

GENERAL AGREEMENT
ON TARIFFS AND
TRADE

ACCORD GENERAL SUR
LES TARIFS DOUANIERS
ET LE COMMERCE

CONFIDENTIAL
TEX.SB/329
31 August 1978

Textiles Surveillance Body

Organe de surveillance des textiles

ARRANGEMENT REGARDING INTERNATIONAL TRADE IN TEXTILES

Notification under Article 4:4

Amendment to the bilateral agreement between
the United States and Brazil

Note by the Chairman

The attached notification received from the United States mission concerns an amendment to the existing bilateral agreement,¹ between the United States and Brazil.

¹For original agreement see COM.TEX/SB/178.

ARRANGEMENT CONCERNANT LE COMMERCE INTERNATIONAL DES TEXTILES

Notification conformément à l'article 4, paragraphe 4

Modification de l'accord bilatéral entre les Etats-Unis
et le Brésil

Note du Président

La Mission des Etats-Unis a fait parvenir au secrétariat la notification ci-jointe relative à une modification de l'accord bilatéral¹ en vigueur entre les Etats-Unis et le Brésil.

¹Pour le texte initial de l'accord, voir le document COM.TEX/SB/178.

TS/140-4



UNITED STATES MISSION TO INTERNATIONAL ORGANIZATIONS
GENEVA, SWITZERLAND

TS/S/329 181

ANSWERED	DOC. ISSUED	FOLO
REG 28 AUG 1978		
For:	Action	Comment
2406 polc 978		
Gen. Div.		
Agri. Div.		
Special Proj:		
TRADE DEVELOP. DT.:		
Sp. Asst. Tr. Negs:		
Dev. Div.		
Intel. Div.		
CHAIR. TS	X	
OFFICE OF U-G:		
Consultant (ADG)		
Conf. Div.		
Dir. Ext. Rels/Info.		
Ext. Rels Sec.		
Info/Lia. Serv.		
Training Prog.		

August

The Honorable
Ambassador Paul Wurth
Chairman, Textiles Surveillance Body
Centre William Rappard
154, rue de Lausanne
CH-1211 Geneva 21

Dear Mr. Chairman:

Pursuant to the provisions of Article 4 of the Arrangement Regarding International Trade in Textiles, I am instructed by my government to inform the Textiles Surveillance Body of the amendment of both the bilateral cotton textile and the man-made fiber textile agreements between the Government of the United States of America and the Government of the Federative Republic of Brazil. The sole purpose of the amendments was to bring the two agreements into conformity with the new textile category system placed in effect on January 1, 1978. The basic agreements were notified to the TSB and circulated to the TC as COM.TEX/SB/178.

It will be noted that the cotton textile restraint levels set forth in the amendment are the restraint levels of the basic agreement adjusted upward for growth through the third year of the agreement reflecting the 7% growth rate stipulated in the basic cotton agreement.

Attached hereto is a copy of State Department Press Release No. 263 of June 27, 1978, which sets forth the self-explanatory texts of the Note exchanges giving effect to the amendments.

Sincerely,

Harry M. Phelan, Jr.
Minister-Counselor

Attachment:
As stated

June 27, 1978

No. 263

UNITED STATES AND BRAZIL
AMEND TEXTILE AGREEMENT

The United States and the Federative Republic of Brazil exchanged notes to amend the existing agreement between the two countries. The texts of the notes follow:

UNITED STATES NOTE

(Cotton)

No. 182

Brasilia, May 4, 1978

His Excellency
Antonio Francisco Azeredo da Silveira
Minister of External Relations
Brasilia, D. F.

Excellency:

I have the honor to refer to the Arrangement Regarding International Trade in Textiles originally done at Geneva on December 20, 1973, and to the Agreement Relating to Trade in Textiles and Textile Products Between the United States of America and the Federative Republic of Brazil of April 22, 1976, (hereinafter referred to as the Agreement). I have also the honor to refer to discussions between representatives of our two governments concerning trade in cotton textiles and textile products and the adaptation of the Agreement to the new system of classification of textile products in effect in the United States held in Brasilia, February 20-23, 1978. As a result of these discussions, I have the honor to propose, on behalf of the Government of the United States of America, that the Agreement be amended, effective April 1, 1978, as follows:

EB/TEX - William Brew (202) 632-2062

Amend 8/2/78

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1. Paragraph 3 of the Agreement is amended to read as follows:

"3. Within the aggregate limit, Group limits for the third agreement year shall be:

Group I, yarn (Categories 300-301) 45,795,999 square yards equivalent

Group II, fabrics (Categories 310-320) 56,100,100 square yards equivalent.

Group III, apparel, made-ups and miscellaneous (Categories 330-369) 28,622,501 square yards equivalent."

2. Paragraph 4 of the Agreement is amended to read as follows:

"Within the aggregate limit and the applicable Group limits, the following specific limits shall apply for the third agreement year:

A. Group I

Categories 300-301 9,955,652 lbs.

B. Group II

Category 313 17,516,970 Syd.

Category 315 14,769,210 Syd.

Category 317 6,525,930 Syd.

Category 319 3,663,680 Syd.

Category 320 9,502,670 Syd.

C. Group III

Category 337 63,357 Doz.

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Category 339	212,350 Doz.
Category 340	198,881 Doz.
Category 345	46,667 Doz.
Category 347	143,905 Doz.
Category 348	97,694 Doz.
Category 350	44,940 Doz.
Category 352	120,754 Doz.
Category 363	7,895,862 Numbers
Category 369 (floor coverings)	497,782 Lbs.
Category 369 (other)	904,150 Lbs."

3. Annex A to the Agreement is deleted and is replaced by the Annex to this note.

If the foregoing proposal is acceptable to the Government of the Federative Republic of Brazil, this note and Your Excellency's note of confirmation on behalf of the Government of the Federative Republic of Brazil shall constitute an Agreement between the Government of the United States of America and the Government of the Federative Republic of Brazil, amending the Agreement.

Accept, Excellency, the renewed assurances of my highest consideration.

/S/

Richard E. Johnson
Chargé d'Affaires Ad Interim

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ANNEX (Cotton)

<u>Categories</u>	<u>Description</u>	<u>Conversion Factor (SYE/Unit)</u>
300	Cotton Carded Yarn	4.6/lb.
301	Cotton Combed Yarn	4.6/lb.
310	Gingham	1.0/syd.
311	Velveteen	1.0/syd.
312	Corduroy	1.0/syd.
313	Sheeting	1.0/syd.
314	Broadcloth	1.0/syd.
315	Printcloth	1.0/syd.
316	Shirtings	1.0/syd.
317	Twills and Sateens	1.0/syd.
318	Yarn-dyed Fabric	1.0/syd.
319	Duck	1.0/syd.
320	Other Fabrics, N.E.S.	1.0/syd.
330	Handkerchiefs	1.7/doz.
331	Gloves	3.5/dpr.
332	Hosiery	4.6/dpr.
333	Suit-type Coats, Men's and Boys'	36.2/doz.
334	Other Coats, Men's and Boys'	41.3/doz.
335	Coats, Women's, Girls' and Infants'	41.3/doz.
336	Dresses	45.3/doz.
337	Playsuits	25.0/doz.

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<u>Categories</u>	<u>Description</u>	<u>Conversion Factor</u> <u>(SYE/Unit)</u>
338	Knit Shirts, Men's and boys'	7.2/doz.
339	Knit Shirts and Blouses Women's, Girls' and Infants'	7.2/doz.
340	Shirts, not Knit	24.0/doz.
341	Blouses, not Knit	14.5/doz.
342	Skirts	17.8/doz.
345	Sweaters	36.8/doz.
347	Trousers, Men's and Boys'	17.8/doz.
348	Trousers, Women's, Girls and Infants	17.8/doz.
349	Brassieres, etc.	4.8/doz.
350	Dressing gowns	51.0/doz.
351	Nightwear	52.0/doz.
352	Underwear	11.0/doz.
359	Other Apparel	4.6/lb.
360	Pillowcases	1.1/no.
361	Sheets	6.2/no.
362	Bedspreads and Quilts	6.9/no.
363	Terry and other Pile Towels	0.5/no.
369	Other Cotton Manu- factures	4.6/lb.

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BRAZILIAN NOTE (Cotton)
(Informal Translation)

Mr. Richard E. Johnson
Charge d'Affaires
United States of America

Mr. Charge d'Affaires,

I have the honor to acknowledge receipt of Your Excellency's note number 182 dated May 4, 1978 regarding exports of cotton textiles from Brazil to the United States of America.

I confirm that the Government of the Federative Republic of Brazil agrees with the proposals contained in your note and proposes that your note and this reply constitute an agreement between our Governments to take effect from April 1, 1978.

I take advantage of the opportunity to renew assurances of highest consideration.

/S/ Antonio Francisco Azeredo da Silveira
Minister of External Relations

UNITED STATES NOTE
(Man-made Fiber)

No. 183

Brasilia, May 4, 1978

His Excellency
Antonio Francisco Azeredo da Silveira
Minister of External Relations
Brasilia, D.F.

Excellency:

I have the honor to refer to the Arrangement Regarding International Trade in Textiles originally done at Geneva on December 20, 1973, and to the Agreement Relating to Trade in Man-made Fiber Textiles and Textile Products Between the United States of America and the Federative Republic of Brazil of April 22, 1976, (hereinafter referred to as the Agreement). I have also the honor to refer to discussions between representatives of our two governments concerning trade in man-made fiber textiles and textile products, and the adaptation of the

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Agreement to the new system of classification of textile products in effect in the United States held in Brasilia, February 20-23, 1978. As a result of these discussions, I have the honor to propose, on behalf of the Government of the United States of America, that the Agreement be amended, effective April 1, 1978, as follows:

1. In paragraph 2 of the Agreement, the phrase "Categories 200 through 243" is deleted and is replaced by the phrase "Categories 600 through 669".

2. Annex A to the Agreement is deleted and is replaced by the Annex to this note.

If the foregoing proposal is acceptable to the Government of the Federative Republic of Brazil, this note and Your Excellency's note of confirmation on behalf of the Government of the Federative Republic of Brazil shall constitute an Agreement between the Government of the United States of America and the Government of the Federative Republic of Brazil, amending the Agreement.

Accept, Excellency, the renewed assurances of my highest consideration.

/S/ Richard E. Johnson
Charge d'Affaires Ad Interim

ANNEX (Man-Made Fiber)

<u>Categories</u>	<u>Description</u>	<u>Conversion Factor</u> <u>(SYE/Unit)</u>
600	Textured Yarn	3.5/lb.
601	Continuous Cell., Yarn	5.2/lb.
602	Continuous Non.-Vd11. Yarn	11.6/lb.
603	Spun Cell. Yarn	3.4/lb.
604	Spun Non-Cell. Yarn	4.1/lb.
605	Other Yarns	3.5/lb.
610	Continuous Cell. Fabric, not Knit	1.0/syd.
611	Spun Cell. Fabric, not Knit	1.0/syd.
612	Continuous Non-Cell. Fabric, not Knit	1.0/syd.
613	Spun Non-Cell. Fabric, not Knit	1.0/syd.
614	Other Fabrics, not Knit	1.0/syd.

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625	Knit Fabric	7.8/lb.
626	Pile and Tufted Fabric	1.0/syd.
627	Specialty Fabric	7.8/lb.
630	Handkerchiefs	1.7/doz.
631	Cloves	3.5/dpr.
632	Hosiery	4.6/dpr.
633	Suit-type Coats, Men's and Boys'	36.2/doz.
634	Other Coats, Men's and Boys'	41.3/doz.
635	Coats, Women's, Girls' and Infants'	41.3/doz.
636	Dresses	45.3/doz.
637	Playsuits	21.5/doz.
638	Knit Shirts, Men's and Boys'	18.0/doz.
639	Knit Shirts and Blouses, Women's, Girls' and Infants'	15.0/doz.
640	Shirts	24.0/doz.
641	Blouses	14.5/doz.
642	Skirts	17.8/doz.
643	Suits, Men's and Boys'	4.5/no.
644	Suits, Women's, Girls' and Infants'	4.5/no.
645	Sweaters, Men's and Boys'	36.8/doz.
646	Sweaters, Women's, Girls' and Infants'	36.8/doz.
647	Trousers, Men's and Boys'	17.8/doz.
648	Trousers, Women's, Girls' and Infants'	17.8/doz.
649	Brassieres, etc.	4.8/doz.
650	Dressing Gowns	51.0/doz.
651	Nightwear	52.0/doz.
652	Underwear	16.0/doz.
659	Other Apparel	7.8/lb.

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665	Floor Coverings	0.1/sft.
666	Other Furnishings	7.8/lb.
669	Other Man-made Manufactures	7.8/lb.

BRAZILIAN NOTE (Man-made Fiber)
(Informal Translation)

Mr. Richard E. Johnson
Charge d'Affaires
United States of America

Mr. Charge d'Affaires,

I have the honor to acknowledge receipt of your note number 183 dated May 4, 1978 regarding exports of man-made fiber textiles from Brazil to the United States of America.

I confirm that the Government of the Federative Republic of Brazil agrees with the proposals contained in your note and proposes that your note and this reply constitute an agreement between our Governments to take effect from April 1, 1978.

I take advantage of the opportunity to renew to Your Excellency, the assurances of my highest consideration.

/S/ Antonio Francisco Azeredo da Silveira
Minister of External Relations

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