ARRANGEMENT REGARDING INTERNATIONAL TRADE IN TEXTILES

Notification under Article 4:4

Modification of Bilateral Agreement between
the EEC and Sri Lanka

Note by the Chairman

Attached is a notification received from the Commission of the European Communities relating to two modifications of the bilateral agreement between the EEC and Sri Lanka.

¹The original agreement and previous amendments or modifications are contained in COM.TEX/SB/378 and Add.1, 660 and 720.

*English only/Anglais seulement.
Dear Mr. Ambassador,

In connection with the European Economic Community's Agreement on trade in textile products with the Democratic Socialist Republic of Sri Lanka negotiated under Article 4 of the Arrangement and signed on 24 July 1979, I have to inform you of the following:

During the course of 1981 imports of anoraks (cat. 21) from Sri Lanka into the Benelux region of the Community exceeded 57,000 pieces, being the level at which the Community can ask for consultations with a view to establishing a limit in respect of the region of the Community concerned under the provisions of Article 6 of the Agreement. The Community having deemed that there was real risk of market disruption in this case, the two sides consulted on 2 October 1981 in pursuance of Article 12 of the Agreement. As a result of these consultations, and in conformity with the provisions of the Agreement, Sri Lanka agreed to limit exports to the Benelux as follows:

<table>
<thead>
<tr>
<th>Category</th>
<th>Unit</th>
<th>Member State</th>
<th>1981</th>
<th>1982</th>
</tr>
</thead>
<tbody>
<tr>
<td>21</td>
<td>1000 p</td>
<td>Benelux</td>
<td>385</td>
<td>408</td>
</tr>
</tbody>
</table>

(suppl. 25)

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 Sri Lanka.

Yours sincerely,

Ambassador P. WURTH
Chairman
Textiles Surveillance Body, GATT
Centre William Rappard
rue de Lausanne, 154
CH - 1211 GENEVA 21
<table>
<thead>
<tr>
<th>Category</th>
<th>Units 1000 pieces</th>
<th>Countries:</th>
<th>Sri Lanka / Benelux</th>
</tr>
</thead>
<tbody>
<tr>
<td>a) Date when new limit was agreed</td>
<td>-</td>
<td>8 October 1981</td>
<td></td>
</tr>
<tr>
<td>b) Basket Exit level (1.5% of previous year's total imports in category under consideration)</td>
<td>-</td>
<td>57,000 pieces</td>
<td></td>
</tr>
<tr>
<td>c) Level agreed</td>
<td>-</td>
<td>385,000 pieces (suppl. 25,000 pieces)</td>
<td></td>
</tr>
<tr>
<td>d) First year of application of new limit</td>
<td>-</td>
<td>1981</td>
<td></td>
</tr>
<tr>
<td>e) Annual growth</td>
<td>-</td>
<td>6%</td>
<td></td>
</tr>
<tr>
<td>f) Date when consultation was requested</td>
<td>-</td>
<td>4 September 1981</td>
<td></td>
</tr>
<tr>
<td>g) Recorded imports at date of request for consultation</td>
<td>-</td>
<td>216,000 pieces</td>
<td></td>
</tr>
<tr>
<td>h) Period covered by g)</td>
<td>-</td>
<td>6 months 1981</td>
<td></td>
</tr>
<tr>
<td>i) Imports during calendar year preceding year during which consultation was requested</td>
<td>-</td>
<td>40,000</td>
<td></td>
</tr>
</tbody>
</table>
AGREED MINUTE


As a result of these consultations, Sri Lanka agreed to limit its exports as follows:

Exports of other men's, boy's, women's, girl's and infant's outer garments: parkas, anoraks, windcheaters, waist jackets and the like, woven, of wool, of cotton or of man-made textile fibres (Category 21, Nimexc (1981) 61.01-29, 31; 32-61.02-25; 26; 28) to the Community's region of Benelux up to 31st December 1982 shall be limited as follows:

<table>
<thead>
<tr>
<th>Year</th>
<th>Limitation</th>
</tr>
</thead>
<tbody>
<tr>
<td>1981</td>
<td>385,000 pieces</td>
</tr>
<tr>
<td>1982</td>
<td>408,000 pieces</td>
</tr>
</tbody>
</table>

It was also agreed that, in order to facilitate current trade, an exceptional quantity of 25,000 pieces should be admitted in 1981 in addition to the 385,000 pieces mentioned above.

Brussels, 8 October 1981

P. \[Signature\] Delegation of Sri Lanka

[Signature] Delegation of the European Economic Community