GENERAL AGREEMENT ON

CONFIDENTIAL

TEX.SB/1544*
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 the Philippines

Note by the Chairman

Attached is a notification received from the EEC of a further modification of its bilateral agreement with the Philippines. A limit at the Community level was agreed on Category 73 (knitted track-suits) for the period 7 February 1989 to 31 December 1991.

¹The bilateral agreement and a previous modification are contained in COM.TEX/SB/1279 and 1337.

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



Directorate-General External Relations

Brussels

17.02.89*00338

FN/mtd

Dear Ambassador

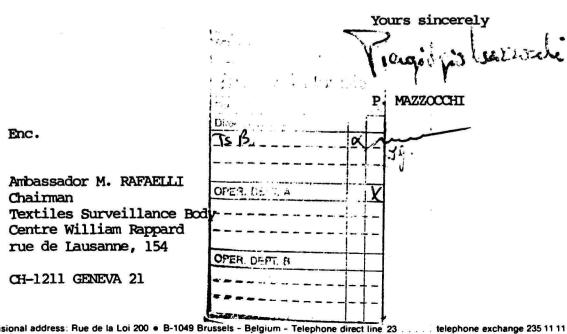
In connection with the European Economic Community's Agreement on trade in textile products with the Philippines negotiated under Article 4 of the Arrangement and initialled on 28 June 1986, I have to inform you of the following.

During the course of 1988 imports of knitted tracksuits (Category 73) from the Philippines to the Community exceeded 1,650,000 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 3/6 February 1989, in pursuance of Article 8 of the Agreement. As a result of these consultations, and in conformity with the provisions of the Agreement, the Philippines agreed to limit its exports to the Community as follows:

Category	<u>Unit</u>	1989*	1990	1991
73	000 pieces	8,200	8,610	9,041

*) This annual level to be applied pro rata from 7 February 1989 giving a level of 7,369,000 pieces for the period 7 February - 31 December 1989.

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 Philippines.



Provisional address: Rue de la Loi 200 • B-1049 Brussels - Belgium - Telephone direct line 23 telephone exchange 235 11 11 Telex COMEU B 21877 - Telegraphic address COMEUR Brussels

BASKET EXIT LIMITATION

	CATEGORY: 73 UN	ITS:	000	pieces	COUNTRY:	PHILIPPINES/ FEC
	:			· ·		
(a)	Date when new limit was agreed		-	6 February 1989		
(ъ)	Basket Exit Level		-	1,650,000 pieces		
(c)	Provisional limit introduced pending outcome of consultations	ome	-	No		
(a)	Level of new agreed limit		-	8,200,000 pieces		
(e)	First year of application of new limit		-	1989		
(f)	Annual growth		-	5%		
(g)	Date when consultations were requested		-	31 January 1989		
(h)	Recorded imports at date of request		-	4,034,000 pieces		
(i)	Period covered by (h)		-	January-June 1988		
(כ)	Imports during calendar year preceding year during which consultation was requested	ır	-	6,556,000 pieces (12	months 198	7)

AGREED MINUTE

- 1. Delegations of the Republic of the Philippines and the European Economic Community met in Manila on 3 and 6 February 1989 for consultations under Articles 8 and 16 of the bilateras agreement on trade in textile products between the Republic of the Philippines and the European Economic Community initialled in Brussels on 28 June 1986.
- 2. As a result of these consultations, it was agreed that the Philippines will limit its exports of products falling under category 73 (track suits of knitted or crocheted fabric) to the Community as follows:

Category	Unit	Yenr	<u>EFC</u>
73	1,000 pcs.	1989	8.200
		1990	8.610
		1991	9.041

- 3. The annual level for 1989 is to be applied pro rata from 7 February 1989, giving a level of 7,369.000 pieces for the period 7 February to 31 December 1989.
- 4. Products referred to in paragraph 2 shipped from the Philippines before 7 February 1989, will not be subject to this quantitative limit.
- 5. The provisions mentioned in the foot-note to categories 4, 6 and 21 in Annexes II of the Agreement, as well as Article 7, paragraph 3 of Protocol A of the Agreement, will apply to category 73.
- 6. It was likewise agreed that the provisions of the Agreement which concern exports of products subject to the quantitative limits established in Annex II of the Agreement shall apply to the exports referred to above from 7 February 1989.

Manila, 06 February 1989

Head of Delegation of the Republic of the Philippines

Head of Delegation of the European Economic Community

9