CONFIDENTIAL TEX.SB/2077\* 6 May 1994

# GENERAL AGREEMENT ON TARIFFS AND TRADE

**Textiles Surveillance Body** 

#### **ARRANGEMENT REGARDING INTERNATIONAL TRADE IN TEXTILES**

Notification under Article 4

Amendment of the agreement between

Canada and Bangladesh

Note by the Chairman

Attached is a notification received from Canada of amendments to its agreement with Bangladesh. Adjustments were made to restraint levels consequent to the adoption of the HS-based categorization for the period 1 January 1993 to 31 December 1994. A new restraint was introduced for the period 1 December 1993 to 30 June 1994.

<sup>&</sup>lt;sup>1</sup>The bilateral agreement, previous amendments and extensions are contained in COM.TEX/SB/1381, 1442, 1504, 1754 and 1870.

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

1129+

# The Permanent Mission of Canada

11/11/

to the United

Natio			
REG	2 7 4V	l. 354	
For			e!
	758	^	7
DDG 11			
			- 1

# La Mission Permanente du Canada auprès des Nations Unies

1, rue du Pré-de-la-Bichette 1202 Geneva

37-10-3-3-S.Asia

April 26, 1994

Ambassador Marcelo Raffaelli Chairman Textiles Surveillance Body General Agreement on Tariffs and Trade Centre William Rappard 154 rue de Lausanne 1211 Geneva

Dear Ambassador Raffaelli,

I am writing to inform you that Canada and Bangladesh reached agreement, pursuant to Article 4 of the Arrangement Regarding International Trade in Textiles, on a restraint on exports of underwear from Bangladesh to Canada. During the period December 1, 1993 to June 30, 1994, Bangladesh will limit its exports of underwear to Canada to 2,246,000 units. The two parties undertook to meet prior to the expiry of this restraint to further discuss the issue.

, ox

I also wish to inform you that in the course of consultations in June, 1993 the two sides agreed to certain modifications to Annexes I and II of the bilateral textiles agreement in order to better reflect the conversion of the restraint structure to the Harmonised System.

Please find attached copies of the Agreed Records of Discussions and exchanges of Diplomatic Notes confirming these agreements.

Yours sincerely,

Counsellor

# ৰাণিজ্য **মন্তদালর** গণপ্রভাতনতী বাংলাদেশ সরকার ঢাকা



#### MINISTRY OF COMMERCE GOVERNMENT OF THE PEOPLE'S REPUBLIC OF BANGLADESH DIJAKA

Com/Tex/RO/2/92(Part)	COR	Tex	/RO/	2/92	(Part
-----------------------	-----	-----	------	------	-------

The Kinistry of Commerce, Government of the People's Republic of Bangladesh presents its compliments to the Canadian High Commission and has the honour to refer to the Agreed Record of discussions signed by representatives of Bangladesh and Canada in Dhaka on November 25, 1993.

- The Ministry of Commerce wishes to inform the Canadian High Commission that the terms and conditions stipulated in the above Agreed Record of Discussion, relating to expert of certain textile products from Bangladesh to Canada are acceptable to the Government of Bangladesh.
- The Ministry of Commerce avails itself of this opportunity to renew to the Canadian High Commission the assurances of its highest consideration .

The Canadian High Consission in Bangladeah,

Dhaka.



External Affairs and International Grade Canada

EPT0933

Affaires extérieures et Commerce extérieur Carad

UNCLASSIFIED 3/8

The Department of Foreign Affairs and
International Trade Canada presents its compliments to
the Bangladesh High Commission and has the honour to
refer to the Agreed Record of Discussions signed by
representatives of Canada and Bangladesh in Dhaka on
November 25, 1993.

The Department wishes to inform the Bangladesh

High Commission that the terms and conditions

stipulated in the Agreed Record of Discussions relating
to the export from Bangladesh of certain textile

products for import into Canada are acceptable to the

Canadian authorities.

The Department of Foreign Affairs and
International Trade Canada avails itself of the
opportunity to renew to the Bangladesh High Commission
the assurances of its highest consideration.

Ottawa, December 24, 1993

UNCLASSIFIED NON CLASSIFIE

M

UNCLASSIFIED NON CLASSIFIE

#### CANADA-BANGLADESH CONSULTATIONS AGREED RECORD OF DISCUSSIONS

Delegations representing the Government of Canada and the Government of the People's Republic of Bangladesh set on November 24-25, 1993 in Dhaka to discuss the export of underwear from Bangladesh to Canada, in accordance with the provisions of the Arrangement Regarding International Trade in Textiles (MFA).

During these discussions, it was agreed that during the period December 1, 1993, to June 30, 1994, exports of underwear from Bangladesh will be restrained at the level of 2,246,000 units. Underwear shall be specified as Agreement item number 9 for purpose of identification, as defined in the attached annex to this Agreed Record.

Regarding Agreement Item 9, the provision for swing shall be 7%, growth of 6%, carryover/carry-forward of 10%/5%, combined flexibility of 13% with a conversion factor of 0.5 sq.a. per unit.

The delegations also agreed that, prior to the expiry of this agreement, they would meet in Ottawa to further discuss this issue.

This agreement is without prejudice to any changes which may be negotiated in the Uruguay Round covering trade in textile products.

The two delegations noted that their signature of this agreed record was on an ad referendum basis, subject to the approval of their respective authorities, and to confirmation by means of diplomatic notes indicating acceptance.

For the Government of Canada

For the Government of the People's Republic of

Bangladesh

Dhaka, November 25, 1993

Mulas A. Tie

UNCLASSIFIED NON CLASSIFIE

# 5\_ UNCLASSIFIED NON CLASSIFIE

## ANNEX I - RESTRAINT LEVEL

4/8

#### BANGLADESH

					GROUP I			_
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	
9	9.0	2,246,000	6%	7%	10%(5%)	135	0.5	

Note: Restraintof2, 246, 000unitsisforDec1, 1993toJune30, 1994period.

af

UNCLASSIFIED NON CLASSIFIE

## Ministry of Commorce Government of the People's Republic of Mancladeah Dhaka-

com/tox/10/2/92(part)/220

The Ministry of Connerce, Government of the people's gepublic of Bangladesh presents its compliments to the Canadian Mish commission and has the tenour to refer to the agreed hecord of Discussions signed by the representatives of Renglatock and Canada in Ottown on June 10. 1993 and to the Canadian Department of Enternal Affairs and Inhornational Trade note number MY 1174 of June 25, 1933 and also to the sate number KPT 1212 of July 15, 1993.

- The Ministry of Common wishes to inform the Canadian Migh Consission that the terms and conditions laid down in the above agreed -Rocard of planuatous relating to export of certain tentile products from Bengladesh to Caseda are acceptable to the Government of Bengladesh
- The )disistry of Commerce also wishes to inform that the correction proposed by the Caretism Department of External Affairs regarding growth rate of agreement Item Musber 14( which should read 7 persons on agrainst 4 percent) of the amounts I of the MCU relating to the expert of cortain textile product from Bangladesh to Canada is acceptable to the Coverment of Benelidesh .
- The Ministry of Commerce evails itself of this opportunity to romes to the Canadian Righ Commission the ensurances of its highest consideration

Dated, Dhaka the 97th septosbor, 1993.

The Conndian Hist Commission in Bongladesh. Dhoka

Copy forwarded for information torther

Socretary, Ministry of Jureign Affaire, D

Bungladesh High Consission, Ottawa, Canada.

# NON CLASSIFIE

## External Affairs and International Trade Canada



# Affaires extérieures et Commerce extérieur Car

**KPT1212** 

The Department of External Affairs presents its compliments to the Bangladesh High Commission and has the honour to refer to its Note KPT1154 of June 25, 1993 concerning the Agreed Record of Discussions signed by representatives of Canada and Bangladesh in Ottawa on June 10, 1993.

The Department wishes to inform the Bangladesh High Commission that there is a correction to be made in Annex I of the MOU relating to the export from Bangladesh of certain textile products for import into Canada. The growth rate for Agreement Item Number 14, babies' garments, should read 7 percent instead of 4 percent.

The Department proposes that this Note, together with a reply from the Bangladesh High Commission, constitute an ammendment to the above referred Agreed Record.

The Department of External Affairs avails itself of the opportunity to renew to the Bangladesh High Commission the assurances of its highest consideration.

Ottawa, July 13, 1993

H

Received Time 14. Jul. 8:51

# UNCLASSIFIED NON CLASSIFIE

# External Affairs and International Trade Canada

(Lonzolar

Affaires extérioures et Commerce extériour Can

**KPT1154** 

3/8

The Department of External Affairs presents its compliments to the Bangladesh High Commission and has the honour to refer to the Agreed Record of Discussions signed by representatives of Canada and Bangladesh in Ottawa on June 10, 1993.

The Department wishes to inform the Bangladesh
High Commission that the terms and conditions
stipulated in the Agreed Record of Discussions relating
to the export from Bangladesh of certain textile
products for import into Canada are acceptable to the
Canadian authorities.

The Department of External Affairs avails itself of the opportunity to renew to the Bangladesh High Commission the assurances of its highest consideration.

Ottawa, June 25, 1993

Received Time 14, Jul. 8:51

# CANADA-BANGLADESH CONSULTATIONS. AGREED RECORD OF DISCUSSIONS

Delegations representing the Government of Canada and the Government of the People's Republic of Bangladesh met on June 7-10, 1993 in Ottava pursuant to the request by Canada, under Article 3 of the Arrangement Regarding International Trade in Textiles (MFA), for consultations regarding the export of underwear from Bangladesh to Canada. The two delegations also discussed the conversion of the structure of the Memorandum of Understanding between the Government of Canada and the Government of the People's Republic of Bangladesh relating to the export from Bangladesh of certain textile products for import into Canada (MOU) to a structure based on the Harmonised System (HS).

The Canadian delegation presented its case regarding the market disruption being caused by imports of underwear from Bangladesh, and the rationale for seeking restraints on the export of underwear from Bangladesh to Canada. The delegation from Bangladesh indicated that the evidence presented by Canada did not prove that exports of underwear from Bangladesh were disrupting the Canadian market. It indicated that it could not agree to a restraint on the export of these products. The two delegations reserved their respective rights under Article 3 of the MFA.

The two delegations agreed that Annexes I and II to this Agreed Record would replace Annexes I and II of the MOU. This Agreed Record and its Annexes will be considered as Annex VI to the MOU.

The two delegations noted that their signature of this Agreed Record was on an ad referendum basis, subject to the approval of their respective authorities and to confirmation by means of diplomatic notes indicating acceptance.

For the Government of

For the Government of the People's Republic of Bangladesh

Ottawa, June 10, 1993

Received Time 14. Jul. 8:51

BANGLADESH UNCLASSIFIED NON CLASSIFIE

(A) Agreement	(B) Project Covenes		(C) 1993 Respire	<b>(2)</b>		(P) Carry-oved	(G) Combined	(A) Conversion
No.	Category	Short Description	Level(01-CE)	Greek	Sving	Carry Ferrusal	Flexibility (B) & (F)	Factor (m2/tok)
la	1.2	Julian	887,213	75	75	105(55)	13%	2.9
2	2.0	Water entertrees	212,731	45	75	10%(5%)	135	3.5
3/4s (New 1)	3.2 4.1 4.2	Ensembles, MBC; Sults & consmittee, WGC; Jacksto & bissers, WGC	1,036,138	•15	75	102(22)	us.	3.4
3/4	3.2 4.1 4.3	- of which: Ensembles, MB; Suits & cossephles, WG; Jealans & blances, WG	539,463	65	75	105(55)	135	3.4
5	5.0	Trouses, evenile & dore	1,718,733	738	75	105(55)	-13%	1.9
Sa	5.1 5.2	- of which: Trussers, MBs Trussers, WS	390,546	7.5%	75	195(55)	13%	1.9
6	6.0	Tallored coller skirts, MD	1,605,702	75	75	105(55)	13%	1.4
7/ <b>8</b> a	7.0 8.1	Woven shirts, blouses & similar existen; (2/s) Shirts, blouses & similar existen;	3,693,000	75	75	105(55)	135	1.7
	1.4	Address wear						
7/%	8.4	- of which, Adultic west	223,950	75	75	105(55)	13%	1.7
L (Nan 2)	8.2 8.3	T-dire Synahire	5,408,333	158	75	105(55)	135	1.7
14*	14.0	Babies' garments	180,564	45	75	105(5)	135	0.7

Note 2: Effective February 1, 1993; the annual restraint level for 1993 is 5,400,533 units.

#### ANNEX II- PREAMBLE

#### BANGLADESH

UNCLASSIFIED NON CLASSIFIE

6 8

- 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 6%) 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 and babies' 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 wool, cotton, or man-made fibres.

**\f**\_2.

Kan Ju

# ANNEX II- CLOTHING CATEGORIES

#### BANGLADESH

#### **GROUP I**

Short Description	Category	Sub Category	Long Description	Units
- Jackets		1.2	<ul> <li>Anoraks (including ski-jackets), wind-cheaters and wind-jackets- MBWGC, k/c;</li> <li>anoraks (including ski-jackets), wind-cheaters and wind-jackets, other than those lined and designed to protect the wearer against the cold- MBWGC, woven.</li> </ul>	
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;	МВ
- Winter outerwear, MBWG - Winter outerwear, C		2.1 2.2	- Mea's, boys', womea's and girls' Childrea's.	
- Ensembles, MBC		3.2	- Ensembles- MBC, k/c & woven.	
Female casual & fine wear	4		. Suits, ensembles, jackets, blazers, dresses, skirts, divided-skirts- <u>WGC</u> , <u>k/c &amp; woven</u> ; . saris- <u>WGC</u> , <u>woven</u> :	NMB
- Suits & easembles, WGC - Jackets & blazers, WGC - Dresses - Skirts		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; - Saris- WGC, woven Skirts and divided skirts- WGC, k/c & woven.	
Trousers, overalls & shorts	5		. Trousers, bib and brace overalls, breeches, shorts- MBWGC, k/c & woven; . coveralls- MBWGC, k/c & woven:	NMB
- Trousers, MB - Trousers, WG - Trousers, C - Overalis & coveralis - Shorts		5.1 5.2 5.3 5.4	<ul> <li>Trousers and breeches- MB, k/c &amp; woven.</li> <li>Trousers and breeches- WG, k/c &amp; woven.</li> <li>Trousers and breeches- C, k/c &amp; woven.</li> <li>Bib and brace overalls- MBWGC, k/c &amp; woven;</li> <li>coveralls- MBWGC, k/c &amp; woven.</li> <li>Shorts- MBWGC, k/c &amp; woven.</li> </ul>	
Tailored collar shirts, MBC	6		Shirts (with tailored collar)- MBC, k/c & woven.	NMB

## 14 ANNEX II- CLOTHING CATEGORIES

# BANGLADESH

#### **GROUP I**

Short Description	Category	Sub Category	Long Description	Units
Woven shirts, blouses & similar articles	7		. Shirts, blouses, shirt-blouses- MBWGC, woven; . other singlets and vests (other than of the underwear type)- MBWGC, woven; . and other similar articles- MBWGC, woven;	NMB
- Woven shirts & similar articles, MB		7.1	- Men's & boys':  • shirts- woven;  • other singlets and vests (other than of the underwear type)- woven;  • and other similar articles- woven.	
- Wovea blouses & similar articles, WG		7.2	<ul> <li>Women's &amp; girls':         <ul> <li>shirts, blouses, shirt-blouses- woven;</li> <li>other singlets and vests (other than of the underwear type)- woven;</li> <li>and other similar articles- woven.</li> </ul> </li> </ul>	
- Woven shirts, blouses & similar articles, C		7.3	<ul> <li>Children's:         <ul> <li>shirts, blouses, shirt-blouses- woven;</li> <li>other singlets and vests (other than of the underwear type)- woven;</li> <li>and other similar articles- woven.</li> </ul> </li> </ul>	
- k/c shirts, blouses & similar articles		8.1	Shirts, blouses, shirt-blouses- MBWGC, k/c;     other singlets and vests (other than of the underwear type)- MBWGC, k/c;     and other similar articles- MBWGC, k/c.	
- Athletic wear		8.4	- Ski suits- MBWGC, k/c; - track suits and other athletic wear- MBWGC, k/c & woven.	
Babies' garments	14		Babies' garments:	NMB
- Coats, jackets & rainwear	1	14.1	- Coats, snowsuits, jackets and similar articles.	
- Trousers, overalls & shorts		14.2	- Trousers, breeches, bib and brace overalls, coveralls and shorts.	l
- Shirts, blouses & similar articles		14.3	- Shirts, blouses and similar articles.	
- T-shirts & sweatshirts		14.4	- T-shirts and sweatshirts.	
- Dresses & skirts		14.5	- Dresses and skirts.	1
- Sleepwear		14.6	- Sleepwear.	1
- Underclothing		14.7	- Underclothing.	l
- Sweaters		14.8	- Jerseys, pullovers, cardigans and sweaters.	l
- Other garments		14.9	- Other garments not elsewhere specified.	