

# GENERAL AGREEMENT ON TARIFFS AND TRADE

CONFIDENTIAL

TEX.SB/1148\*

9 August 1985

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Textiles Surveillance Body

## ARRANGEMENT REGARDING INTERNATIONAL TRADE IN TEXTILES

### Additional Report on Matter Examined under Article 11:4

#### Pakistan/United States

#### Note by the Chairman

As requested by the TSB<sup>1</sup>, attached is a communication received from Pakistan on its consultations with the United States concerning Categories 334 and 350.

In September and<sup>2</sup> October 1984 the parties had informed the TSB of their ongoing consultations<sup>2</sup> (COM.TEX/SB/1004 and 1005).

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<sup>1</sup> COM.TEX/SB/1089

<sup>2</sup> The TSB review of the matter is contained in COM.TEX/SB/978

\* English only/Anglais seulement/Inglés solamente



ANSWERED	DOC. ISSUED	FOLIO
	EX-56/1148	
REG 26 JUL 1985		
For	Action	Comment
Cabinet of DG		
Info. Services		
DEPT. LEGAL AFF.		
Secy. / Council Att. Div.		
Chairman TSB	X	

PERMANENT MISSION OF PAKISTAN

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No.2(107)/85-GATT

26 July, 1985.

Dear Mr. Chairman,

I have been instructed by my authorities to submit the following report on implementation of TSB recommendations:

- (i) It will be recalled that in the case of cat.334 and 350, TSB had recommended further consultations between the two governments. TSB had also recommended the United States to take necessary steps to avoid dislocation of the normal flow of trade preferably by terminating the restraints before such consultations.

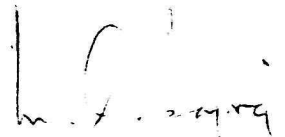
For	Action	Comment	Int.
OPER. DEPT. A			X
Non 'ar. M. Div.			
Development Div.			
Tech. Coop. Div.			
Trade Pol. Div.			
Spec. Proj. Div.	X		
OPER. DEPT. B			X
Econ. R/Anal. Unit			
Agriculture Div.			
Tariff Div.			
Tech. Bar. T. Div.			
Ext. Rel. Div.			
Int. C. Div. (P/A/C)			
Adm. / Fin. Div.			
Trans. / Doc. Div.			
Training Div.			
Research Off.			
Planning Off.			

- (ii) United States did not terminate the restraints. Consultations were accordingly held at Washington and later at Islamabad. The consultations were followed through the bilateral negotiations conducted at Islamabad on march 6 and 7. Again there was no agreement. The discussion note exchanged between the two parties stated that positions on these categories were reviewed. United States authorities stated that United States production was falling and could not agree to specific limits at levels proposed by the Pakistan delegation.

- (iii) Pakistan still feels that there is no evidence of market disruption caused by export from Pakistan which as a cotton producer and a new entrant deserves more favourable treatment. Moreover in the presence of an aggregate limit there is no justification for placing further categories under restraint because all our exports are within the level provided under the aggregate limit.

Contd.....P/2.

Please accept, Mr. Chairman, the assurances  
of my highest consideration.

  
(Mohammad A. Bajwa)  
Economic Counsellor

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