

# GENERAL AGREEMENT ON TARIFFS AND TRADE

CONFIDENTIAL  
TEX.SB/936<sup>\*</sup>  
13 March 1984

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Textiles Surveillance Body

## ARRANGEMENT REGARDING INTERNATIONAL TRADE IN TEXTILES

### Notification under Article 4:4

#### Bilateral Agreement between Austria and Hong Kong

#### Note by the Chairman

Attached is a notification received from Austria concerning a new bilateral agreement with Hong Kong, negotiated under Article 4 of the Arrangement, valid for the period 1 February 1984 to 31 January 1987.<sup>1</sup>

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<sup>1</sup> The previous agreement is contained in COM.TEX/SB/855

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

AM	TEX 88 936	FOLIO
1	7 MAR 1984	
Cabinet of DG		
Info. Service		
OFFICE L. & P.		
Sec. General (D. D.)		
CHAIRMAN TSS		

**PERMANENT REPRESENTATION  
OF AUSTRIA TO THE GATT**

No. 196-G/84

Enclosure

1211 GENEVA 20 5 March 1984  
9-11 rue de Yverbois

For	3	4	5	6	7	8	9	10	11	12	Int.
OPER. DEPT. A											X
Non Tar. M. Div.											
Development Div.											
GENEVA 20											
9-11 rue de Yverbois											
Sec. Prot. Div.											
OPER. DEPT. B											X
Econ. R. Anal. Unit											
Agriculture Div.											
Tariff Div.											
Tech. Bar. T. Div.											
Ext. Rel. Div.											
Adm. / Fin. Div.											
Trans. / Doc. Div.											
Training Div.											
Personnel Off.											
Conference Off.											

Sir,

With reference to Article 4 of the ARRANGEMENT REGARDING INTERNATIONAL TRADE IN TEXTILES (hereinafter referred to as the ARRANGEMENT), as extended, I have the honour to transmit the following notification concerning bilateral agreements between Austria and Hong Kong by which the agreements signed between Austria and Hong Kong on 12 and 24 January 1983 have been prolonged. The renewed agreements entered into force on 1 February 1984 and cover the same products as the previous agreements.

In the recent past the economic conditions of the Austrian textiles industry have continued to deteriorate. There was a further downwards trend in orders and production was declining. In 1982 overall production in the textile sector declined by 4.8 per cent in comparison to 1981. In the first half of 1983 production declined by 8.5 per cent. The number of jobs in 1982 declined by 6.8 per cent and in the first half of 1983 by 7.4 per cent in comparison to the previous period.

At the same time the textiles industry is confronted with steadily rising import penetration (1982 imports reached already a share of more than 82 per cent of the Austrian production) and with increasing expenditure (e.g. 6.0 per cent increase in labour cost). Due to the situation

prevailing in the market it was not possible to reflect fully increases in production costs by price measures. As a consequence profits were substantially curtailed.

The situation of the Austrian garment industry is particular severe in certain sectors, such as the production of shirts, blouses, slacks, jeans and dresses. Factories producing such goods are situated mostly in depressed regions having virtually no other industries and where they are the main source of industrial employment. Such textiles as well as other textiles are extremely sensitive to disruptive market forces. Experience has shown that imports of low price cotton textiles exert an enormous downward pull on prices forcing domestic producers to operate at the break even point or even at a loss.

Notwithstanding the problems in the Austrian garment industry Austria has restricted vis-à-vis Hong Kong only a few products namely shirts and blouses, slacks, shorts, jeans, trousers and dresses.

The development of imports from Hong Kong into Austria of the respective products is shown in the following tableau (in pieces):

Shirts:	1981	866,805
	1982	569,443
	1/2 1982	281,461
	1/2 1983	306,474
Blouses:	1981	929,180
	1982	800,875
	1/2 1982	446,465
	1/2 1983	446,452

Slacks, shorts, jeans:	1981	736,738
	1982	997,826
	1/2 1982	529,341
	1/2 1983	779,053
Woven dresses of cotton or of man made fibres:	1981	340,255
	1982	313,799
	1/2 1982	200,119
	1/2 1983	222,122
Knitted dresses of synthetic fibres:	1981	53,404
	1982	18,376
	1/2 1982	11,504
	1/2 1983	6,891

Production of woven shirts of synthetic fibres and/or of cotton decreased by 8.7 per cent in 1982 as compared with the previous year and by -1 per cent in 1982. The average price of woven shirts of cotton imported from Hong Kong in 1982 was 79.76 AS. The average price of woven shirts of synthetic fibres imported from Hong Kong was 64.36 AS whereas the average price of such products namely shirts of cotton and/or synthetic fibres made in Austria was 184.55 AS.

Production of woven slacks, shorts, jeans, trousers and divided skirts increased by 12.4 per cent in the first half of 1983 compared with the previous year whereas the imports from Hong Kong increased by 35.4 per cent from 1981 to 1982 and in the first six months of 1983 the increase was plus 47.2 per cent. The ratio of imports from Hong Kong to domestic production was in the first half of 1983 22.19 per cent (1981: 13.89 per cent).

The ratio of imports from Hong Kong to total imports increased from 1981 10.56 per cent to 15.42 per cent in the first half of 1983.

The average price of slacks, shorts, jeans of cotton imported from Hong Kong was 79.95 AS and of synthetic fibres 56.79 AS whereas such products of cotton or synthetic fibres made in Austria amounted to 251.1 AS.

Production of woven blouses of synthetic fibres and/or of cotton decreased by 14.4 per cent in 1982 and by 8.3 per cent in the first six months 1983 in comparison to 1982. In the first half of 1983 the ratio of imports from Hong Kong to domestic production was already 30.60 per cent. The ratio of imports from Hong Kong to total imports was 15.7 per cent in the same period. The average price of woven blouses of cotton imported from Hong Kong was in 1982 87.75 AS and 88.40 AS for woven blouses of synthetic fibres which is considerable lower than the average price of woven blouses made in Austria (223.54 AS, cotton and/or synthetic fibres). Apparent consumption decreased by 11.8 per cent in the first six months 1983 as compared to the same period in 1982 whereas the percentage share of Hong Kong of apparent consumption remained at a level above 6.0 per cent.

Production of dresses of cotton or of man made fibres decreased by -4.98 per cent in the first half of 1983 compared with the previous year whereas the imports from Hong Kong increased by 10.99 per cent in the same period. The ratio of imports from Hong Kong to domestic production was 22.3 per cent in the first half of 1983 (1982: 16.5 per cent). The ratio of imports from Hong Kong to total imports remained at a level above 12 per cent.

The average price of dresses of cotton imported from Hong Kong was 82.02 AS in 1982, of man made fibres 104.48 AS.

The average price of dresses of cotton or of man made fibres made in Austria amounted to 417.87 AS. Production of knitted dresses of synthetic fibres decreased by 6.13 per cent in the first half of 1983 in comparison to the previous period on the other hand. The ratio of imports from Hong Kong to domestic production was still very high (1/2 1983: 18.1 per cent). The ratio of imports from Hong Kong to total imports was in the same period 1.6 per cent. The average price of knitted dresses imported from Hong Kong was in 1982 126.79 AS whereas the price for such products made in Austria amounted to 508.36 AS.

The agreed export levels in pieces for the twelve-months period beginning 1 February 1984 are:

	1984	1985	1986
Shirts:	1,082,458	1,087,870	1,093,309
Blouses:	1,018,254	1,023,345	1,028,461
Slacks, shorts, jeans:	1,507,824	1,537,980	1,568,739
Dresses:	549,829	560,825	572,041

In view of the existing exceptional circumstances in terms of Annex B of the ARRANGEMENT in these highly sensitive products a lower than 6 per cent growth has been agreed upon between both parties. Swing has been fixed at a level of 5 per cent in accordance with para.5 of Annex B of the ARRANGEMENT. In determining growth and flexibility special considerations have been taken into account such as a 6 per cent growth for category 3 which is the biggest quota for the first quota year in comparison to the previous restraint level.

Accept, Sir, the assurances of my highest consideration.

*R. Hochörtler*

Richard Hochörtler  
Deputy Permanent  
Representative

Mr. Marcelo Raffaelli  
Chairman  
Textiles Surveillance Body  
GATT

G e n e v a

MEMORANDUM OF UNDERSTANDING

1. Having examined the current pattern and development of trade in certain textile products exported from Hong Kong to Austria, Hong Kong and Austria agree that an export authorisation system shall be introduced for the three years 1 February 1984 to 31 January 1987 in respect of the products listed in the Annex to this Memorandum.

2. Hong Kong shall require all exports to Austria of the products listed in the Annex to be covered by export authorisations issued by the Hong Kong Trade Department. An export authorisation shall be issued only on evidence of a firm contract for the supply of the products involved and shall be valid for up to 6 months from the date of issue.

3. Export licences to ship products covered by an export authorisation will be issued by Hong Kong on presentation of the relevant export authorisation within the latter's validity period. An export licence shall be valid for 28 days from the date of issue. Hong Kong shall not issue export licences in respect of exports to Austria of products listed in the Annex which are not covered by a valid export authorisation.

4. Hong Kong shall provide Austria with half-monthly statistical returns showing the quantities covered by export authorisations issued to Hong Kong exporters in respect of the products listed in the Annex. Hong Kong agrees to notify Austria immediately upon receipt of any applications for export authorizations in exceptionally large amounts in a particular product.

5. Austria shall admit imports of the textile products of Hong Kong origin listed in the Annex where such imports are accompanied by a copy of an export licence issued by the Hong Kong Trade Department.

6. If, in the opinion of Austria, the Austrian market is being disrupted in terms of the definition of market disruption in Annex A of the Arrangement Regarding International Trade in Textiles, by imports from Hong Kong of any product covered by this system, Austria may request consultations under the provisions of the Arrangement Regarding International Trade in Textiles.

7. A request for consultations shall be supported as soon as possible, and in any case within 14 days of the date of the request, by a factual statement of the reasons and justification for the request, including the latest data concerning elements of market disruption.

8. Austria and Hong Kong, unless otherwise agreed, shall consult as soon as possible within 30 days of the request for such consultations and shall make their best efforts to complete such consultations within 30 days of the commencement.

9. Pending the completion of consultations, Austria may request Hong Kong to limit, during the period in which the request for consultations is made, the issue of export authorizations of the product concerned to a level not less than the highest of:

- (a) the level of the export authorizations issued for the product concerned in the immediate preceding period increased by 10%;
- (b) the average of the level of export authorizations issued for the product concerned in the preceding periods since February 1, 1978, increased by 10%;
- (c) the level of export authorizations issued since the commencement of the period in which the request for consultations is made, increased by 10%.

Hong Kong agrees that it will honour such a request.

10. For the purpose of paragraph 9 above, a "period" shall be 1 February of one year to 31 January of the immediately succeeding year. In any case of a product, or part of a product, for which the issue of export authorizations has not commenced until after 1 February 1978, the level of export licences issued in periods preceding the commencement of issue of export authorizations shall be substituted for the level of export authorizations in applying sub-paragraphs (a) and/or (b) of paragraph 9 above, as appropriate.

11. In the event that consultations do not result in agreement, Austria shall have the right to request Hong Kong to limit exports to Austria of the products concerned during the period in which the request for consultations is made to a level not less than that calculated according to the formula set out in paragraph 9 above. Hong Kong agrees that it will honour such a request.

12. Austria and Hong Kong agree that these provisions shall not derogate from the rights of Austria and Hong Kong under the Arrangement Regarding International Trade in Textiles.

13. Hong Kong and Austria agree to consult, at the request of either party, on any matter arising from the implementation of this system.

14. The Annex to this Memorandum shall be an integral part of it.

For Austria

For Hong Kong



Gerhard Waas  
Director

Federal Ministry of  
Commerce, Trade and Industry

Vienna, 24 January 1984



E.P. Ho  
Secretary for Trade and Industry  
Hong Kong, 12 January 1984



ANNEX

Item No.	Austrian Statistical Classification No.	Hong Kong Statistical Classification No.		Description
(3)	ex 61.01 23 ex 61.01 25 ex 61.01 29 61.01 71 61.01 73 61.01 75	ex 842 411 ex 842 412 ex 842 421	ex 842 422 ex 842 431 ex 842 432	Jackets, including anoraks and blazers, not knitted or crocheted, wholly or mainly of cotton, of wool or of man-made fibres, men's and boys' wear.
(4)	ex 61.01 33 ex 61.01 35	ex 842 191 ex 842 192 ex 842 193 ex 842 194 842 932 842 933 842 934	842 935 842 942 842 943 842 944 842 945	Coats, including raincoats but excluding capes and gowns, not knitted or crocheted, wholly or mainly of cotton or of man-made fibres, men's and boys' wear.
(5)	ex 61.01 23 ex 61.01 25	ex 842 321 ex 842 322 ex 842 331 ex 842 332 ex 842 938 ex 842 939	ex 842 948 ex 842 949 842 936 842 937 842 946 842 947	Gymnastic pants, ski-jackets, ski-vests and swimwear, not knitted or crocheted, wholly or mainly of cotton or of man-made fibres, men's and boys' wear.
(6)	61.01 41 61.01 43 61.01 45	ex 842 211 ex 842 212 ex 842 221	ex 842 222 ex 842 231 ex 842 232	Suits, not knitted or crocheted, wholly or mainly of cotton, of wool or of man-made fibres, men's and boys' wear.
(7)	ex 61.03 11 ex 61.03 19 ex 61.03 21 ex 61.03 29	ex 844 213 ex 844 214 ex 844 223	ex 844 224 ex 844 297 ex 844 298	Pyjamas and night-shirts, not knitted or crocheted, wholly or mainly of cotton or of man-made fibres, men's and boys' wear.

Item No.	Austrian Statistical Classification No.	Hong Kong Statistical Classification No.		Description
(9)	61.02 51 61.02 71 61.02 73	843 311 843 312 843 411 843 412 843 431 843 432	ex 843 930 ex 843 970	Dresses, not knitted or crocheted, of wool; skirts, not knitted or crocheted, of wool or of man-made fibres, women's, girls' and infants' wear.
(10)	ex 61.02 33 ex 61.02 35	ex 843 121 ex 843 122 ex 843 131 ex 843 132 843 943 843 944 843 945	843 946 ex 843 950 ex 843 957 843 963 843 964 843 965 843 966 ex 843 970 ex 843 977	Coats, including raincoats but excluding capes and gowns, not knitted or crocheted, wholly or mainly of cotton or of man-made fibres, women's, girls' and infants' wear.
(11)	61.02 43 61.02 45	ex 843 221 ex 843 222 843 224 843 225 ex 843 231	ex 843 232 843 234 843 235 ex 843 957 ex 843 977	Costumes and trouser suits, including two- or three-piece suits, not knitted or crocheted, wholly or mainly of cotton or of man-made fibres, women's, girls' and infants' wear.
(12)	ex 61.02 31 ex 61.02 33 ex 61.02 35	ex 843 111 ex 843 112 ex 843 121 ex 843 122 ex 843 131	ex 843 132 ex 843 937 ex 843 957 ex 843 977	Jackets, not knitted or crocheted, wholly or mainly of cotton, of wool or of man-made fibres, women's, girls' and infants' wear.
(13)	ex 60.04 48	ex 846 272 ex 846 273 ex 846 276 ex 846 277 ex 846 292		Briefs, drawers, panties, undershorts, and the like, knitted or crocheted, wholly or mainly of cotton.

Item No.	Austrian Statistical Classification No.	Hong Kong Statistical Classification No.	Description
(14)	60.04 21	846 211	Shirts, knitted or crocheted, wholly or mainly of cotton, or of man-made fibres, men's and boys' wear.
	ex 60.04 30	846 212	
	60.04 42	846 321	
		846 322	
		846 413	
		846 414	
	ex 60.04 28	845 930	Blouses, knitted or crocheted, wholly or mainly of cotton, or of man-made fibres, women's, girls' and infants' wear.
	ex 60.04 30	ex 845 937	
	ex 60.04 48	845 950	
	ex 60.05 31	ex 845 957	
	ex 60.05 33	845 970	
	ex 60.05 61	ex 845 977	
	ex 60.05 63		
	ex 60.05 69		
	60.05 71		
	60.05 72		
	ex 60.05 88		
	ex 60.04 48	ex 846 282	Singlets and under-shirts, including under-wear T-shirts, knitted or crocheted, wholly or mainly of cotton, men's, boy's, women's, girls' and infants' wear.
		ex 846 283	
		ex 846 286	
		ex 846 287	
		ex 846 292	
(15)	ex 60.04 28	846 284	Pyjamas and other night garments, knitted or crocheted, wholly or mainly of cotton, or of man-made fibres.
	ex 60.04 30	846 285	
	ex 60.04 48	846 290	
		846 291	
		ex 846 292	
		846 333	
		846 334	
		846 343	
(16)		846 344	Jackets, sweaters, cardigans, pull-overs and jumpers, knitted or crocheted, wholly or mainly of cotton, of wool or of man-made fibres.
		ex 846 345	
		846 404	
		846 405	
		846 410	
		846 411	
		ex 846 412	
	ex 60.05 31	ex 845 111	
	ex 60.05 32	ex 845 112	
	ex 60.05 33	ex 845 113	
	ex 60.05 61	ex 845 114	
	ex 60.05 62	ex 845 115	
	ex 60.05 63	ex 845 121	
	ex 60.05 69	ex 845 122	
	ex 60.05 81	ex 845 123	
	ex 60.05 82	ex 845 124	
	ex 60.05 83	ex 845 125	
	ex 60.05 88	ex 845 145	

Item No.	Austrian Statistical Classification No.	Hong Kong Statistical Classification No.		Description
(17)	ex 60.05 32	ex 845 211		Dresses, knitted or crocheted, wholly or mainly of cotton or of wool.
	ex 60.05 33	ex 845 212		
	ex 60.05 61	ex 845 218		
	ex 60.05 62	ex 845 221		
	ex 60.05 63	ex 845 222		
	ex 60.05 81	ex 845 228		
	ex 60.05 82			
	ex 60.05 83			
(18)	ex 60.05 31	845 906	845 946	Slacks, shorts, jeans and trousers, knitted or crocheted, wholly or mainly of cotton, of wool or of man-made fibres.
	ex 60.05 32	845 907	845 947	
	ex 60.05 33	845 913	845 953	
	ex 60.05 61	845 914	845 954	
	ex 60.05 62	ex 845 917	ex 845 957	
	ex 60.05 63	845 926	845 966	
	ex 60.05 69	845 927	845 967	
	ex 60.05 81	845 933	845 973	
	ex 60.05 82	845 934	845 974	
	ex 60.05 83	ex 845 937	ex 845 977	
	ex 60.05 88			
(19)	60.05 51	ex 845 223	ex 845 245	Track suits, knitted, wholly or mainly of cotton or of man-made fibres.
	60.05 52	ex 845 224	ex 845 920	
	ex 60.05 59	ex 845 225	ex 845 921	
		ex 845 233	ex 845 940	
		ex 845 234	ex 845 941	
		ex 845 235	ex 845 960	
		ex 845 243	ex 845 961	
		ex 845 244		

Underwear T-shirts are single-coloured, not patterned nor printed T-shirts. Multi-coloured, patterned or printed T-shirts which are packed and shipped together with matching briefs as sets of underwear are considered as underwear T-shirts.

## MEMORANDUM OF UNDERSTANDING

### Introduction

1. This Memorandum of Understanding sets out the arrangements that have been agreed between Hong Kong and Austria regarding Hong Kong's exports of certain textile products to Austria.

2. These arrangements have been made having regard to the Arrangement Regarding International Trade in Textiles and in particular to Article 4 thereof.

### Coverage

3. These arrangements shall apply to Hong Kong's exports to Austria of the textile products set out in column (d) of Annex I to this Memorandum.

### Restraint Period

4. These arrangements shall apply for the periods 1 February 1984 to 31 January 1985, 1 February 1985 to 31 January 1986 and 1 February 1986 to 31 January 1987.

### Restraint Limits

5. Hong Kong shall restrict exports of the products set out in Annex I to the limits set out in columns (e), (f) and (g) for the periods stated therein, save as provided for in paragraphs 8 to 14 below.

6. For the purposes of these arrangements, Austria shall admit imports of the textile products of Hong Kong origin set out in Annex I only where such imports are covered by export licences issued by the Hong Kong Trade Department and endorsed to the effect that the consignments concerned have been debited to the agreed limits for each restraint period.

7. Furthermore, Austria shall admit imports of the textile products of Hong Kong origin set out in Annex I where such imports are covered by export licences issued by the Hong Kong Trade Department on or before 31 January 1984, under the terms of the Memorandum of Understanding regarding restrained items between Hong Kong and Austria signed in Vienna on 27 January 1983 and in Hong Kong on 13 January 1983.

### Swing

8. The limits in columns (e), (f) and (g) of Annex I may be increased during the relevant restraint period stated therein by up to five per cent provided that a corresponding reduction is applied to the limits for other products during the same restraint period.

9. For the purposes of calculating such corresponding reductions, the conversion factors listed in column (h) of Annex I shall apply.

### Carryover and Carryforward

10. If in the previous restraint period terminating on 31 January 1984 exports from Hong Kong to Austria of any product as set out in Annex I to the Memorandum of Understanding regarding restrained items between Hong Kong and Austria, signed in Vienna on 27 January 1983 and in Hong Kong on 13 January 1983, are less than the limits as set out in column (e) of Annex I thereto, Hong Kong may, after consultation with Austria, during the period 1 February 1984 to 31 January 1985 approve the export of additional amounts equivalent to such shortfalls provided that such exports :

- (i) are in the same products where the shortfalls occurred; and
- (ii) do not exceed 10 per cent of the annual restraint limit of these products specified in column (e) of this Memorandum.

11. If in the previous restraint period terminating on 31 January 1984 exports from Hong Kong to Austria of any product as set out in Annex I to the Memorandum of Understanding regarding restrained items between Hong Kong and Austria, signed in Vienna on 27 January 1983 and in Hong Kong on 13 January 1983, should exceed the limit as set out in Annex I thereto, up to 5% in accordance with the provision of paragraph 11 of that Memorandum, Hong Kong shall inform Austria of the carry forward quantities and debit these to the corresponding limit for the period 1 February 1984 to 31 January 1985 as set out in column (e) of Annex I to this Memorandum.

12. The restraint limit for any product set out in column (d) in Annex I to this Memorandum may be exceeded, after consultations between Austria and Hong Kong, by a carryover of not more than 10 per cent of the receiving restraint period's applicable restraint limit in the case of shortfalls in the corresponding restraint limit for the previous restraint period, and by a carry forward of not more than 5 per cent of the receiving period's applicable restraint limit. The carryover shall not exceed the amount of shortfall in the specific product and shall be used in the same product in which the shortfall occurred. Carry forward shall be deducted from the restraint limit established for the same product for the succeeding restraint period. The combination of carryover and carry forward shall not exceed 10 percent of the receiving restraint period's applicable restraint limit.

13. Should these arrangements be continued for a further period, the carryover and carry forward provisions set out in Annex B of the Arrangement Regarding International Trade in Textiles shall apply.

#### Re-exports

14. Austria will, as far as possible, inform Hong Kong when imports into Austria of the textile products set out in Annex I that have been debited to the agreed limits are subsequently re-exported from Austria. Hong Kong may then credit the quantities involved to the appropriate limits. To this end an administrative arrangement has been agreed between Austria and Hong Kong as set out in Annex II.

#### Exchange of Statistics

15. Hong Kong will provide Austria with half-monthly statistics of the textile products set out in Annex I licensed for export to Austria and debited to the limits set out in columns (e), (f) and (g) of Annex I.

16. Austria will provide Hong Kong with quarterly statistics of total imports and of imports from Hong Kong and from other significant suppliers of each of the textile products set out in Annex I.

#### Consultations

17. Austria and Hong Kong agree to consult, at the request of either party, on any matter arising from the implementation of these arrangements.

18. If Hong Kong considers that, as a result of the restraint imposed by these arrangements, Hong Kong is being placed in an inequitable position vis-a-vis another supplier, Hong Kong may request Austria to consult with a view to remedial action such as a reasonable modification of these arrangements.

Annexes

19. Annexes I and II hereof shall be an integral part of this Memorandum.

For Austria



Gerhard Waas  
Director

Federal Ministry of  
Commerce, Trade and Industry

Vienna, 24 January 1984

For Hong Kong



E.P. Ho  
Secretary for Trade and Industry  
Hong Kong, 12 January 1984

Annex I

Item No.	Austrian Statistical Classification No.	Hong Kong Statistical Classification No.	Description	Limits in pieces			Conversion factors for swing purposes (pieces per kilogram)
				1.2.84 - 31.1.85	1.2.85 - 31.1.86	1.2.86 - 31.1.87	
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)
1	ex 61.03 11 ex 61.03 21	844 111 844 112 ex 844 121 ex 844 122	Shirts, not knitted or crocheted, wholly or mainly of cotton or of discontinuous synthetic fibres.	1,082,458	1,087,870	1,093,309	5.00
2	61.02 63 61.02 65	843 511 843 512 843 521 843 522 ex 843 957 ex 843 977	Blouses, not knitted or crocheted, wholly or mainly of cotton or of man-made fibres, women's, girls' and infants' wear.	1,018,254	1,023,345	1,028,461	5.00
3	61.01 53 61.01 55 61.02 83 61.02 85	842 321 842 322 842 331 842 332 ex 843 421 ex 843 422 ex 843 431 ex 843 432 843 947 843 948 ex 843 950 ex 843 957 843 967 843 968 ex 843 970 ex 843 977	Slacks, shorts, jeans, trousers and divided skirts, not knitted or crocheted, wholly or mainly of cotton or of man-made fibres.	1,507,824	1,537,980	1,568,739	1.76



Item No.	Austrian Statistical Classification No.	Hong Kong Statistical Classification No.	Description	Limits in pieces			Conversion factors for swing purposes (pieces per kilogram)
				1.2.84 - 31.1.85	1.2.85 - 31.1.86	1.2.86 - 31.1.87	
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)
4	ex 60.05 31 61.02 53 61.02 55 61.02 75	843 321 843 322 843 331 843 332 ex 843 421 ex 843 422 ex 843 950 ex 843 970 ex 845 231 ex 845 232 ex 845 238	Dresses, knitted or crocheted, of synthetic fibres; dresses, not knitted or crocheted, of cotton or man-made fibres; skirts, not knitted or crocheted, of cotton, women's, girls' and infants' wear.	549,829	560,825	572,041	3.10

## ANNEX II

Notwithstanding the provisions of paragraph 6 and in furtherance of paragraph 14, Austria and Hong Kong agree the following administrative arrangement:

- (a) For presentation to Austria in support of an application for a corresponding import licence, an export licence ceases to be valid upon the expiration of one hundred and twenty days from the date of issue of the export licence. All export licences covering restrained items will be endorsed to this effect;
- (b) Austria will provide Hong Kong at monthly intervals with a list of export licences which have been presented to Austria in support of applications for import licences indicating the quantity covered by each corresponding import licence issued; and
- (c) In respect of export licences of which the validity of one hundred and twenty days referred to in (a) above has expired and which are not shown on the lists of export licences provided by Austria pursuant to (b) above, Hong Kong will notify Austria, as soon as possible, the numbers of such export licences and the quantity covered by each export licence with an indication that the quantities will be credited back to Hong Kong for re-use if nothing is heard from Austria within six weeks from the date of such notification.