# **GENERAL AGREEMENT ON**

CONFIDENTIAL

TEX.SB/1419\*
21 December 1987

## TARIFFS AND TRADE

Textiles Surveillance Body

## ARRANGEMENT REGARDING INTERNATIONAL TRADE IN TEXTILES

Notification under Articles 7 and 8

Bilateral agreement between the EEC and Mexico

Note by the Chairman

Attached is a notification received from the EEC of an agreement concluded with Mexico. The agreement, applicable for the period 1 January 1987 to 31 December 1991, concerns exchange of information, and administrative cooperation to avoid circumvention.

The previous agreement between the parties and an additional Protocol to it are contained in COM.TEX/SB/909 and 1208.

<sup>\*</sup>English only/Anglais seulement/Inglés solamente

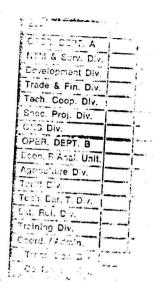
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COMMISSION OF THE EUROPEAN COMMUNITIES

DIRECTORATE-GENERAL FOR EXTERNAL RELATIONS

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Ambassador M. KAFFAELLI

Chairman

Textiles Surveillance Body, GATT Centre William Rappard Rue de Lausanne, 154

CH - 1211 GENEVA 21

Mr. Ambassador,

Pursuant to Articles 7 and 8 of the Arrangement as extended by the 1986 Protocol, I am notifying a new Agreement negotiated between the United Mexican States and the European Community.

The Agreement, which came into de facto application on 1 January 1987 with a duration of five years, improves on a number of elements. It is applicable in respect of all MFA products, now classified in 3 groups, covering 93 product categories. One restriction that existed under the preceding Agreement was suppressed and no quantitative limits were established. The present Agreement takes the form of an exchange of letters providing for the possibility, after consultations, of reverting to an Agreement containing provisions similar to those agreed by the Community with other textiles exporting countries.

This Agreement is notified under Article 7 because of its provisions on exchange of informations and under Article 8 for its provisions on administrative cooperation to avoid circumvention.

Copy of the Agreement and related documents are attached.

Please accept, Mr. Ambassador, the assurance of my highest consideration.

Yours sincerely,

Lewis 10 W 2000 P. MAZZOCCHI

**Enclosures** 

AGREEMENT IN THE FORM OF AN EXCHANGE OF LETTERS BETWEEN THE

EUROPEAN ECONOMIC COMMUNITY AND THE

UNITED MEXICAN STATES ON TRADE IN TEXTILE PRODUCTS

OWNER TO SWYLLES & 7 ADVI 1987

#### Letter No 1

Sir,

On the conclusion of the negotiations between the European Economic Community and the Government of the United Mexican States on trade in textile products, the following was agreed.

## 1. Scope of the Agreement

This Agreement concerns textile products covered by the provisions of the Arrangement regarding international trade in textiles originating in Mexico and listed in Annex I.

## 2. Opening of consultations

At the request of one of the two Parties, consultations shall be opened in a spirit of cooperation on any problem resulting from the application of this Agreement.

If, in the Community's view, exports of textile products covered by this Agreement and originating in Mexico cause or threaten to cause market disruption in the Community or in one of its regions, the United Mexican States shall undertake, at the request of the Community, to enter into consultations under the provisions of the Arrangement regarding international trade in textiles, within a maximum period of one month from the notification of the request, with a view to finding an appropriate solution and, possibly, to replacing this Agreement in the form of an exchange of letters by an Agreement containing provisions similar to those agreed by the Community with other textile-exporting countries whose level of trade in the products concerned is comparable to that of Mexico.

## Classification of textile products

The classification of the textile products covered by this Agreement is based on the Nomenclature of the Common Customs Tariff and on the Nomenclature of Goods for the External Trade Statistics of the Community and Statistics of Trade between Member States (NIMEXE).

From the entry into force of the International Convention on the Harmonized Commodity Description and Coding System (HS), this classification will be based on the Harmonized System and on the Community nomenclatures derived from that system.

#### 4. Exchange of statistical information

The Community and the United Mexican States undertake to exchange available statistical information on all the Community's imports and all Mexico's exports of textile products listed in Annex I, broken down by category of product.

## 5. Rules concerning the origin of products

The origin of the products covered by this Agreement shall be determined in accordance with the rules in force in the Community.

Products originating in Mexico shall be imported into the Community upon presentation of a certificate of origin conforming to the model annexed to this Protocol (Annex II).

The certificate of origin shall be issued by the competent government authorities of the United Mexican States if the products in question can be considered to be products originating in Mexico within the meaning of the relevant rules in force in the Community.

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However, the products in Group III may be imported into the Community merely on production of a declaration by the exporter on the invoice or other commercial document relating to the products to the effect that the products in question originate in Mexico within the meaning of the relevant rules in force in the Community.

The certificate of origin referred to in the second paragraph shall not be required for import of goods covered by a certificate of origin Form A or Form APR completed in accordance with the relevant Community rules in order to qualify for generalized tariff preferences.

## 6. Administrative cooperation

The Community and the United Mexican States undertake to cooperate closely in order to prevent deflections of trade liable to affect trade in textile products. The Community and the United Mexican States shall accordingly assist each other in verifying the authenticity and validity of the evidence of origin stipulated under this Agreement.

The results of the investigations to be carried out in this connection, notably at the request of the Community, shall be sent promptly to the Community, together with copies of relevant documentation. By mutual agreement between the Community and the United Mexican States, officials designated by the Community may participate in such investigations.

The United Mexican States undertakes to send to the Commission of the European Communities the names and addresses of the government authorities competent for the issue and verification of certificates of origin and responsible for the implementation of administrative cooperation.

#### 7. Territorial application of the Agreement

This Agreement shall apply, on the one hand, to the territories in which the Treaty establishing the European Economic Community is applied and under the conditions laid down in that Treaty, and, on the other hand, to the territory of the United Mexican States.

## 8. Duration

This Agreement shall apply from 1 January 1987 to 31 December 1991.

I have the honour to propose that if the above is acceptable to your Government, this letter and your confirmation shall together constitute an Agreement between the European Economic Community and the United Mexican States.

Please accept, Sir, the assurance of my highest consideration.

On behalf of the Council of the European Communities

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#### Letter No 2

Sir,

I have the honour to acknowledge receipt of your letter of today's date which reads as follows:

"On the conclusion of the negotiations between the European Economic Community and the Government of the United Mexican States on trade in textile products, the following was agreed.

#### 1. Scope of the Agreement

This Agreement concerns textile products covered by the provisions of the Arrangement regarding international trade in textiles originating in Mexico and listed in Annex I.

#### 2. Opening of consultations

At the request of one of the two Parties, consultations shall be opened in a spirit of cooperation on any problem resulting from the application of this Agreement.

If, in the Community's view, exports of textile products covered by this Agreement and originating in Mexico cause or threaten to cause market disruption in the Community or in one of its regions, the United Mexican States shall undertake, at the request of the Community, to enter into consultations under the provisions of the Arrangement regarding international trade in textiles, within a maximum period of one month from the notification of the request, with a view to finding an appropriate solution and, possibly, to replacing this Agreement in the form of an exchange of letters by an Agreement containing provisions similar to those agreed by the Community with other textile-exporting countries whose level of trade in the products concerned is comparable to that of Mexico.

## 3. Classification of textile products

The classification of the textile products covered by this Agreement is based on the Nomenclature of the Common Customs Tariff and on the Nomenclature of Goods for the External Trade Statistics of the Community and Statistics of Trade between Member States (NIMEXE).

From the entry into force of the International Convention on the Harmonized Commodity Description and Coding System (HS), this classification will be based on the Harmonized System and on the Community nomenclatures derived from that system.

#### 4. Exchange of statistical information

The Community and the United Mexican States undertake to exchange available statistical information on all the Community's imports and all Mexico's exports of textile products listed in Annex I, broken down by category of product.

## 5. Rules concerning the origin of products

The origin of the products covered by this Agreement shall be determined in accordance with the rules in force in the Community.

Products originating in Mexico shall be imported into the Community upon presentation of a certificate of origin conforming to the model annexed to this Protocol (Annex II).

The certificate of origin shall be issued by the competent government authorities of the United Mexican States if the products in question can be considered to be products originating in Mexico within the meaning of the relevant rules in force in the Community.

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However, the products in Group III may be imported into the Community merely on production of a declaration by the exporter on the invoice or other commercial document relating to the products to the effect that the products in question originate in Mexico within the meaning of the relevant rules in force in the Community.

The certificate of origin referred to in the second paragraph shall not be required for import of goods covered by a certificate of origin Form A or Form APR completed in accordance with the relevant Community rules in order to qualify for generalized tariff preferences.

## 6. Administrative cooperation

The Community and the United Mexican States undertake to cooperate closely in order to prevent deflections of trade liable to affect trade in textile products. The Community and the United Mexican States shall accordingly assist each other in verifying the authenticity and validity of the evidence of origin stipulated under this Agreement.

The results of the investigations to be carried out in this connection, notably at the request of the Community, shall be sent promptly to the Community, together with copies of relevant documentation. By mutual agreement between the Community and the United Mexican States, officials designated by the Community may participate in such investigations.

The United Mexican States undertakes to send to the Commission of the European Communities the names and addresses of the government authorities competent for the issue and verification of certificates of origin and responsible for the implementation of administrative cooperation.

#### 7. Territorial application of the Agreement

This Agreement shall apply, on the one hand, to the territories in which the Treaty establishing the European Economic Community is applied and under the conditions laid down in that Treaty, and, on the other hand, to the territory of the United Mexican States.

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## 8. Duration

This Agreement shall apply from 1 January 1987 to 31 December 1991.

I have the honour to propose that if the above is acceptable to your Government, this letter and your confirmation shall together constitute an Agreement between the European Economic Community and the United Mexican States.

Please accept, Sir, the assurance of my highest consideration.

On behalf of the Council of the European Communities"

I have the honour to confirm that the above is acceptable to my Government and that your letter together with this letter shall constitute an Agreement in accordance with your proposal.

Please accept, Sir, the assurance of my highest consideration.

For the Government of the United Mexican States

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(Stamo - Cachet)

Annex II