korea
2370 Massachusetts Avenue, N.W.
Washington, D.C. 20008

Dear Mr. Yu:

I refer to recent consultations between representatives of our Governments under paragraph 6 of our bilateral textile agreement. It is my Government's understanding that we have agreed to set specific limits for each year beginning in 1984 for the remainder of the agreement on man-made fiber fabrics in Category 614. The limits for 1984 are:

For more information contact E3/TEX:JSpiegel (202) 632-2062
<table>
<thead>
<tr>
<th>Category</th>
<th>1984 Limit</th>
</tr>
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<tbody>
<tr>
<td>614 (Part) - Wool Blended</td>
<td>8,556,969 SYDs</td>
</tr>
<tr>
<td>614 (Part) - Other than Wool</td>
<td>11,500,000 SYDs</td>
</tr>
</tbody>
</table>

There will be a maximum of 10 percent shift between the parts of Category 614, with the combination of shift and swing not to exceed 10 percent. Maximum swing is 7 percent, growth is 2.5 percent.

With regard to Category 670-L - Luggage, there will be available special swing of 3.5 percent for the 1984 agreement year only. We also agree to discuss charging 1984 overshipments in this Category over a three-year period (1985, 1986 and 1987).

If the above conforms to the understanding of your Government, this letter and your letter of confirmation on behalf of your Government shall constitute an amendment to the bilateral textile agreement.

Sincerely,

Paul P. Pilkauskas
Chief, Textiles Division
Bureau of Economic and Business Affairs
Mr. Paul P. Pilkauskas
Chief, Textiles Division
U.S. Department of State
Washington, D.C. 20520

Dear Mr. Pilkauskas:

I refer to your letter of January 25, 1985, confirming the results of the recent consultations between representatives of our two governments pursuant to paragraph 4 of our bilateral textile agreement.

The second sentence of paragraph 2 of your letter states that "We also agree to discuss charging 1984 overshipments in this category over a three-year period (1985, 1986 and 1987)." It is, however, my understanding that our representatives agreed that these overshipments would be charged over the three years, 1985-1987.

If the foregoing conforms with the understanding of your Government, this letter of confirmation on behalf of my Government and your letter of January 25, 1985, shall constitute an amendment to our bilateral textile agreement.

Sincerely,

[Signature]
Deuk-Kwan
Commercial Attache