GENERAL AGREEMENT ON

CONFIDENTIAL TEX.SB/2023* 16 August 1993

TARIFFS AND TRADE

Textiles Surveillance Body

ARRANGEMENT REGARDING INTERNATIONAL TRADE IN TEXTILES

Notification under Article 4

Extension and modification of the agreement between Canada and Macau

Note for the Chairman

Attached is a notification received from Canada of an extension and modification of its agreement with Macau for the period 1 January to 31 December 1993.

¹The bilateral agreement and a previous extension are contained in COM.TEX/SB/1343 and 1734.

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

The Permanent Mission of Canada to the United Nations



La Mission Permanente du Canada auprès des Nations Unies

12Jul93

37-10-3-3-OTHERS

Ambassador Marcelo Raffaelli Chairman Textiles Surveillance Body General Agreement on Tariffs and Trade 154 rue de Lausanne 1211 Genève SUISSE

Dear Ambassador Raffaelli:

Pursuant to Article 4 of the Arrangement Regarding International Trade in Textiles (MFA), done at Geneva, December 20, 1973, and to its 1986, 1991 and 1992 Protocols of Extension and Maintenance in Force, I have the honour to provide documentation relative to the extension and modification of the Memorandum of Understanding (MOU) between the Governments of Canada and Macau concerning the export of certain textile products from Macau to The relevant exchange of diplomatic notes is attached.

The term of validity of the MOU has, via this exchange, been extended through year-end 1993 and the restraint categories for the MOU have been modified to the new HS based categorization system which is now characteristic of all of Canada's bilateral textiles and clothing restraint agreements and about which the TSB had a discussion at a recent meeting.

Yours sincerely,

John F. Donag

Counsellor

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Direcção dos Serviços de Economia

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Trade Commissioner
Commission for Canada

Commercial Division

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GPO BOX 11142

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MACAU, / DECEMBER 1992

The Economic Services of Macau presents its compliments to the Commission for Canada and has the honour to refer to the Memorandum of Understanding between the government of Macau and the government of Canada relating to the export from Macau of certain textiles and textiles products for import into Canada (MOU).

The government of Macau is in agreement with the proposal of the government of Canada relating to the extension of the MOU until 31 December 1993 and other terms referred in Note XBTD 2950, of December 1, 1992, of the Commission for Canada.

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Direcção dos Serviços de Economia

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The Economic Services of Macau avails itself of this opportunity to the Commission for Canada the assurances of its highest consideration.

Waria Gabriela dos Remédios Cásar Director

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Note XBTD 2958, 1 December 1992

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- 3. TEXT OF NOTE BEGINS: USUAL OPENING....QUOTE AND HAS THE HONOUR TO REFER TO THE MEMORANDUM OF UNDERSTANDING BETWEEN THE GOVERNMENT OF CANADA AND THE GOVERNMENT OF MACAU RELATING TO THE EXPORT FROM MACAU OF CERTAIN TEXTILES AND TEXTILE PRODUCTS FOR IMPORT INTO CANADA (MOU).
- 4. IN LIGHT OF THE CONTINUED DELAY IN THE COMPLETION OF THE URUGUAY ROUND OF MULTILATERAL TRADE NEGOTIATIONS, IT IS CLEAR THAT THE MTN RESULTS ON TEXTILES AND CLOTHING WILL NOT/NOT BE IMPLEMENTED ON JANUARY 1, 1993, NOR/NOR HAS THE TEXTILES COMMITTEE OF THE GATT TAKEN A DECISION ON THE EXTENSION OF THE ARRANGEMENT REGARDING INTERNATIONAL TRADE IN TEXTILES (MFA) BEYOND ITS EXPIRY DATE OF 31 DECEMBER, 1992. UNDER THESE CIRCUMSTANCES, THERE IS ALREADY CONSIDERABLE UNCERTAINTY AMONG PRODUCERS, EXPORTERS AND IMPORTERS IN CANADA AND MACAU WITH RESPECT TO THE RULES WHICH WILL GOVERN OUR BILATERAL TRADE IN TEXTILES AND CLOTHING IN 1993.
- 5. IN ORDER TO ALLEVIATE THIS UNCERTAINTY AND TO PROVIDE THE TRADE WITH A PREDICTABLE ENVIRONMENT IN WHICH TO PLAN ITS ACTIVITIES, THE CANADIAN AUTHORITIES PROPOSE THAT THE MOU BE EXTENDED UNTIL 31 DECEMBER, 1993, OR IF MACANESE AUTHORITIES ARE AGREEABLE, TO 31 DECEMBER, 1994. THIS EXTENSION WOULD APPLY TO ALL TERMS AND .../3

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CONDITIONS OF THE MOU, INCLUDING GROWTH RATES AND FLEXIBILITY
PROVISIONS. IT WOULD BE IN ACCORDANCE WITH THE AGREED RECORD OF
DISCUSSIONS (ANNEXED HERETO) BETWEEN REPRESENTATIVES OF THE
GOVERNMENTS OF CANADA AND MACAU ON JUNE 19, 1992 RESPECTING THE
CONVERSION OF THE MOU TO AN ARRANGEMENT BASED ON THE HARMONIZED
COMMODITY DESCRIPTION AND CODING SYSTEM (HS). THIS EXTENSION WOULD
ALSO BE WITHOUT PREJUDICE TO ANY CHANGES THAT MAY BE REQUIRED TO BE
IMPLEMENTED AS A RESULT OF A SUCCESSFUL CONCLUSION OF THE URUGUAY
ROUND. THEREFORE, IF THE MTN RESULTS ARE IMPLEMENTED IN 1994, THE
SECOND YEAR OF THIS EXTENSION WOULD BE SUPERSEDED BY THE RESTRAINT
STRUCTURE CONTAINED IN THE MTN AGREEMENT.

6. IN THE EVENT THAT THE MACANESE AUTHORITIES ARE IN AGREEMENT WITH THIS PROPOSAL, THE CANADIAN AUTHORITIES WOULD PROPOSE THAT THIS NOTE ALONG WITH THE REPLY FROM THE MACANESE AUTHORITIES CONSTITUTE AN AGREEMENT EXTENDING THE MOU UNTIL THE DATE ON WHICH WE MUTUALLY AGREE. UNQUOTE. USUAL CLOSING.

ANNEX I - RESTRAINT LEVELS

MACAU

GROUP I

(A) Agreeme Item		(B) duct Coverage	(C) 1992 Restraint	(D)	(E)	(F) Carry-over/ Carry	(G) Combined Flexibility	(H) Conversion Factor	
No.	Category	Short Description	Level(unit)	Growth	Swing	Forward	(E) & (F)	(m2/unit)	
A (1.0-14.0,16.0)*	All clothing (m²)	4,277,637	6 %	N/A	11%(6%)	11%	N/A	
1	1.0°	Coats, jackets & rainwear	341,694	6%	6%	11%(6%)	15%	3.5	
2	2.0	Winter outerwear	53,723	6%	6%	11%(6%)	15%	2.8	
3a	3.1° 3.3°	Suits, MBC; Jackets & blazers, MBC	. 17,910	6%	6%	11%(6%)	15%	3.6	
3Ь	3.2*	Ensembles, MBC	. •		•	•	•	3.8	
44	. 4.1° 4.2°	Suits & ensembles, WGC; Jackets & blazers, WGC	-	•		• .	-	3.8	
16	4.3° 4.4°	Dresses; Skins	•	٠.	•	•	•	3.8	
5	5.0°	Trousers, overalls & shorts	569,490	6%	6%	11%(6%)	15%	1.5	
j	6.0	Tailored collar shirts, MBC	227,795	6%	6%	11%(6%)	15%	1.7	
7/8	7.0	Woven shirts, blouses & similar articles;	. •	•	•		•	1.7	
	8.0*	Athletic wear, k/c shirts, blouses & similar articles, T-shirts & sweatshirts							
	9.0°	Underwear	•	•			•	1.0	
0	10.0°	Sleepwear & bathrobes		•	•	•	•	3.4	
1	11.0°	Sweaters	487,711	6%	6%	11%(6%)	15%	1.1	
2	12.0°	Swimwear	•	•	, •	•	•	1.0	
	13.0°	Foundation garments	***	•	•	•	•	1.0	
	14.0°	Babies' garments	•		•	•	•	1.5	
5	16.0°	Smocks & shop coats	•		•		·	3.5	

^{*} Includes extended fibre coverage.

Note: -Swing is allowed between Item Nos. 1, 2, 3a, 5, 6, 11 and 44 only.

⁻Any swing between a restraint product in Group I and a restraint product in Group II will also be reflected in the Group I aggregate restraint.

⁻N/A means not applicable

ANNEX I - RESTRAINT LEVELS

MACAU

GROUP II

(A) Agreement	(B) Product Coverage	(C) 1992 Restraint	(D)	Œ	(F) Carry-over/ Carry	(G) Combined Flexibility	(H) Conversion Factor	
Item No.	Category Short Description	Level(unit)	Growth .	Swing '	Forward	(E) & (F)	(m2/unit)	
44	44 Work gloves & liners(PAR)	3,621,953	6%	6%	11%(6%)	15%	0.24	

ANNEX II- PREAMBLE

MACAU

- 1. Unless otherwise indicated, gender means garments for men (M), boys (B) (sizes 8 to 18), women (W), girls (G) (sizes 7 to 16), children (C) (sizes 2 to 6X) and babies, of a body height not exceeding 86 cm (sizes 0 to 24 months).
- 2. Unless otherwise indicated, swing is permitted from adult garments to children's garments at a 3 to 5 ratio.
- 3. A partially manufactured textile article shall be taken to include an article unfinished or incomplete (including cut or shaped fabric for making such articles), provided that, as presented, the incomplete or unfinished article has the essential character of the complete or finished article. It shall also be taken to include the article presented unassembled or disassembled.
- 4. Garments of indeterminate gender, including unisex garments, are to be counted as of female gender.
- 5. Unless otherwise indicated, products covered by restraints under this arrangement in Group I are those which predominate by weight of silk, wool, cotton, other vegetable fibres or man-made fibres.

Excluded are products of Group I containing more than 85% by weight of vegetable fibres, other than cotton, or more than 70% by weight of silk fibres.

ANNEX II- CLOTHING CATEGORIES

MACAU

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		Sub		
Short Description	Calegory	Category	Lung Description	Uauts
Coals, jackets & rainwear	1		Overcoats, raincoats, car-coats, capes, cloaks and similar articles- MBWGC, k.c. dc woven; anoraks (including ski-jackets), wind-cheaters, wind-jackets and similar articles- MBWGC, k/c; anoraks (including ski-jackets), wind-cheaters, wind-jackets and	NMB
			similar articles: other than those lined and designed to protect the wearer against the cold-MBWGC, woven; garments made up of fabrics of headings 59.03 (plastic). 59.06 (rubber) or 59.07 (other), containing 50% or more by weight of textile material-MBWGC, k/e & woven; lining of thermal characteristics suited for garments of subcategory 1.3-MBWGC, k/e & woven;	
· Coats		1.1	- Overcoats, car-coats, capes & cloaks, other than rainwear-MBWGC, k/c & woven; - lining of thermal characteristics suited for garments of subcategory 1.3- MBWGC, k/c& woven.	
- Sects		1.2	- Anoraks (including ski-jackets), wind-cheaters and wind-jackets- MBWGC, k'c; anoraks (including ski-jackets), wind-cheaters and wind-jackets, other than those lined and designed to protect the wearer against the cold- MBWGC, woves.	
- Rainwear		1.3	- Raincoats and rainwear-MBWGC, k/c & woven; garments made up of fabrics of beadings 59.03 (plastic), 59.06 (rubber) or 59.07 (other), containing 50% or more by weight of textile material-MBWGC, k/c & woven.	
Winter outerwear	2		Anoraks (including ski-jackets), wind-cheaters, wind-jackets and similar articles, lined and designed to protect the wearer against the cold-MBWGC, woven; bib and brace overalls (e.g. ski overalls), lined and designed to protect the wearer against the cold - MBWGC, woven; trousers and breeches (e.g., ski pants), lined and designed to protect the wearer against the cold - MBWGC, woven; ski suits-MBWGC, woven; snowsuits, snowmobile suits and similar articles-MBWGC, woven; lining of thermal characteristics suited for garments of subcategory 1.2-MBWGC, k/c & woven;	NMB
- Winter outerwear, MBWG - Winter outerwear, C		2.1 2.2	- Men's, boys', women's and girls' Children's.	
wale casual & fine wear	3		Suits, ensembles, jackets, blazers- MBC, k/c & woven:	NMB
- Fine suits, MBC - Ensembles, MBC - Jackets & blazers, MBC		3.1 3.2 3.3	- Suits- MBC, k/c & woven Ensembles- MBC, k/c & woven Jackets and blazers- MBC, k/c & woven.	
Female canual & fine wear	4		. Suits, ensembles, jackets, blazers, dresses, skirts, divided-skirts- <u>WGC</u> , <u>k/c & wowen;</u>	NMB
- Suits & ensembles, WGC - Jackets & blazers, WGC - Dresses		4.1 4.2 4.3	- Suits and ensembles- WGC, k/c & woven Jackets and blazers- WGC, k/c & woven Dresses- WGC, k/c & woven	
- Skirts	×	4.4	- Skirts and divided skirts- WGC, k/c & woven.	

ANNEX II- CLOTHING CATEGORIES

MACAU

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		Sub		
Short Description	Category	Category	Long Description	Cau
Trousers, overails & shorts 5			. Trousers, bib and brace overails, breeches, shorts- MBWGC, Le & woven; . coverails- MBWGC, Le & woven:	NME
· Trousers, MB		5.1	- Trousers and breeches- MB, k/c & woven.	
· Trousers, WG		5.2	- Trousers and breeches- WG, kic & woven.	1
· Trousers, C		5.3	- Trousers and breeches- C, k.c. & woven.	1
· Overails & coverails	1	5.4	- Bib and brace overalls- MBWGC, k'c & woven;	1
			. coveralis- MBWGC, k'c & woven.	1
· Shorts	-	5.5	- Shorts- MBWGC, k/c & woven.	-
Tailored collar sturts, MBC	6		Shirts (with tailored collar)- MBC, k/c & woven.	NMB
Woven shirts, blouses &	1 7		. Shirts, blouses, shirt-blouses- MBWGC, woven;	NMB
similar articles	1		other singlets and vests (other than of the underwear type)- MBWGC, woven;	
	1		and other similar articles- MBWGC, woven:	1
	ł		The view of the last of the la	
- Woven shirts & similar	1	7.1	- Men's & boys':	
articles, MB	1		. shirts- woven;	
	l		. other singlets and vests (other than of the underwear type)- woven;	
	1		. and other similar articles- woven.	
- Woven blouses & similar	ı	7.2	- Women's & girls':	
articles, WG	İ		. shirts, blouses, shirt-blouses- woven;	
	ı		. other singlets and vests (other than of the underwear type)- woven;	1
	i		and other similar articles- woven.	1
- Woven shirts, blouses &	i	7.3	- Children's:	
similar articles, C			shirts, blouses, shirt-blouses- woven;	
			 other singlets and vests (other than of the underwear type)- woven; and other similar articles- woven. 	
	1		A STATE OF THE STA	1,242
Athletic wear, k/c shirts.	8		. Shirts, blouses, shirt-blouses- MBWGC, k/c;	NMB
blouses & similar articles.			other singlets and vests (other than of the underwear type): MBWGC, k/c;	i
T-shirts & sweetshirts	1		and other similar articles- MBWGC, k/e; T-shirts (other than of the underwear type)- MBWGC, k/e;	
			brushed and fleeced pullovers (sweatshirts)- MBWCC, k/c;	
	1		ski suits- MBWGC, k/e;	l
			track suits and other athletic wear- MBWGC, k/c & woven:	
k/c shirts, blouses &		8.1	Shiga blausay shigt blausay MPWCC kin	
similar articles	1	~1	Shirts, blouses, shirt-blouses- MBWGC, k/c; other singlets and vests (other than of the underwear type)- MBWGC, k/c;	
Similar articles	1		and other similar articles- MBWGC, k/c.	l
- T-shirts		8.2	- T-shirts (other than of the underwear type) MBWGC, k/c.	1
- Sweatsburts		8.3	- Brushed or fleeced pullovers (swestshirts)- MBWGC, k/c.	1
- Athletic wear		8.4	Ski suits- MBWGC, k/c;	1
			. track suits and other athletic wear- MBWGC, k'c & woven.	
Underwear	9		. Underpants, briefs, panties, slips, petticoats and	NMB
	1		similar articles- MBWGC, k/c & woven;	
			. T-shirts (of the underwear type)-MBWGC, k/c;	1
	1		singlets and other vests (of the underwear type)- MBWGC, k/c & waven:	
- Underwear, MB		9.1	Mea's & boys'.	
- Underwear, WG		9.2	- Women's & girls'.	1
- Underwear, C	1	9.3	· Children's.	1

ANNEX II- CLOTHING CATEGORIES

MACAU

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		Sub		
Short Description Category			Long Description	Unus
Sleepwear & bathrobes 10			Nightshirts, pyjamas, nightdresses, negliges, bathrobes, dressing gowns and similar articles- MBWGC, b.c & woven:	NMB
- Sicepwear, MBWG - Bathrobes, MBWG - Sicepwear & bathrobes, C		10.1 10.2 10.3	- Nightshirts, pyjamas and nightdresses- MBWG, k 2 & woven Bathrobes, dressing gowns & negliges- MBWG, k 2 & woven Children's.	
Sweaters	Jerseys, pullovers, cardigans, waist-coats and similar articles- MBWGC, Me:		Jerseys, pullovers, cardigans, waist-coats and similar articles- MBWGC, k/e:	NMB
- Sweaters, MB - Sweaters, WG - Sweaters, C		11.1 11.2 11.3	- Men's & boys' Women's & girls' Children's.	
Swimwear	12		Swimwear- MBWGC, k/c & woven.	NMB
Foundation garments	nts 13		Brassieres, girdles, panty-girdles and corselettes, whether or not knitted or crocheted.	NMB
Dies' garments	14		Babies' garments:	NMB
- Coats, jackets & rainwear - Trousers, overaits & shorts - Shirts, blouses & similar articles - T-shirts & sweatshirts - Dresses & skirts - Sleepwear - Underciothing		14.1 14.2 14.3 14.4 14.5 14.6 14.7	 Coats, snowsuits, jackets and similar articles. Trousers, breeches, bib and brace overalls, coveralls and shorts. Shirts, blouses and similar articles. T-shirts and sweatshirts. Dresses and skirts. Sleepwear. Underctothing. 	
- Sweaters - Other garments		14.8 14.9	Jerseys, pullovers, cardigans and sweaters. Other garments not elsewhere specified.	
Smocks & shop coats 16			Smocks and similar professional or shop coats- MBWGC, woven.	NMB

ANNEX II- TEXTILES CATEGORIES

MACAU

GROUP II

Short Description	Category C	Sub Calegory	Long Description	Uauts	
Work gloves & liners	44		Work gloves and work glove inters.	PAR	1
- Work gloves - Work glove liners		44.1 44.2	- Work gloves Work glove liners.		