

# GENERAL AGREEMENT ON

CONFIDENTIAL

## TARIFFS AND TRADE

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TEX.SB/1400\*

2 November 1987

### Textiles Surveillance Body

#### ARRANGEMENT REGARDING INTERNATIONAL TRADE IN TEXTILES

##### Notification under Article 4

##### Modification of the bilateral agreement between the EEC and Indonesia

##### Note by the Chairman

Attached is a notification received from the EEC of a modification of its bilateral agreement with Indonesia. A restraint was agreed at the Community level on cotton fabrics (Category 2).<sup>1</sup>

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\* English only/Anglais seulement/Inglés solamente

<sup>1</sup> The bilateral agreement is contained in COM.TEX/SB/1290.

COMMISSION  
OF THE  
EUROPEAN COMMUNITIES

DIRECTORATE-GENERAL  
FOR EXTERNAL RELATIONS  
I-D-1

12050

28. X. 1987

Brussels  
AP/cr

Ambassador M. RAFAELLI  
Chairman  
Textiles Surveillance Body, GATT  
Centre William Rappard  
rue de Lausanne, 154  
CH-1211 GENEVA 21

Dear Ambassador,

In connection with the European Economic Community's Agreement on trade in textile products with Indonesia negotiated under Article 4 of the Arrangement and initialled on 28 June 1986, I have to inform you of the following.

During the course of 1987 imports of cotton fabrics (Category 2) from Indonesia to the Community exceeded 2,892 tonnes, being the level at which the Community could ask for consultations with a view to establishing a regional limit under the provisions of Article 8 of the Agreement. The Community being of the view that there was real risk of market disruption in this case, the two sides consulted on 30/31 July and on 10-12 September 1987 in pursuance of Article 16 of the Agreement. As a result of these consultations, and in conformity with the provisions of the Agreement, Indonesia agreed to limit its exports to the EEC as follows:

<u>Category</u>	<u>Unit</u>	<u>1987<sup>*)</sup></u>	<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>
2	tonnes	14,000	14,560	15,142	15,748	16,378
of which 2a	"	5,213	5,422	5,638	5,864	6,098

\*) These annual levels to be applied pro rata as set out in the attached Agreed Minute.

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 Indonesia.

Yours sincerely,



P. MAZZOCCHI

Enc.

# BASKET EXIT LIMITATION

CATEGORY : 2

UNITS : tonnes

COUNTRIES : INDONESIA/EEC

a) Date when new limit was agreed	- 12 September 1987
b) Basket Exit Level	- 2,892 tonnes
→ c) Provisional limit introduced pending outcome of consultations	- 472 tonnes for France from 23 June 1987
	- 144 " " Germany " 7 August 1987
	- 544 " " Italy " " " "
	- 219 " " BNL " " " "
d) Level of new agreed limit	- 14,000 tonnes
e) First year of application of new limit	- 1987
f) Annual growth	- 4%
g) Date when consultations were requested	- 23 June 1987
h) Recorded imports at date of request	- 4,391 tonnes
i) Period covered by h)	- January - April 1987
j) Imports during calendar year preceding year during which consultation was requested	- 11,088 tonnes (12 months 1986)

AGREED MINUTE

1. A delegation of the Republic of Indonesia and a delegation of the European Communities met in Jakarta on 10 - 12 September 1987 for consultations under Article 8 of the bilateral Agreement on trade in textiles initialled on 28 June 1986.
2. As a result of these consultations Indonesia agreed to limit its exports of products falling under category 2 to the Community as follows:

<u>Year</u>	<u>Category 2</u>	<u>Tonnes</u> of which sub-category 2a
1987	14,000	5,213
1988	14,560	5,422
1989	15,142	5,638
1990	15,748	5,864
1991	16,378	6,098

3. (a) The Community quantitative limit for 1987 will be applied on a pro rata basis as set out below in the following regions of the Community:

		<u>Tonnes</u> Cat 2	of which Sub-cat 2a
France	from 23 Jun to 31 Dec 1987:	1,206	410
Germany	from 7 Aug to 31 Dec 1987:	579	226
Italy	from 7 Aug to 31 Dec 1987:	2,088	856
Benelux	from 7 Aug to 31 Dec 1987:	876	386
Ireland	from 12 Sep to 31 Dec 1987:	7	3
Denmark	from 12 Sep to 31 Dec 1987:	180	90
Greece	from 12 Sep to 31 Dec 1987:	13	5
Spain	from 12 Sep to 31 Dec 1987:	65	25
Portugal	from 12 Sep to 31 Dec 1987:	27	21

*ad*

(b) As regards the United Kingdom, the quantitative limits for the years 1987 to 1991 already set out in Annex II of the Agreement remain unchanged.

4. In addition to the pro rata quantitative limits for 1987 set out in paragraph 3(a) the two delegations agreed to the following exceptional supplementary quantities in 1987 for exports of cat. 2 products other than those falling under cat 2a

Germany	;	400	tonnes
Italy	:	60	tonnes
Benelux	:	600	tonnes

5. It was understood by both sides that the flexibility provisions of the Agreement which concern exports of products subject to quantitative limits established in Annex II of the Agreement shall apply to the quantitative limits referred to in paragraphs 2 and 3.

Jakarta, 12 September 1987.



Head of Delegation of the  
Republic of Indonesia



Head of Delegation of the  
European Communities