ARRANGEMENT REGARDING INTERNATIONAL TRADE IN TEXTILES

Notification under Article 4:4

Amendment to the Bilateral Agreement
between the EEC and Indonesia

Addendum

Note by the Chairman

Attached is a note verbale received from the Commission of the European Communities, which should be attached to and considered part of the notification of an amendment to the bilateral agreement between the EEC and Indonesia, circulated in document TEX.SB/563.

La Commission des Communautés européennes a fait parvenir au secrétariat la note verbale ci-jointe, qui doit être annexée à la notification concernant une modification de l'accord bilatéral entre la CEE et l'Indonésie (document TEX.SB/563) et être considérée comme faisant partie intégrante de ladite notification.
The Directorate-General for External Relations of the Commission of the European Communities presents its compliments to the Mission of the Republic of Indonesia to the European Communities and has the honour to refer to Notes N° 9534 of 15 November 1979 and N° 2805 of 8 April 1980 to the Mission concerning trade in certain textile products, to consultations held pursuant to these Notes, and to the record of discussions of 26 June 1980 setting out the terms and circumstances which prevented a mutually satisfactory solution.

The Directorate-General requests the Mission to inform the Indonesian authorities that, pursuant to Article 3 and the exchange of letters forming an integral part of the Bilateral Agreement on trade in textile products signed on 4 September 1979 the Community has introduced provisional quantitative limits, in respect of trade in three categories of product (described in Annex I of the Bilateral Agreement), between Indonesia and a region of the Community - the United Kingdom. The limits which will apply between 1 January to 31 December 1980 for the Community's region of the United Kingdom are as follows:

<table>
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<tr>
<th>Category 6</th>
<th>Category 7</th>
<th>Category 8</th>
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<tbody>
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<td>315,000 pairs</td>
<td>225,000 pieces</td>
<td>171,000 pieces</td>
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Indonesia is thus asked provisionally to limit exports of these categories to the above-mentioned limits, and to the extent that exports have not yet attained the level set out above, to issue export licences in respect of future consignments from Indonesia of such categories up to such limits, in accordance with the double-checking system set out in the Annex to the Agreed Minute between Indonesia and the European Economic Community dated 5 February 1980.

Notwithstanding the establishment of these provisional limits, the Directorate-General wishes to express the hope that an agreed solution between the Republic of Indonesia and the European Community in respect of Categories 6, 7 and 8 might still be reached on the basis of its offers made in the course of consultations held between December 1979 and June 1980. The offer was made on the clear understanding that the Community could see its way to accepting imports into the Community's region of the United Kingdom from Indonesia for the three Categories taken together at a level at least equal to the level of effective imports from Indonesia during the preceding year, plus the annual rate of growth set out in the Bilateral Agreement between the Republic of Indonesia and the Community.
The Directorate-General regrets that in the case of categories 6 and 8, Indonesia did not suspend its exports of these products to the Community's region of the United Kingdom despite the requests for consultation and suspension of exports in Notes Verbales N° 2805 of 8 April and N° 3504 of 2 May 1980.

The Directorate-General for External Relations of the Commission of the European Communities avails itself of this opportunity to renew to the Mission of the Republic of Indonesia to the European Communities the assurance of its highest consideration.

Brussels, 14. VII. 1980

The Mission of the Republic of Indonesia to the European Communities

avenue de Tervuren, 294

1150 - BRUXELLES.