GENERAL AGREEMENT ON

CONFIDENTIAL

TEX.SB/1349*
17 June 1987

TARIFFS AND TRADE

Textiles Surveillance Body

ARRANGEMENT REGARDING INTERNATIONAL TRADE IN TEXTILES

Notification under Articles 7 and 8

Bilateral Agreement between the United States and El Salvador

Note by the Chairman

Attached is a notification under Articles 7 and 8 received from the United States of a bilateral agreement concluded with El Salvador for the period 1 January 1987 to 31 December 1989. The parties agreed to a designated consultation level on Category 300/301 (cotton yarn).

^{*}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 paragraphs 7 and 8 of the Arrangement Regarding International Trade in Textiles, I am instructed by my government to inform the Textiles Surveillance Body of a new bilateral textile agreement between the Government of the United States of America and the Government of El Salvador.

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

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 EL SALVADOR SIGN NEW BILATERAL TEXTILE AGREEMENT

The Unites States and El Salvador exchanged notes dated March 2, 1987 and April 30, 1987 to establish a new bilateral textile agreement. The texts of the notes follows:

UNITED STATES NOTE

San Salvador, Earch 2, 1987

:c. 102

The Embassy of the United States of America presents its compliments to the Ministry of Foreign Affairs of the Republic of El Salvador and his the honor to refer to the arrangement regarding internatic all trade in textiles (hereinafter referred to as The Arrangement), done at Geneva on December 20, 1973, as extended by protocols dated December 14, 1977, December 22, 1981, and July 31, 1986. The Embassy also has the honor to refer to consultations held recently in Washington, D. C. between representatives of the Governments of El Salvador and the United States of America.

The Government of the United States of America proposes, pursuant to Article 4 of The Arrangement, the following agreement between our two governments;

The Government of the Republic of El Salvad r agrees to restrain its exports to the United States of-cotton yarn in Category 300/301 to an annual level of 8,500,000 pounds for the years 1987, 1988 and 1989. If the Government of El Salvador wishes to export products in Category 300/301 in excess of this designated consultation level (DCL), the Government of El Salvador shall request the higher levels. The Government of the United States shall consi er such requests sympathetically. The Government of the United States shall respond promptly and make every et at to resolve the issue within 30 working days of the eccipt in Washington of the initial request. Until a mutually : disfactor ! change in the compultation level in question is established, ship: .nts shall not exceed the existing DCL. If the Government of the United States is unable to comply fully with the request due to problems of market disruption, or the real risk thereof as described in Annex A of The Arrangement, in this category, the Government of the United States will so inform the Government of El Salvador. Either government may request consultations to discuss such requests for DCL increases.

If this proposal is acceptable to the Government of the Republic of El Salvador, this note and the note of confirmation of the Government of El Salvador shall constitute an agreement between our two governments. The Embassy of the United States of America . vails itself of this opportunity to renew to the Ministry of Foreign Relations the assurances of its h chest consideration.

EL SALVADOR NOTE

No. AJ/4467

The Ministry of Foreign Affairs of the Republic of El Salvador presents its compliments to the Embassy of the United States of America and has the honor to refer to its note verbale No. 102 dated March 2, 1987, on the Arrangement regarding international trade in textiles, in regard to which it proposes, pursuant to Article 4 of the Arrangement, the following:

[The Spanish translation of the United State Embassy's note No. 102, dated March 2, 1987, agrees with the English text in all substantive respects. It should be noted that, in line 17 on page 1 of the note in English, the term "Category 300/301" has been rendered in Spanish as "categories 300/301."]

The Ministry of Foreign Affairs informs the Embassy that the Government of the Republic of El Salvador agrees to the

above terms, which also appear in the Memorandum of Understanding that the two parties signed to that end at Washington, D.C. on January 23, 1987. Therefore, the above-mentioned note, together with this note, shall constitute an agreement between the two governments.

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

San Salvador, 30 de abril de 1987.

RICAPED AND DETALTA