## GENERAL AGREEMENT ON

CONFIDENTIAL

TEX.SB/1543\*
1 March 1989

# TARIFFS AND TRADE

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 further amendment of its bilateral agreement with Indonesia. A limit at the Community level was agreed on Category 4 (T-shirts and knitted shirts) for the period 23 November 1988 to 31 December 1991.

The bilateral agreement between the parties and a previous modification are contained in COM.TEX/SB/1290 and 1338.

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

15/140-4



Directorate-General External Relations Brussels

17.02.89\*003387

FN/mtd

#### 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 1988 imports of T-shirts and knitted shirts (Category 4) from Indonesia to the Community exceeded 3,553,000 pieces, being the level at which the Community could ask for consultations with a view to establishing a limit under the provisions of Article 8 of the Agreement. The Community being of the view that there was a real risk of market disruption in this case, the two sides consulted on 31 January/1 February 1989, 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 Community as follows:

Category	<u>Unit</u>	1988*	1989	1990	1991
4	1,000 pieces	1,578	25,500	26,520	27,581

\*) This annual level for 1988 is to be applied from 23 November - 31 December 1988.

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.

Enc.

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## BASKET EXIT LIMITATION

UNITS:

CATEGORY:

1,000 pieces

INDONESIA/EEC

COUNTRY:

(a)	Date when new limit was agreed	-	1 February 1989
(b)	Basket Exit Level	_	3,553,000 pieces
(c)	Provisional limit introduced pending outcome of consultations	-	3,723,000 (from 23 November 1988 - 22 February 1989)
(d)	Level of new agreed limit	-	25,500,000 pieces
(e)	First year of application of new limit	-	1989*
(f)	Annual growth	-	4%
(g)	Date when consultations were requested	-	23 November 1988
(h)	Recorded imports at date of request	_	18,783,000 pieces
(i)	Period covered by (h)	-	January - September 1988
(j)	Imports during calendar year preceding year during which consultation was requested	-	12,108,000 pieces

<sup>\*</sup> For the period of 23 November - 31 December 1988 a quantitative limit of 1,578,000 pieces has been agreed.

#### AGREED MINUTE

- 1. A delegation of the Republic of Indonesia and a delegation of the European Communities met in Jakarta on 31st January and 1st of February 1989 for consultation 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 4 to the Community as follows:

Year <u>Quantities (1,000 pcs)</u>
1989 25,500
1990 2A,520
1991 27,581

3. For the period of 23 November - 31 December 1988, a quantitative limit of 1,578,000 pcs has been agreed and allocated among the different regions of the Community as set out below:

1988 D'F I BNL UK IRL DK GR ES F EEC (1000 PCS) 365 254 197 405 294 3 20 6 28 6 1578

between 23 November and 31 December 1988 in addition to the limitation established in this agreed minute for the said period and covered by the correspondent export licences, will be imported into the Community up to an amount of 2,145,000. The actual quantities of the said exports will be deducted from the quantitative limit established for the year 1989.

The breakdown of the said quantities is as follows:

1909 D F I BNL UK IND DK GR -SP F -EEC (1,000 PCS) 497 346 268 551 399 4 28 7 39 7 2,145

5. It was also agreed that the Indonesian authorities will issue "a posteriori" export licences for the quantities of product of category 4 which may have been shipped from Indonesia from 23rd of November until 3ist of December \$\alpha\$88 in excess of the provisional quantitative limit of 3,723,000 pcs established by the Community for the period 23rd November 1988 - 22nd February 1989.

The said quantities will be deducted from the quantitative limit established for the year 1989.

6. It was likewise agreed that the provisions of the Agreement which concern exports of products subject to the quantitative limits established in Λοπέχ II of the Agreement shall apply to the exports referred to above from 23 November 1988.

Jakarta, 1 February 1989

Head of Delegation of the European Communities

Wen

Head of Delegation of the Republic of Indonesia