ARRANGEMENT REGARDING INTERNATIONAL TRADE IN TEXTILES

Notification under Article 4:4

Bilateral Agreement between the United States and Turkey

Note by the Chairman

Attached is a notification received from the United States of a selective bilateral agreement concluded with Turkey for the period 1 January 1985 to 31 December 1987. This agreement which covers Categories 313 and 604A (plied acrylic yarn) supersedes the unilateral restraints introduced by the United States under Article 3:5.
The Honorable 
Ambassador Marcelo Raffaelli
Chairman, Textiles Surveillance Body
GATT
Rue De Lausanne 154
1211 Geneva

Dear Mr. Chairman:

Pursuant to the provisions of paragraph 4 of Article 4 of
the Arrangement Regarding International Trade in Textiles,
I am instructed by my government to inform the Textiles
Surveillance Body of an agreement between the Government
of the United States of America and the Government of the
Republic of Turkey on restraints with respect to exports
from Turkey to the United States of two textile products:
cotton sheeting (Category 313) and plied acrylic yarn
(part category 604A) for the calendar years 1985, 1986 and
1987. These restraints supercede those imposed earlier by
the United States pursuant to Article 3.5 and recently
reviewed by the TSB at its twelfth and eleventh meetings
of 1985, respectively.

The new restraint levels are agreed for a period which
differs from those set out for the Article 3.5 measures,
but in each case represent substantial increases over the
Article 3.5 restraints:

<table>
<thead>
<tr>
<th>Category</th>
<th>Article 3.5</th>
<th>Agreed Level for 1985</th>
</tr>
</thead>
<tbody>
<tr>
<td>313</td>
<td>12,712,472 SYDs (2/28/85-2/27/86)</td>
<td>15,000,000 SYDs</td>
</tr>
<tr>
<td>604A</td>
<td>476,014 LBS (10/31/84-10/30/85)</td>
<td>650,000 LBS</td>
</tr>
</tbody>
</table>
Growth is set at 6 percent, swing at 7 percent and carryover/carry forward at 11/6 percent. Carryover is not available for the first agreement year nor carryforward in the last.

Enclosed hereto are copies of the letters giving effect to this agreement.

Sincerely,

Robert E. Shepherd
Minister-Counselor

Enclosure: (As stated)
October 23, 1985

UNITED STATES AND TURKEY SIGN
BILATERAL TEXTILE AGREEMENT


UNITED STATES LETTER

Antalya
October 18, 1985

Professor Dr. Ekrem Pakdemirli
Prime Ministry
Ankara

Dear Prof. Dr. Pakdemirli

It is my understanding that pursuant to Article 4 of the Arrangement Regarding International Trade in Textiles done at Geneva on December 20, 1973, as extended by the Protocol on December 22, 1981, the following was agreed during our discussions in Antalya, Turkey October 17 and 18, 1985:

The Government of the Republic of Turkey will restrain its exports of plied acrylic yarn in part Category 604-A and its exports of cotton sheeting in Category 313 to the following:

For more information contact: EB/TEX: AD Jillson (202) 632-3000
Swing of 7 percent in square yard equivalents between these two categories shall be available. Carryforward of 6 percent will be available during the initial 12 month period but not in the final 12 month period. When shortfall occurs, carryover of such shortfall up to 11 percent will be available in the subsequent 12 month periods. The combination of carryover and carryforward shall not exceed 11%. The U.S. Government will have the right to assist in implementing the above understanding. Nothing in this agreement shall prejudice the rights of either party in the resolution of any subsequent textile trade issue.

I would appreciate your confirmation that the above understanding is correct.

Sincerely
Ambassador Charles Carlisle
Chief Textile Negotiator
TURKEY LETTER

Antalya
October 18, 1985

The Honorable Charles R. Carlisle
Chief Textile Negotiator
Office of the U.S. Trade Representative
600 17th Street, N.W.
Washington, D.C. 20506

Dear Ambassador Carlisle,

Thank you for your letter dated October 18, 1985 concerning the Republic of Turkey's exports of plied acrylic yarn in part Category 604 A and cotton sheeting in Category 313 to the United States. I would like to confirm that your letter accurately reflects the understanding reached between our governments.

Sincerely

Prof. Dr. Ekrem Pakdemirli