ARRANGEMENT REGARDING INTERNATIONAL TRADE IN TEXTILES

Notification under Article 4:4

Modification of Bilateral Agreement between the EEC and the Philippines

Note by the Chairman

Attached are two notifications received from the Commission of the European Communities relating to modifications of the bilateral agreement between the EEC and the Philippines.

*The original agreement and previous amendments or modifications are contained in COM.TEX/SB/452, 483, 579, 580, 597, 640, 688 and 699.

*English only/Anglais seulement.
Dear Mr Ambassador,

In connection with the European Economic Community's Agreement on trade in textile products with the Philippines negotiated under Article 4 of the Arrangement and signed on 29 October 1982, I have to inform you of the following:

During the course of 1982, imports of pyjamas (Category 24) from the Philippines into the Community exceeded 215,000 units, being the level at which the Community can ask for consultations with a view to establishing a limit for the Community 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 28 April 1982 in pursuance of Article 12 of the Agreement. As a result of these consultations, and in conformity with the provisions of the Agreement, the Philippines agreed to limit exports to the EEC as follows:

<table>
<thead>
<tr>
<th>Category</th>
<th>Unit</th>
<th>Member State</th>
<th>1982</th>
</tr>
</thead>
<tbody>
<tr>
<td>24</td>
<td>1000p.</td>
<td>EEC</td>
<td>2,000</td>
</tr>
</tbody>
</table>

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 the Philippines.

Yours sincerely,

[Signature]

J.R. Beck
AGREED MINUTE

1. Delegations of the European Economic Community and of the Republic of the Philippines met on 28 April 1982 in Manila for consultations in accordance with Article 6 of the Agreement on trade in textiles between the Philippines and the Community signed on 29 October 1980.

2. As a result of these consultations, the Philippines agreed to limit its exports of handkerchiefs (Category 19, Nimex positions 61.05-30; 99) to Italy to the following provisional restraint level for the period 1 January to 31 July 1982:

   1 January to 31 July 1982: 850,000 pieces

It is understood that further consultations shall be held to determine the final restraint level for 1982 for the above category.

3. Furthermore the Philippines agreed to limit its exports of pyjamas (Category 24, Nimex positions 60.04-47; 73) to the Community to the following restraint level:

   1982: 3,000,000 pieces

4. It is the understanding of both parties that beginning 1 May 1982, the provisions of the Agreement which concern exports of products subject to quantitative limits established in Annex II, in particular the Licensing procedures set out in Protocol A, shall apply to exports of the two categories concerned from the Philippines to Italy and the Community, respectively.

   Manila, 28 April 1982
<table>
<thead>
<tr>
<th>Category</th>
<th>Units</th>
<th>Countries</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>24</td>
<td>PHILIPPINES/EEC</td>
</tr>
</tbody>
</table>

| a) Date when new limit was agreed | - | 28 April 1982 |
| b) Basket Exit level ( % of previous year's total imports in category under consideration) | - | 215,000p |
| c) Level agreed | - | 3,000,000p |
| d) First year of application of new limit | - | 1982 |
| e) Annual growth | - | - |
| f) Date when consultation was requested | - | 27 November 1981 |
| g) Recorded imports at date of request for consultation | - | 1,899,000p |
| h) Period covered by g) | - | 7 months of 1981 |
| i) Imports during calendar year preceding year during which consultation was requested | - | 2,573 |
Dear Mr Ambassador,

In connection with the European Economic Community's Agreement on trade in textile products with the Philippines negotiated under Article 4 of the Arrangement and signed on 29 October 1980, I have to inform you of the following:

During the course of 1981 imports of handkerchiefs (Category 19) from the Philippines into the Italian region of the Community exceeded 437,000 p., 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 25 June 1982 in pursuance of Article 12 of the Agreement. As a result of these consultations, and in conformity with the provisions of the Agreement, the Philippines agreed to limit exports to Italy as follows:

<table>
<thead>
<tr>
<th>Category</th>
<th>Unit</th>
<th>Member State</th>
<th>1982</th>
</tr>
</thead>
<tbody>
<tr>
<td>19</td>
<td>1000p.</td>
<td>Italy</td>
<td>1.700(1)</td>
</tr>
</tbody>
</table>

(1) Following establishment of a provisional limit of 850,000 p. for the first 7 months of 1982.

At the same time, the Community agreed to a request from the Philippines for an increase in the 1982 restraint level for Category 80 (babies' woven wear) in the UK market up to a level of 130 tonnes, as well as for a special carry-over of 50,000p. of Category 7 (blouses) for the Federal Republic of Germany.

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 the Philippines.

Yours sincerely,

[Signature]

Provisional address: Rue de la Loi 200, B-1049 Brussels — Telephone 735 00 40/735 80 40 — Telegraphic address: "COMEUR Brussels" — Telex: "21877 COMEU B"
1. Delegations of the Republic of the Philippines and of the European Economic Community met in Brussels on 24 June 1982 for consultations in accordance with Article 6 of the Agreement on trade in textiles between the Philippines and the Community signed on 29 October 1980 and in accordance with the understanding reached in Manilla on 28 April 1982.

2. As a result of these consultations, the Philippines agreed to limit its exports of handkerchiefs (Cat. 19, Nomenclature positions 61.05 – 30, 99) to Italy to the following restraint level for 1982:

   1.1 to 31.12.1982: 1 700 000 pieces.

3. It is the understanding of both parties that the provisions of the Agreement which concern exports of products subject to quantitative limits established in Annex II, in particular the licence procedures set out in Protocol A, shall apply to exports of handkerchiefs from the Philippines to Italy as from 1 May 1982.

4. In response to a Philippines request for additional quantities for the year 1982 under Article 10 para. (2) of the Agreement, it was agreed that the restraint level for the year 1982 for Category 80 (babies woven garments) for the United Kingdom market shall be revised upwards to the following annual level:

   1.1 to 31.1.1982: 130 tonnes.

5. Furthermore, it was agreed that the Philippines shall be allowed to carry-over a supplementary quantity of 50 000 blouses (Cat. 7) in the Federal Republic of Germany over and above the 5% provided for in the agreement from the year 1981 to the year 1982.

Brussels, 25 June 1982

Delegation of the Republic of the Philippines

Delegation of the European Economic Community
BASKET EXIT LIMITATION

Category 19
Units 1,000p.
Countries: PHILIPPINES/ITALY

a) Date when new limit was agreed
   - 25 June 1982

b) Basket Exit level (1.2% of previous year's total imports in category under consideration)
   - 437,000 p.

c) Level agreed
   - 1,700,000 p.

d) First year of application of new limit
   - 1982

e) Annual growth
   -

f) Date when consultation was requested
   - 14 December 1981

g) Recorded imports at date of request for consultation
   - 909,000 p.

h) Period covered by g)
   - 10 months of 1981

i) Imports during calendar year preceding year during which consultation was requested
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