GENERAL AGREEMENT ON

CONFIDENTIAL

TEX.SB/1348*
17 June 1987

TARIFFS AND TRADE

Textiles Surveillance Body

ARRANGEMENT REGARDING INTERNATIONAL TRADE IN TEXTILES

Notification under Article 4

Amendment of the Bilateral Agreement between the United States and Peru

Note by the Chairman

Attached is a notification received from the United States of an amendment of its bilateral agreement with Peru. The parties agreed to a specific limit on Category 338/339 (cotton knit shirts) for the period 1 January 1987 to 30 April 1989.

¹The bilateral agreement and previous modifications are contained in COM.TEX/SB/1066 and Corr.l and 1148.

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



UNITED STATES TRADE REPRESENTATIVE 1-3 AVENUE DE LA PAIX 1202 GENEVA, SWITZERLAND

Telephone: 32 09 70

June 12, 1987

The Honorable Ambassador Marcelo Raffaelli Chairman, Textiles Surveillance Body GATT Rue De Lausanne 154 1211 Geneva

Dear Ambassador Raffaelli:

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 the amendment of the bilateral textile agreement between the Government of the United States of America and the Government of Peru.

The amendment establishes a specific limit for cotton knit shirts (category 338/339), with a sublimit for "other than tank tops and tee shirts".

The U.S. sought the restraint to deal with real risk of market disruption, requesting consultations with Peru pursuant to paragraph 8 of the U.S.-Peruvian bilateral on 30 December 1986:

| Product | "Call Date" | Formula Level | Agreed Notional Annual Restraint |
|-----------------------|----------------|------------------|---|
| 338/339 (sublimit) | 30 Dec 86 | 279,503 | 450,000 (300,000) |

Growth is set at 7%, swing at 7% and carryover/carry forward at 11/7%.

The Honorable Ambassador Marcelo Raffaelli June 12, 1987 Page Two

Attached hereto are copies of the notes giving effect to this amendment.

Sincerely,

Robert E. Shepherd Minister Counsellor

Attachment



United States Department of State Bureau of Economic and Business Affairs Washington, D.C.

June 1, 1987

UNITED STATES AND PERU AMEND BILATERAL TEXTILE AGREEMENT

The United States and Peru amended their bilateral textile agreement by exchange of notes dated March 19, 1987 and April 8, 1987. Texts of the letters follow:

UNITED STATES NOTE

No. 243

Lima March 19, 1987

The Embassy of the United States of America presents its compliments to the Ministry of Foreign Affairs of the Republic of Peru and has the honor to refer to the Bilateral Agreement concerning trade in textiles and textile products effected by an exchange of notes dated January 3, 1985.

The Embassy also has the honor to refer to the recent discussions between representatives of our governments in Washington, D.C. held March 12 and 13, 1987.

As a result of those discussions, the Bilateral Agreement should be amended to include the following specific limit and sublimit:

LIMIT FOR THE LIMIT FOR THE PERIOD JANUARY PERIOD MAY 1, 1, 1987-APRIL 1987-APRIL 30, 1988-APRIL 30, 1988.

CATEGORY 30, 1987. 1988. 1989.

338/339 150,000 Dozens 481,500 Dozens 515,205 Dozens

SUBLIMIT FOR OTHER THAN TANK TOPS AND TEE

SHIRTS 100,000 Dozens 321,000 Dozens 343,470 Dozens

The specific limit for Category 338/339, including the sublimit, shall continue to be subject to the group limit for cotton apparel as listed in Annex D of the Agreement. The flexibility provisions of the Agreement shall apply to the specific limit for Category 338/339.

If this proposal is acceptable to the Government of Peru, this note and the note of confirmation of the Government of Peru shall constitute an amendment to our Agreement.

The Embassy of the United States of America avails itself of this opportunity to renew to the Ministry of Foreign Affairs the assurances of its highest consideration.

ARST

Embassy of the United States of America, Lima, March 19, 1987.

PERU NOTE

The Ministry of Foreign Relations, Office of the Undersecretary for Economic Affairs and Integration, presents its compliments to the Embassy of the United States of America and has the honor to refer to its note No. 243 regarding the amendment of the Bilateral Agreement concerning trade in textiles and apparel effected by an exchange of notes dated January 3, 1985.

The Ministry of Foreign Relations also refers to recent discussions between representatives of our governments held at washington D.C. on March 12 and 13, 1987.

As a result of those discussions, the Bilateral Agreement was amended to include the following specific limits and sublimit:

| CATEGORY | LIMIT FOR THE PERIOD JANUARY 1, 1987-APRIL 30, 1987. | LIMIT FOR THE PERIOD MAY 1, 1987-APRIL 30, 1988. | LIMIT FOR THE PERIOD MAY 1, 1988-APRIL 30, 1989. |
|----------|--|--|--|
| 338/339 | 150,000 Dozens | 481,500 Dozens | 505.205 Dozens |

SUBLIMIT
FOR OTHER
THAN TANK
TOPS AND
TEE
SHIRTS 100,000 Dozens 321,000 Dozens 343,470 Dozens

Embassy of the United States of America, Lima.

The specific limit for Category 338/339, including the sublimit, shall continue to be subject to the group limit for cotton apparel as listed in Annex D of the Bilateral

Agreement. The flexibility provisions of the Agreement shall apply to the specific limit for Category 338/339.

The foregoing proposal is acceptable to the Government of Peru. Consequently, Embassy note No. 243 and this note of confirmation from the Peruvian Government constitute an amendment to the Bilateral Agreement in effect between our two countries.

The Ministry of Foreign Relations, Office of the Undersecretary for Economic Affairs and Integration, avails itself of this oportunity to renew to the Embassy of the United States of America the assurances of its highest consideration.

Lima, April 8, 1987

[Initialed]

[Official stamp]