Arrangement Concerning International Trade in Textiles

Textiles Surveillance Body

Notation conformément à l'article 4

Accord bilatéral entre la Suède et le Pakistan

La Mission de la Suède a fait parvenir au secrétariat la notification ci-jointe concernant un nouvel accord conclu entre la Suède et le Pakistan pour la période allant du 1er mars 1979 au 29 février 1980. Un bref exposé des motifs de cet accord est également joint à la présente note.

1Pour l'accord précédent, voir le document COM.TEX/S3/375; pour les observations de l'OST, voir le document COM.TEX/SB/380, paragraphes 5 et 10.
Dear Mr. Ambassador,

I am notifying to the Textiles Surveillance Body a new agreement concerning trade between Pakistan and Sweden.

This agreement has been reached for the purpose of eliminating real risks of market disruption in Sweden, while ensuring an orderly development of textile exports from Pakistan to Sweden and is being notified with reference to Article 4 of the Arrangement Regarding International Trade in Textiles, as well as the Protocol of Extension and the understandings set forth therein (L/4616), acceded to by Sweden through letter of 28 April 1978.

The more comprehensive approach in this, as well as in other Swedish textile agreements, has been made necessary by the deteriorating situation in whole segments of the Swedish textile industry and by the real risks of market disruption which, according to past experience, an agreement covering only certain sensitive products would present in a country like Sweden.

The present system of comprehensive agreements, i.a. with Pakistan, is based on a categorization into fourteen groups of the most sensitive textile products within CCC (BTN). These groups are:

I Stockings, under stockings, socks, ankle-socks, sockettes and the like, knitted or crocheted, other than ladies' stockings of continuous synthetic textile fibres

II Shirts

III Nightwear
IV Knitted underwear, other than shirts, nightwear and tights (including underwear T-shirts)

V Knitted sweaters, pullovers, slipovers, jumpers and cardigans etc. (including outerwear T-shirts)

VI Overcoats and jackets

VII Suites, lounge coats and blazers

VIII Trousers, other than shorts

IX Costumes, dresses and skirts

X Blouses

XI Clothing, other than listed above, covered by CCC headings 60.03-60.05 and 61.01-61.04 as well as Commodity List 18 in Sweden

(Note: Commodity List 18 refers to textile products under the import licence surveillance system in Sweden. It is annexed to this letter.

XII Travelling rugs and blankets

XIII Bed linen

XIV Towels and similar articles

In this agreement with Pakistan, separate restraint levels have been established for groups IV, V, X, XIII and XIV, whereas groups I-III, VI-IX, XI and XII have been merged into a common rest group, which should make a fair amount of flexibility possible. It can also be noted that most of the specific groups have a wide product coverage, which should work in the same direction. The absence of swing between the restraint group is a reflection of a mutual recognition of the minimum viable production principle. No textiles under CCC chapters 50-59 are subject to restraint in the present agreement.

The difficult situation of the Swedish textile industry has become further aggravated during the last years. Imports of garments have increased substantially, while consumption has been stagnant. This has led to a further decrease of domestic production. As in previous years, a number of factories have had to close down in 1978. It should be recalled that Sweden is the country which has the highest import penetration in the world when it comes to textiles and the highest per capita import of clothing from developing countries.
For Sweden, which is a small market, with an exceptionally high level of imports and a low domestic production, the maintenance of a minimum viable production of textiles is of vital importance.

Yours sincerely,

Carl De Geer
Permanent Representative

Annexes: as stated

UL
Clothing and other made up textile articles (ex CCC chapters 60-62) included in Commodity list No 18

<table>
<thead>
<tr>
<th>Description</th>
<th>Swedish Statistical Classification No. (CC)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Stockings, under stockings, socks, ankle-socks, sockettes and the like, knitted or crocheted, other than ladies' stockings of continuous synthetic textile fibres</td>
<td>60.03.003-109, 902-909</td>
</tr>
<tr>
<td>Undergarments, knitted or crocheted</td>
<td>60.04. all</td>
</tr>
<tr>
<td>Outer garments, knitted or crocheted</td>
<td>60.05.102-802, ex 803-804, 806, ex 809, 812-826, ex 892, ex 895-896</td>
</tr>
<tr>
<td>Outer garments, not knitted or crocheted</td>
<td>61.01. all</td>
</tr>
<tr>
<td>Shirts and night-garments, men's and boys' wear.</td>
<td>61.02. all</td>
</tr>
<tr>
<td>Night-garments, women's and girls' wear</td>
<td>61.03.102-209</td>
</tr>
<tr>
<td>Travelling rugs and blankets</td>
<td>62.01. all</td>
</tr>
<tr>
<td>Bed linen, towels and similar articles</td>
<td>62.02.110, 190, 311-399, ex 792-793</td>
</tr>
</tbody>
</table>
AGREEMENT BETWEEN PAKISTAN AND SWEDEN REGARDING
EXPORTS OF TEXTILE PRODUCTS FROM PAKISTAN TO SWEDEN

ARTICLE 1

The following Agreement has been reached on the basis of the Arrangement Regarding International Trade in Textiles, particularly articles 1:2, 4 and 6:4, and the provisions of GATT document COM.TEX/W/47.

ARTICLE 2

This Agreement shall apply for the period specified in Annex I.

ARTICLE 3

The Government of Pakistan will limit exports to Sweden of the textile products listed in Annex I to this Agreement to the levels set out in that Annex. The date of issue of shipping documents shall be considered to be the date of exportation.

ARTICLE 4

If in the period March 1, 1978 to February 28, 1979, exports from Pakistan to Sweden of the items covered by the Agreement between Pakistan and Sweden, signed on February 18, 1977, are less than the levels specified in column (e) of the Annex thereto, Pakistan may, during the period March 1, 1979 to February 29, 1980, export amounts equivalent to such shortfalls or by 10% of the levels specified in column (d) of the Annex to this Agreement, whichever is the less.

Carryover of quantities of groups IV and V are to be distributed on the basis of 20% to group IV and 80% to group V in Annex I to this Agreement.
ARTICLE 5

The Government of Sweden will admit imports of the textile products of Pakistani origin, listed in Annex I, provided that such imports are covered by an Export Certificate, as per specimen in Annex II. Such a document shall be issued by the Export Promotion Bureau, Government of Pakistan, and shall bear an endorsement that the consignments concerned have been debited to the agreed levels for export to Sweden for the relevant period.

ARTICLE 6

Both parties regard it as essential that exports to Sweden of goods listed in Annex I are evenly spaced throughout the period of agreement and that, in the allocation of quotas, due consideration is given to traditional patterns of trade. Accordingly, the Government of Pakistan undertakes to provide a procedure to achieve this.

ARTICLE 7

The Government of Pakistan will forward to the Government of Sweden, via the Embassy of Sweden in Islamabad, monthly statistics on a cumulative basis of the quantities of the groups IV, V, X, XIII, XIV and of the value of the "rest group", listed in Annex I, for which duly endorsed export certificates for exports to Sweden have been issued.

The Swedish Government will forward to the Government of Pakistan, monthly statistics on a cumulative basis of imports from Pakistan of the above mentioned groups listed in Annex I. The statistics shall be forwarded to the Government of Pakistan, via the Embassy of Sweden in Islamabad, as soon as possible.

ARTICLE 8

The Government of Pakistan and the Government of Sweden agree to consult each other, at the request of either, when any problem arises from the implementation of this Agreement. The Government of Pakistan and the Government of Sweden furthermore agree to enter into consultations on the extension, modification or elimination of the limitations before the end of the period of agreement.
ARTICLE 9

The Annexes to this Agreement shall be considered as integral parts of the Agreement.

ARTICLE 10

This Agreement shall be drawn up in two copies in the English language, each of these texts being equally authentic.

Done at Stockholm on February 27, 1979.

For the Government of Pakistan

For the Government of Sweden
<table>
<thead>
<tr>
<th>Group</th>
<th>Swedish Tariff No.</th>
<th>Classification No.</th>
<th>Description</th>
<th>Level for period 1-2-79 to 29-2-80</th>
<th>Aggregate level for groups IV and V: 1,165,000 pieces, sublevel for group IV: 242,526 pieces, sublevel for group V: 970,112 pieces</th>
</tr>
</thead>
<tbody>
<tr>
<td>IV</td>
<td>60.04, 702-6</td>
<td>802-6</td>
<td>Underwear, knitted or crocheted, other than shirts, nightwear and tights (including underwear T-shirts)</td>
<td>231,150 pieces</td>
<td></td>
</tr>
<tr>
<td>V</td>
<td>60.05, 302-6</td>
<td></td>
<td>Sweaters, pullovers, slipovers, jumpers and cardigans etc., knitted or crocheted (including outerwear T-shirts)</td>
<td>545,000 kilogrammes</td>
<td></td>
</tr>
<tr>
<td>X</td>
<td>60.05, ex 803-4, 82-6</td>
<td></td>
<td>Blouses</td>
<td>250,000 kilogrammes</td>
<td></td>
</tr>
<tr>
<td>XIII</td>
<td>62.02, 110, ex 190, ex 792-3</td>
<td></td>
<td>Bed linen</td>
<td></td>
<td></td>
</tr>
<tr>
<td>XIV</td>
<td>62.02, 31, ex 399, ex 792-3</td>
<td></td>
<td>Towels and similar articles</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Restgroup</td>
<td>60.03, 802-6, 902-6, ex 109, ex 909, ex 709, ex 504-6, ex 304-6, ex 109, ex 709, ex 909</td>
<td></td>
<td>Stockings, understockings, socks, ankle socks, sockettes and the like, knitted or crocheted, other than ladies' stockings of continuous synthetic fibres</td>
<td>3.0 million Swedish Crowns F.0.3, value</td>
<td></td>
</tr>
<tr>
<td></td>
<td>60.04, 102-6, 212-6</td>
<td>252-6, 602-6</td>
<td>Shirts, nightwear and tights, knitted or crocheted</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>60.05, 10-20, 602-6</td>
<td>802, 808, 803-4, ex 709-6</td>
<td>Outer garments, knitted or crocheted, other than sweaters, pullovers etc. (group V) and blouses (ex group X)</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>61.01, ex 109, ex 109</td>
<td>304-6, 504-6, 454-6, 504-6, 709-6, 904-6</td>
<td>Men's and boys' woven outer garments</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>61.02, ex 008, 112-6, 152-6</td>
<td>202-6, 302-6, 402-6, 602-6, 802-6, 902-6, ex 992-6</td>
<td>Women's, girls' and infants' woven outer garments other than blouses (ex group X)</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>61.03, 102-6, ex 109</td>
<td>202-6, 302-6, ex 209</td>
<td>Men's and boys' shirts and nightwear, not knitted or crocheted</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>61.04, 102-6, ex 109</td>
<td>202-6, 302-6, ex 209</td>
<td>Women's, girls' and infants' nightwear, not knitted or crocheted</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>62.01, ex 101-400</td>
<td>500, 600, ex 900</td>
<td>Travelling rugs and blankets</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>
# EXPORT CERTIFICATE FOR COTTON TEXTILES

1. Exporting Country

2. Export Certificate No  Date

3. Exporter's name and address

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We certify that the above exporter is authorised to export the following goods which have been debited against Pakistan country quota of:

1. Destination

2. Order No.

3. Description of goods

4. Category

5. Net weight
   (in sq. yds/kilograms or metric tons)

6. Value

7. Name of ship or flight No.

8. Date of shipment

9. Importer's name and address

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Copy forwarded to:
The Collector of Customs,
Customs House,
KARACHI.