Textiles Surveillance Body

ARRANGEMENT REGARDING INTERNATIONAL TRADE IN TEXTILES

Notification under Article 4

Extension of the bilateral agreement between
Canada and Turkey

Note by the Chairman

Attached is a notification received from Canada of an extension of its bilateral agreement with Turkey for the period 1 January to 31 December 1992.

1 The bilateral agreement and a previous amendment are contained in COM.TEX/SB/1383 and 1686.

* English only/Anglais seulement/Inglés solamente
Dear Ambassador Raffaelli:

Further to my note of 30 December, 1991, and pursuant to (i) Article 4 of the Arrangement Regarding International Trade in Textiles (MFA), done at Geneva on December 20, 1973; (ii) the Protocol extending the MFA, done at Geneva on July 31, 1986; and (iii) the Protocol Maintaining in Force the MFA, done at Geneva on July 31, 1991, I have the honour to notify you that, through bilateral negotiations, an extension to the existing Memorandum of Understanding has been agreed between the Governments of Canada and Turkey. The relevant exchange of diplomatic notes is attached.

Exports to Canada of Turkish products covered by the Memorandum of Understanding are subject to restraint through December 31, 1992. Otherwise, the terms of the Memorandum of Understanding, including those relative to growth rates and flexibility, remain unchanged.

As noted in the exchange of diplomatic notes, this extension is without prejudice to any agreement which may be reached as a result of the current Multilateral Trade Negotiations.

Yours sincerely,

John F. Donaghy
Counsellor
THE MINISTRY OF FOREIGN AFFAIRS presents its compliments to the Canadian Embassy and referring to the Letter's Note No. 170, dated March 4, 1991 has the honour to inform the Embassy that the Canadian proposal for the extension, until December 31, 1992 of the Memorandum of Understanding (MOU) governing Textile and Textile Products Trade Between Canada and Turkey which was submitted to the attention of the Turkish authorities shall be approved provided that, all rights in the field of textile trade which can be obtained by Turkey at the end of Uruguay Round Negotiations are preserved, together with all terms and conditions on flexibility and growth rates contained in the current MOU.

The Ministry of Foreign Affairs avails itself of this opportunity to renew to the Canadian Embassy the assurances of its highest considerations.

Ankara, April 12, 1991

Embassy of Canada
ANKARA
... Canadian authorities would like to refer to the Uruguay Round of GATT negotiations and the Memorandum of Understanding between the Government of Canada and the Government of Turkey relating to the export from Turkey of certain textiles and textile products for import into Canada (MOU).

Given the decision to extend the Uruguay Round, it appears likely that negotiations will extend beyond the expiry on July 31, 1991, of the Arrangement Regarding International Trade in Textiles (MFA). No deadline for these negotiations has been set, but it is likely that this extension, combined with the time necessary for implementation of the results, would take us beyond the December 31, 1991, expiry of our current MOU.

The prolongation of the Uruguay Round negotiations, the expiry of the MFA on July 31, 1991, and the expiry of the current MOU at the end of this year will cause considerable uncertainty in the textile and clothing industries of both Canada and Turkey. Order will soon be placed for 1992. Given this uncertainty in both countries and the need to maintain protection for the domestic textile industry in Canada, Canadian authorities propose that the MOU governing our bilateral textile trade be extended for a period of one year, until December 31, 1991. The extension envisaged by Canadian authorities would apply to all terms and conditions contained in our current MOU, including growth rates and flexibility provisions. The extension will be without prejudice to any changes which may be negotiated in the Uruguay Round governing textile trade beyond 1991.

Canadian authorities would appreciate an early response to this proposal so that they can reflect on any other measures which may be necessary to ensure protection for the Canadian industry until the results of a successful Uruguay Round are implemented .... "