Arrangement regarding international trade in textiles

Notification under Article 4

Extension and modification of the bilateral agreement between Canada and Turkey

Note by the Chairman

Attached is a notification received from Canada of an extension and modification of its agreement with Turkey for the period 1 January 1993 to 31 December 1993.

1The agreement, an amendment and a previous extension are contained in COM.TEX/SB/1383, 1686 and 1738.

*English only/Anglais seulement/Inglés solamente
Pursuant to Article 4 of the Arrangement Regarding International Trade in Textiles (MFA), done at Geneva, 20 December 1973, and to its 1986, 1991 and 1992 Protocols of Extension and Maintenance in Force, I have the honour to provide you with documentation relative to the extension and modification of the bilateral textiles and clothing Memorandum of Understanding (MOU) between the Governments of Canada and Turkey. The relevant exchange of diplomatic notes is attached.

The term of validity of the MOU is extended through the end of 1993. In addition, the product coverage of the MOU has been modified via the removal of babies’ garments from the scope of the restraint on trousers, shorts and overalls and all 5 categories and sub-categories subject to restraints have been converted to the new HS based categorization system which, as of 1 January 1993, is characteristic of all of Canada’s bilateral textile and clothing agreements. Otherwise, the terms of the pre-existing MOU (including those relative to growth rates and flexibility) are continued in force.

Yours sincerely,

John F. Donaghy
Counsellor
The Ministry of Foreign Affairs of the Republic of Turkey presents its compliments to the Embassy of Canada, and with reference to the Latter's Note No: 442 and 537, dated 8 October and 16 November 1992 respectively, and Ministry's Note No:3545-14, dated 22 October 1992, concerning the extension of the Memorandum of Understanding between the Government of Canada and The Government of the Republic of Turkey relating to the export from Turkey of certain textiles and textile products for import into Canada(MOU), has the honour to inform The Embassy that Turkish Government confirms that the provisions stated in the Embassy's Note No:537, along with the Turkish Government's acceptance for the extension of the MOU until 31 December 1993, constitute an agreement on the basis of the Harmonized System.

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

Ankara, 30 November 1992
The Embassy of Canada presents its compliments to the Ministry of Foreign Affairs and has the honour to refer to the Memorandum of Understanding between the Government of Canada and the Government of the Republic of Turkey relating to the export from Turkey of certain textiles and textile products for import into Canada (MOU) and to recent correspondence between officials of Canada and Turkey respecting the extension of the MOU on the basis of the Harmonized System (HS).

The Canadian authorities propose that the MOU be extended until 31 December, 1993. This extension would apply to all terms and conditions of the MOU, including growth rates and flexibility provisions; it would also be without prejudice to any changes that may be required to be implemented as a result of a successful conclusion of the Uruguay Round.

If the Turkish authorities are in agreement with the proposed extension of the MOU, the Canadian authorities propose further that the attached documents entitled "Annex I - Restraint Levels - Turkey - Group I and Group II", and "Annex II - Clothing Categories and Textile Categories - Turkey - Group II", which represent the conversion of the structure of restraints on imports of textiles into Canada from Turkey to one based on the harmonized system, replace annexes I and II of the MOU effective January 1, 1993.

The Canadian authorities propose further that this Note together with the reply from the Turkish authorities confirming their acceptance constitute an agreement extending the MOU until 31 December 1993 on the basis of the Harmonized System.

The Embassy of Canada avails itself of this opportunity to extend to the Ministry of Foreign Affairs the renewed assurances of its highest consideration.

Ankara
16 November 1992
## ANNEX I - RESTRAINT LEVELS

### TURKEY

### GROUP I

<table>
<thead>
<tr>
<th>(A) Agreement Item No.</th>
<th>(B) Product Coverage Short Description</th>
<th>(C) 1993 Base Level NMB</th>
<th>(D) Growth</th>
<th>(E) Swing</th>
<th>(F) Carry-over/ Carry Forward</th>
<th>(G) Combined Flexibility (E) &amp; (F)</th>
<th>(H) Conversion Factor (m²/unit)</th>
</tr>
</thead>
<tbody>
<tr>
<td>5</td>
<td>Trousers, shorts &amp; overalls</td>
<td>1,517,548</td>
<td>6%</td>
<td>7%</td>
<td>11% (6%)</td>
<td>16%</td>
<td>1.6</td>
</tr>
<tr>
<td>5a</td>
<td>-of which</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>Trousers, (except wool), MB; Trousers, WG</td>
<td>469,383</td>
<td>6%</td>
<td>7%</td>
<td>11% (6%)</td>
<td>16%</td>
<td>1.6</td>
</tr>
<tr>
<td>5.2</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>9</td>
<td>Underwear</td>
<td>4,086,334</td>
<td>6%</td>
<td>7%</td>
<td>11% (6%)</td>
<td>16%</td>
<td>1.0</td>
</tr>
</tbody>
</table>

**Notes:**
- Base limits have not been adjusted for used flexibility (i.e. swing, carry-forward or carry-over).
- Babies' garments of category 14.0, classifiable under the Harmonized System, are removed from the scope of restraint, effective January 1, 1993.
### ANNEX I - RESTRAINT LEVELS

#### TURKEY

#### GROUP II

<table>
<thead>
<tr>
<th>(A) Agreement Item No.</th>
<th>(B) Product Coverage Short Description</th>
<th>(C) 1993 Base Limit (NMB)</th>
<th>(D) Growth</th>
<th>(E) Swing</th>
<th>(F) Carry-over/Carry Forward</th>
<th>(G) Combined Flexibility (E) &amp; (F)</th>
<th>(H) Conversion Factor (m²/unit)</th>
</tr>
</thead>
<tbody>
<tr>
<td>41a</td>
<td>Bed sheets</td>
<td>3,821,973</td>
<td>6%</td>
<td>7%</td>
<td>11% (6%)</td>
<td>16%</td>
<td>5.2</td>
</tr>
<tr>
<td>41b</td>
<td>Pillow cases</td>
<td>3,588,158</td>
<td>6%</td>
<td>7%</td>
<td>11% (6%)</td>
<td>16%</td>
<td>1.25</td>
</tr>
</tbody>
</table>

**Notes:**
- Base limits have not been adjusted for used flexibility (i.e. swing, carry-forward or carry-over).
- No swing between products in Group I and products in Group II.