GENERAL AGREEMENT ON TARIFFS AND TRADE

CONFIDENTIAL
TEX.SB/1183*
3 December 1985

Textiles Surveillance Body

ARRANGEMENT REGARDING INTERNATIONAL TRADE IN TEXTILES

Notification under Article 4:4

Bilateral Agreement between the United States and Turkey

Note by the Chairman

Attached is a notification received from the United States of a selective bilateral agreement concluded with Turkey for the period 1 January 1985 to 31 December 1987. This agreement which covers Categories 313 and 604A (plied acrylic yarn) supersedes the unilateral restraints introduced by the United States under Article 3:5.

^{*}English only/Anglais seulement/Inglés solamente





UNITED STATES TRADE REPRESENTATIVE

1-3 AVENUE DE LA PAIX

1202 GENEVA, SWITZERLAND

Telephone: 32 09 70

November 25, 1985 ANSWERED COO. ISSUED FOLIO TEX-58/1173 2 7 NOV 1305 clicat of CO Ambassador Marcelo Raffaelli Chairman, Textiles Surveillance GATT SHAIRMAN TSB

A TS30 SECT Non 'ar M Div. Development Div. Tech Coop. Div. Trata Pol. Div. Spec. Proj. Div. Geon. R/Anal. Unit Agriculture Div. Tariff Div. Tech. Bar. T. Div. Ext. Rel. Div. CEPT. C. A.F. ASF/ASM Adm. / Fln. Div. Trans. / Doc. Div. Training Div. Personnel Off. Conferance Cif.

Dear Mr. Chairman:

Rue De Lausanne 154

The Honorable

1211 Geneva

Pursuant to the provisions of paragraph 4 of Article 4 of the Arrangement Regarding International Trade in Textiles, I am instructed by my government to inform the Textiles Surveillance Body of an agreement between the Government of the United States of America and the Government of the Republic of Turkey on restraints with respect to exports from Turkey to the United States of two textile products: cotton sheeting (Category 313) and plied acrylic yarn (part category 604A) for the calendar years 1985, 1986 and 1987. These restraints supercede those imposed earlier by the United States pursuant to Article 3.5 and recently reviewed by the TSB at its twelfth and eleventh meetings of 1985, respectively.

The new restraint levels are agreed for a period which differs from those set out for the Article 3.5 measures, but in each case represent substantial increases over the Article 3.5 restraints:

Category	Article 3.5 Level and Period	Agreed Level for 1985.	
313	12,712,472 SYDs (2/28/85-2/27/86)	15,000,000	SYDs
604A	476,014 LBs (10/31/84-10/30/85)	650,000	LBs

Growth is set at 6 percent, swing at 7 percent and carryover/carry forward at 11/6 percent. Carryover is not available for the first agreement year nor carryforward in the last.

Enclosed hereto are copies of the letters giving effect to this agreement.

Sincerely,

Robert E. Shepherd Minister-Counselor

Enclosure: (As stated)



October 23, 1985

UNITED STATES AND TURKEY SIGN BILATERAL TEXTILE AGREEMENT

Representatives of the United States Government and the Government of the Republic of Turkey held consultations on October 18, 1985 in Antalya, Turkey which resulted in agreed restraints for Turkish exports of Categories 604-A and 313 products to the United States during 1985, 1986 and 1987. Texts of the agreement follow.

UNITED STATES LETTER

Antalya October 18, 1985

Professor Dr. Ekrem Pakdemirli Prime Ministry Ankara

Dear Prof.Dr.Pakdemirli

It is my understanding that pursuant to Article 4 of the Arrangement Regarding International Trade in Textiles done at Geneva on December 20, 1973, as extended by the Protocol on December 22, 1981, the following was agreed during our discussions in Antalya, Turkey October 17 and 18, 1985:

The Government of the Republic of Turkey will restrain its exports of plied acrylic yarn in part Category 604 A and its exports of cotton sheeting in Category 313 to the following:

Category	1985	1986	1987
604 A	650.000 lbs.	689.000 lbs.	730.340 lbs.
313	15.000.000 sq.yds.	15.900.000 sq.yds.	16.854.000 sq.yd

Swing of 7 percent in square yard equivalents between these two categories shall be available. Carryforward of 6 percent will be available during the initial 12 month period but not in the final 12 month period. When shortfall occurs, carryover of such shortfall up to 11 percent will be available in the subsequent 12 month periods. The combination of carryover and carryforward shall not exceed 11 %. The U.S. Government will have the right to assist in implementing the above understanding. Nothing in this agreement shall prejudice the rights of either party in the resolution of any subsequent textile trade issue.

I Would appreciate your confirmation that the above understanding is correct.

Sincerely

Ambassador Charles Carlisle

Chief Textile Negotiator

TURKEY LETTER

Antalya October 18, 1985

The H onorable Charles R. Carlisle Chief Textile Negotiator Office of the U.S. Trade Representative 600 17th Street, N.W. Washington, D.C. 20506

Dear Ambassador Carlisle,

Thank you for your letter dated October 18, 1985 concerning the Republic of Turkey's exports of plied acrylic yarn in part Category 604 A and cotton sheeting in Category 313 to the United States. I would like to confirm that your letter accurately reflects the understanding reached between our governments.

Sincerely

Prof.Dr.Ekrem Pakdemirli