

# GENERAL AGREEMENT ON

CONFIDENTIAL

TEX.SB/1487\*

1 July 1988

## TARIFFS AND TRADE

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Textiles Surveillance Body

### ARRANGEMENT REGARDING INTERNATIONAL TRADE IN TEXTILES

#### Notification under Article 4

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

#### Note by the Chairman

Attached is a notification received from the EEC of a further modification of its agreement with Korea. A restraint was agreed for the period 1 January 1988 to 31 December 1991 on woven fabrics of artificial fibres (Category 36) when imported into Italy.<sup>1</sup>

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\*English only/Anglais seulement/Inglés solamente

<sup>1</sup>The bilateral agreement and a previous modification are contained in COM.TEX/SB/1286 and 1340.

**Directorate-General  
External Relations**

I-D-1

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|--------------------|--|
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| Chief Clerk        |  |
| Director of Div.   |  |
| Trade & Com. Div.  |  |
| Trans. Div.        |  |
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| Econ. & Anal. Unit |  |
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Brussee

|                              |             |          |
|------------------------------|-------------|----------|
| ANSWERED                     | DOC. ISSUED | FOLIO    |
| Tca. 56/11482                |             |          |
| 227-111-1111<br>227-111-1111 |             |          |
| For                          | Action      | Comments |
| DIRECTOR GENERAL             |             |          |
| High Service                 |             |          |
| Chief LEGAL AFF.             |             |          |
| Chief of the ATT. D.         |             |          |
| Chief MAN TED                | X           |          |
| Chief ATT. Pol. Am. Div.     |             |          |

Ambassador M. RAFFAELLI  
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 the Republic of Korea negotiated under Article 4 of the Arrangement and initialled on 7 August 1986, I have to inform you of the following.

During the course of 1987, imports of woven fabrics of artificial fibres (category 36) from the Republic of Korea to Italy exceeded 60 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 16 March 1988 in pursuance of Article 17 of the Agreement. As a result of these consultations, and in conformity with the provisions of the Agreement, the Republic of Korea agreed to limit its exports as follows.

| <u>Category</u> | <u>Unit</u> | <u>Member State</u> | <u>1988</u> | <u>1989</u> | <u>1990</u> | <u>1991</u> |
|-----------------|-------------|---------------------|-------------|-------------|-------------|-------------|
| 36              | tonnes      | Italy               | 370         | 392         | 416         | 441         |

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 the Republic of Korea.

Yours sincerely,

**P.G. MAZZOCCHI**

Encl.

BASKET EXIT LIMITATION

CATEGORY : 36

UNITS : tonnes

COUNTRIES : Republic of Korea /  
EC region - Italy

- |  |                           |                       |
|--|---------------------------|-----------------------|
| a) Date when new limit was agreed  | - 16 March 1988           |                       |
| b) Basket Exit Level   | - 60 tonnes               |                       |
| c) Provisional limit introduced pending outcome of consultations                       | - None                    | (date, pieces/tonnes) |
| d) Level of new agreed limit   | - 370 tonnes              |                       |
| e) First year of application of new limit  | - 1988                    |                       |
| f) Annual growth   | - 6%                      |                       |
| g) Date when consultations were requested  | - 29 January 1988         |                       |
| h) Recorded imports at date of request   | - 344 tonnes              |                       |
| i) Period covered by h)  | - January - December 1987 |                       |
| j) Imports during calendar year preceding year during which consultation was requested | - 344 tonnes              |                       |

AGREED MINUTE

1. A delegation of the Republic of Korea and a delegation of the European Economic Community met in Brussels on 16 March 1988 for consultations under Article 8 of the bilateral Agreement on trade in textiles initial-  
led on 7 August 1986.
2. As a result of these consultations the Republic of Korea agreed to limit its exports of products falling under category 36 to the Community's re-  
gion of Italy as follows :

|      | <u>Tonnes</u> |
|------|---------------|
| 1988 | 370           |
| 1989 | 392           |
| 1990 | 416           |
| 1991 | 441           |

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

Done in Brussels this 16th of March 1988.



For the Government of  
the Republic of Korea



For the European  
Economic Community