ARRANGEMENT REGARDING INTERNATIONAL TRADE IN TEXTILES

Notification under Article 4

Modification of the bilateral agreement
between the EEC and the Philippines

Note by the Chairman

Attached is a notification received from the EEC of a modification of its bilateral agreement with the Philippines. A restraint was agreed on suits and ensembles for men and boys (Category 16) when imported into France.

*English only/Anglais seulement/Inglés solamente

1The bilateral agreement is contained in COM.TEX/SB/1279.
Dear Ambassador,

In connection with the European Economic Community's Agreement on trade in textile products with the Philippines negotiated under Article 4 of the Arrangement and initialled on 28 June 1986, I have to inform you of the following.

During the course of 1987 imports of men's and boys' suits and ensembles (Category 16) from the Philippines to France exceeded 89,000 pieces, being the level at which the Community could ask for consultations with a view to establishing a regional limit under the provisions of Article 8 of the Agreement. The Community being of the view that there was real risk of market disruption in this case, the two sides consulted on 27/28 July 1987 in pursuance of Article 16 of the Agreement. As a result of these consultations, and in conformity with the provisions of the Agreement, the Philippines agreed to limit its exports as follows:

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</thead>
<tbody>
<tr>
<td>16</td>
<td>000 p.</td>
<td>France</td>
<td>300</td>
<td>318</td>
<td>337</td>
<td>357</td>
<td>379</td>
</tr>
</tbody>
</table>

*) This annual level to be applied pro rata from 23 June 1987 giving a level of 157,000 pieces for the period 23 June - 31 December 1987.

These new limits contained in the Agreed Minute annexed to this letter are herewith communicated under Article 4, paragraph 4 of the Arrangement, as a modification to the Community's Agreement with the Philippines.

Yours sincerely,

P. MAZZOCCHI

Enc.

Provisional address: Rue de la Loi 200 • B-1049 Brussels - Belgium - Telephone direct line 23 . . . . . . telephone exchange 235 11 11 • 236 11 11
Telex COMEU B 21877 - Telegraphic address COMEUR Brussels
a) Date when new limit was agreed
   - 28 July 1987

b) Basket Exit Level
   - 89,000 pieces

c) Provisional limit introduced pending outcome of consultations
   - 23,000 p. - 23 June 1987 (date, pieces/tonnes)

d) Level of new agreed limit
   - 300,000 pieces

e) First year of application of new limit
   - 1987

f) Annual growth
   - 6%

g) Date when consultations were requested
   - 23 June 1987

h) Recorded imports at date of request
   - 294,000 pieces

i) Period covered by h)
   - January - April 1987

j) Imports during calendar year preceding year during which consultation was requested
   - 31,000 pieces (12 months 1986)
AGREED MINUTES

1. A delegation of the Republic of the Philippines and a delegation of the European Economic Community met in Manila on 27 and 28 July 1987 for consultations under Article 8 of the bilateral Agreement on trade in textiles.

2. As a result of these consultations the Philippines agreed to limit its exports of products falling under category 16 to the Community's region of France as follows:

<table>
<thead>
<tr>
<th>YEAR</th>
<th>PIECES</th>
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<tbody>
<tr>
<td>1987</td>
<td>300,000</td>
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<tr>
<td>1988</td>
<td>318,000</td>
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<tr>
<td>1989</td>
<td>337,000</td>
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<tr>
<td>1990</td>
<td>357,000</td>
</tr>
<tr>
<td>1991</td>
<td>379,000</td>
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</tbody>
</table>

(1) This annual level to be applied pro rata from 23 June 1987; giving a level of 157,000 for the period 23 June - 31 December 1987.

3. It was understood by both sides that the provisions of the Agreement which concern exports of products subject to quantitative limits established in Annex II of the Agreement shall apply to the exports referred to above.

Done in Manila, Philippines this 28th day of July 1987.

For the Government of the Republic of the Philippines

For the European Economic Community