GENERAL AGREEMENT ON

CONFIDENTIAL

TEX.SB/1441*
25 February 1988

TARIFFS AND TRADE

Textiles Surveillance Body

ARRANGEMENT REGARDING INTERNATIONAL TRADE IN TEXTILES

Notification under Article 4

Amendment of the bilateral agreement between Finland and Macao

Note by the Chairman

Attached is a notification received from Finland of an amendment of its agreement concluded with Macao.

The agreement between the parties is contained in COM.TEX/SB/1242.

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

Geneva, 22 February 1988

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Dear Ambassador Raffaelli,

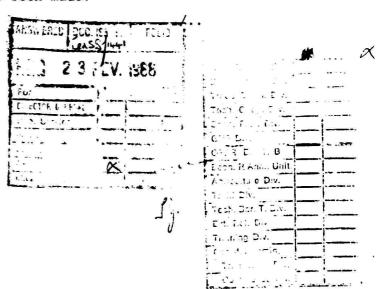
With reference to Article 4 of the Arrangement Regarding International Trade in Textiles (hereinafter referred to as the MFA), done at Geneva on 2 December 1973, and to the Protocol extending the MFA, done at Geneva on 31 July 1986, as well as to the Finnish notification of 12 February 1987, I have the honour to notify to the Textiles Surveillance Body of the Agreed Minutes, signed on 1 and 28 December 1987, amending the Memorandum of Understanding signed between Finland and Macau on 15 November 1986.

The Agreed Minutes enlarge the product coverage of the Memorandum of Understanding from five to nine categories under quantitative limits. The existing category II (jumpers, sweaters, cardigans, T-shirts of mmf) has been enlarged to comprise the same products of cotton, previously included in Annex II (administrative control). One category of Annex II (men's and boys', women's and girls' trousers of cotton) has been moved to Annex I (quantitative limits). Categories VI (men's and boys' jackets), VIII (women's and girls' ulsters) and IX (women's and girls' shirts) are new.

The technical changes related to the introduction of the Harmonised System have also been made.

Ambassador Marcelo Raffaelli Chairman Textiles Surveillance Body General Agreement on Tariffs and Trade Centre William Rappard 154, rue de Lausanne

1211 Geneva 21



The Agreed Minutes provide for growth of 2,5 and 3 per cent. The carry forward, carry over and swing provisions of the Memorandum of Understanding apply.

The present enlargement of the existing Memorandum of
Understanding was necessary due to the rapidly growing imports
from Macau in the categories concerned. During the first seven
months of 1987 the increase in the new category VI (men's and
boy's jackets, blazers etc.) was 926 per cent, in the category VII
238 per cent for men's and boys' trousers and 71 per cent for
women's , girls' and infants' trousers. In category IX (women's
and girls' skirts) the corresponding growth was 338 per cent. The
newly added category II products (jumpers, sweaters, cardigans,
T-shirts of cotton) showed an increase of 124,5 per cent.

On the other hand the volume of the production of the Finnish clothing industry declined by 9 per cent in January-August 1987, compared with the same period of the previous year. The preliminary figure for the textile industry in 1986 shows a decline in volume of 7.1 per cent and for the production of knitted wears a decline of 9.9 per cent. The employment situation is weakening accordingly and exports show a declining trend.

In the light of the foregoing the Government of Finland believes that the Agreed Minutes are in conformity with the provisions of the MFA and its Protocol of Extension.

Yours sincerely,

Minister-Counsellor

AGREED MINUTES

During the consultations held in Geneva on November 18 and 19, 1987 between a delegation from Finland and a delegation from Macau on imports of textiles from Macau to Finland and having regard to the Arrangement regarding International Trade in Textiles, to the Protocol extending the said Arrangement signed on July 31, 1986 and to Articles 8 and 9 of the Memorandum of Understanding signed between Finland and Macau on 15 of November 1986, agreement was reached as follows:

- 1. The following amendments to the present Memorandum of Understanding between Finland and Macau, signed on 15 of November 1986 shall apply from January 1, 1988.
- 2.
 Annex I of the present Memorandum of Understanding is replaced by Annex I to these Agreed Minutes the amendments taking effect on 1 January 1988.
- 3.
 Annex II of the present Memorandum of Understanding is replaced by Annex II to these Agreed Minutes the amendments taking effect on 1 January 1988.
- Annexes I and II of these Agreed Minutes are based on the Tariff Classification numbers resulting from the introduction of the Harmonized Commodity Description and Coding System introduced by Finland as from 1st of January 1988.
- In case of any reclassification concerning a product declared in an Export Licence issued by the Government of Macau, the Government of Finland will notify the government of Macau, and will not allow the customs clearance nor charge it to any restraint limit unless a new Export Licence with the correct category is issued.

Done in Helsinki on December 1, 1987 For the Government of Finland Done in Macau on 28-12-1987
For the Government of Macau

Alec Aalto

António Alberto Galhardo Simões

ANNEX I

CAT	(a) Finnish HS- Tariff Classification No.*)		(c) Unit of quantity	(d) 1988 limit	(e) Annual growth rate	(f) Conversion pieces/kg	Factor
CAT-I	61.07.11.00 61.07.12.00	Men's and boys' knitted briefs, drawers, under- shorts and the like, of cotton or man- made fibres.	Pieces	179 375	2,5 %		
CAT-II	61.05.10.00 61.05.20.00 61.06.10.00 61.06.20.00 61.09.10.10 61.09.10.90 61.09.90.21 61.09.90.29 61.10.20.00 61.10.30.00	Jumpers, sweaters, cardigans, pullovers, blouses and shirts, (including T-shirts, singlets and undershirts) knitted or crocheted, wholly or mainly by weight of cotton or man-made fibr men's and boys', women's a girls's wear.	res	610 000	2,5 %		
CAT-III	62.06.30.00 62.06.40.00	Women's and girls' blouses of cotton and man-made fibres	Pieces	314 52	5 2,0 %		
CAT-IV	62.05.20.00 62.05.30.00	Men's and boys' shirts of cotton and man-made fibres	Pieces	30 750	2,5 %		
CAT-V	62.12.10.00	Brassieres, ready made	Pieces	87 125	2,5 %		

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CAT-VI	62.01.91.00		Pieces	35 000	3,0 %
	62.01.92.00	blazers, anoraks (including ski-jackets),			
	62.01.93.00	and the like of wool,			
	62.03.31.00	cotton and man-made fibres			
	62.03.32.00				
	62.03.33.00				
ex	62.03.39.00				
CAT-VII	62.03.42.11	Men's and boys', women's			
	62.03.42.19	and girls trousers of			
	62.04.62.11	cotton.	Pieces	780 000	2,5 %
	62.04.62.19				
CAT-VIII	62.02.11.00	Women's and girls' ulsters,	Pieces	45.000	3,0 %
	62.02.12.00	coats, jackets and			
	62.02.13.00	anoraks (including ski-jacke	ets),		
	62.02.91.00	of wool, cotton and man-made	•		
	62.02.92.00	fibres			
	62.02.93.00				
	62.04.31.00				
	62.04.32.00				
	62.04.33.00				
ex	62.04.39.00				
CAT-IX	62.04.51.00	Women's and girls' skirts	Pieces	116 000	2,5 %
	62.04.52.00	and divided skirts of wool,			
	62.04.53.00	cotton and man-made fibres			
ex	62.04.59.00				
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*) The subheadings serve for indicative purposes only

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ANNEX II

Products subjet to administrative control according to paragraph 8 of the agreement

(a) Finnish HS-Tariff Classification	(b) Product Description
61.08.21.00 61.08.22.00	Women's and girls' knitted briefs, drawers, panties, undershorts and the like of cotton or man-made fibres
ex 62.03.43.00 ex 62.03.49.00	Men's and boys' trousers of man-made fibres
ex 62.04.63.00 ex 62.04.69.00	Women's and girls' trousers of man-made fibres



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