

No. 7368

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**UNITED STATES OF AMERICA**  
**and**  
**UNITED ARAB REPUBLIC**

**Exchange of notes constituting an agreement relating to  
trade in cotton textiles (with annex). Cairo, 4 December  
1963**

*Official text: English.*

*Registered by the United States of America on 11 August 1964.*

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**ÉTATS-UNIS D'AMÉRIQUE**  
**et**  
**RÉPUBLIQUE ARABE UNIE**

**Échange de notes constituant un accord relatif au commerce  
des textiles de coton (avec annexe). Le Caire, 4 décembre  
1963**

*Texte officiel anglais.*

*Enregistré par les États-Unis d'Amérique le 11 août 1964.*

No. 7368. EXCHANGE OF NOTES CONSTITUTING AN AGREEMENT<sup>1</sup> BETWEEN THE UNITED STATES OF AMERICA AND THE UNITED ARAB REPUBLIC RELATING TO TRADE IN COTTON TEXTILES. CAIRO, 4 DECEMBER 1963

I

*The American Ambassador to the Deputy Minister of Foreign Affairs of the United Arab Republic*

No. 380

Excellency :

I have the honour to refer to recent discussions in Cairo between representatives of the Government of the United States of America and the Government of the United Arab Republic concerning trade in cotton textiles between the United Arab Republic and the United States.

As a result of these discussions, I have the honour to propose the following agreement relating to trade in cotton textiles between the United Arab Republic and the United States :

1. The Government of the United Arab Republic shall limit its annual exports to the United States in all categories of cotton textiles at the levels specified in the following schedule :

	<i>Square yards</i>
October 1, 1963-September 30, 1964 . . . . .	42,000,000
October 1, 1964-September 30, 1965 . . . . .	46,000,000
October 1, 1965-September 30, 1966 . . . . .	50,000,000
October 1, 1966-September 30, 1967 . . . . .	51,000,000

2. Within the aggregate annual limits specified in paragraph 1, the following specific ceilings shall apply except as modified by paragraph 4 below :

	<i>Pounds</i>
a. Categories 1 and 2 . . . . .	2,100,000

(Within this ceiling, annual exports in Category 1 and Category 2 shall not exceed 2,000,000 pounds and 300,000 pounds respectively.)

<sup>1</sup> Came into force on 4 December 1963 by the exchange of the said notes, with retroactive effect from 1 October 1963, in accordance with the terms thereof.

	<i>Pounds</i>
b. Categories 3 and 4 . . . . .	500,000
(Within this ceiling, annual exports in Category 4 shall not exceed 52,500 pounds.)	

	<i>Square yards</i>
c. Categories 9 and 26 . . . . .	22,200,000
(Within this ceiling, annual exports in Category 9 and Category 26 shall not exceed 14,500,000 square yards and 13,250,000 square yards respectively.)	

	<i>Dozen</i>
d. Category 60. . . . .	15,000

3. Within the aggregate annual limits specified in paragraph 1, the following additional specific annual ceilings shall apply on an aggregate basis for Categories 16, 21, 22 and 27 :

	<i>Square yards</i>
October 1, 1963-September 30, 1964 . . . . .	6,850,000
October 1, 1964-September 30, 1965 . . . . .	7,500,000
October 1, 1965-September 30, 1966 . . . . .	7,850,000
October 1, 1966-September 30, 1967 . . . . .	8,250,000

Within these annual aggregate specific ceilings, the following subceilings may be exceeded by not more than 5 percent :

	<i>Square yards</i>
Category 16 . . . . .	3,150,000
Category 21 . . . . .	2,100,000
Category 22 . . . . .	500,000
Category 27 . . . . .	2,100,000

4. The limitations on exports established by paragraph 2 as well as the subceilings for Categories 16, 21, 22 and 27 established by paragraph 3 shall be increased by 5 percent for the twelve-month period beginning October 1, 1964 and, on a cumulative basis, for each subsequent twelve-month period.

5. Any shortfalls occurring in the appropriate aggregate annual limit established by paragraph 3 may be used for any Category not given a specific ceiling. Annual exports in Categories or groups of Categories not given specific ceilings shall not exceed the levels specified in the following schedule except by mutual agreement of the two Governments :

a. Categories 45 and 50 :

	<i>Square yards equivalent</i>
October 1, 1963-September 30, 1964 . . . . .	330,000
October 1, 1964-September 30, 1965 . . . . .	300,000
October 1, 1965-September 30, 1966 . . . . .	250,000
October 1, 1966-September 30, 1967 . . . . .	250,000

b. All other Categories or groups of Categories not given specific ceilings :

	<i>Square yards equivalent</i>
October 1, 1963-September 30, 1964 . . . . .	300,000
October 1, 1964-September 30, 1965 . . . . .	250,000
October 1, 1965-September 30, 1966 . . . . .	200,000
October 1, 1966-September 30, 1967 . . . . .	200,000

6. With the exception of seasonal items, the Government of the United Arab Republic shall space its annual exports within each Category or groups of Categories given a specific ceiling on a cumulative, quarterly percentage basis of 30-55-80-100.

7. During the life of this agreement, the United States Government shall not exercise its rights under Article 3 of the Long-Term Arrangement Regarding International Trade in Cotton Textiles done at Geneva on February 9, 1962<sup>1</sup> to request restraint on the export of cotton textiles to the United States from the United Arab Republic. All other relevant provisions of the Long-Term Arrangement shall remain in effect between the two Governments.

8. In the event concentration in exports from the United Arab Republic to the United States of items of apparel made up of a particular fabric causes or threatens to cause market disruption in the United States, the Government of the United States may call for consultations with the Government of the United Arab Republic in order to reach a mutually satisfactory solution to the problem. The Government of the United Arab Republic shall agree to enter into such consultation, and, during the course thereof, shall limit its exports of the item in question at an annual level of 105 percent of its exports of the item in question during the twelve-month period immediately preceding the month in which consultations are requested.

9. Each Government agrees to supply promptly any available statistical data requested by the other Government. In the implementation of this agreement, the system of Categories and the factors for conversion into square yard equivalents set forth in the annex to this agreement shall apply.

10. The Governments agree to consult on any question arising in the implementation of this agreement. In particular, the Government of the United States agrees to undertake, at the request of the Government of the United Arab Republic, a joint re-examination of the aggregate ceilings established in paragraph 1 of this agreement in the light of developments in the United Arab Republic cotton textile industry, the performance record of the United Arab Republic in meeting ceilings established by this agreement, and the condition of the United States cotton textile market.

<sup>1</sup> United Nations, *Treaty Series*, Vol. 471, p. 296. As registered by the Executive Secretary of the Contracting Parties to the General Agreement on Tariffs and Trade, the Arrangements are identified in the United Nations *Treaty Series* by the date of their entry into force, i.e. 1 October 1962.

11. This agreement shall continue in force through September 30, 1967, provided that either Government may propose revisions in the terms of the agreement no later than 90 days prior to the beginning of a new twelve-month period, and provided further that either Government may terminate this agreement effective at the beginning of a new twelve-month period by written notice to the other Government given at least 90 days prior to the beginning of such new twelve-month period.

If these proposals are acceptable to the Government of the United Arab Republic, this note and your Excellency's note of acceptance on behalf of the Government of the United Arab Republic shall constitute an agreement between our Governments, effective October 1, 1963.

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

John S. BADEAU

Done in Cairo on December 4, 1963

His Excellency Mr. Hussein Zulfacar Sabry  
Deputy Minister of Foreign Affairs  
Cairo

#### ANNEX

##### COTTON TEXTILE CATEGORIES AND CONVERSION FACTORS

<i>List of Categories</i>	<i>Unit</i>	<i>Conversion Factor (square yards)</i>
1. Cotton yarn, singles, carded, not ornamented, etc. . . . .	lbs.	4.6
2. Cotton yarn, plied, carded, not ornamented, etc. . . . .	lbs.	4.6
3. Cotton yarn, singles, combed, not ornamented, etc. . . . .	lbs.	4.6
4. Cotton yarn, plied, combed, not ornamented, etc. . . . .	lbs.	4.6
5. Gingham, carded yarn . . . . .	sq. yds.	1.0
6. Gingham, combed yarn . . . . .	sq. yds.	1.0
7. Velveteens . . . . .	sq. yds.	1.0
8. Corduroy . . . . .	sq. yds.	1.0
9. Sheeting, carded yarn . . . . .	sq. yds.	1.0
10. Sheeting, combed yarn . . . . .	sq. yds.	1.0
11. Lawns, carded yarn . . . . .	sq. yds.	1.0
12. Lawns, combed yarn . . . . .	sq. yds.	1.0
13. Voiles, carded yarn . . . . .	sq. yds.	1.0
14. Voiles, combed yarn . . . . .	sq. yds.	1.0
15. Poplin and broadcloth, carded yarn . . . . .	sq. yds.	1.0
16. Poplin and broadcloth, combed yarn . . . . .	sq. yds.	1.0
17. Typewriter ribbon cloth . . . . .	sq. yds.	1.0
18. Print cloth, shirting type, 80 × 80 type, carded yarn . . .	sq. yds.	1.0

<i>List of Categories</i>	<i>Unit</i>	<i>Conversion Factor (square yards)</i>
19. Print cloth, shirting type, other than 80 × 80 type, carded yarn . . . . .	sq. yds.	1.0
20. Shirting, carded yarn . . . . .	sq. yds.	1.0
21. Shirting, combed yarn . . . . .	sq. yds.	1.0
22. Twill and sateen, carded yarn . . . . .	sq. yds.	1.0
23. Twill and sateen, combed yarn . . . . .	sq. yds.	1.0
24. Yarn-dyed fabrics, n.e.s., carded yarn . . . . .	sq. yds.	1.0
25. Yarn-dyed fabrics, n.e.s., combed yarn . . . . .	sq. yds.	1.0
26. Fabrics, n.e.s., carded yarn . . . . .	sq. yds.	1.0
27. Fabrics, n.e.s., combed yarn . . . . .	sq. yds.	1.0
28. Pillowcases, plain, carded yarn . . . . .	numbers	1.084
29. Pillowcases, plain, combed yarn . . . . .	numbers	1.084
30. Dish towels . . . . .	numbers	.348
31. Towels, other than dish towels . . . . .	numbers	.348
32. Handkerchiefs . . . . .	dozens	1.66
33. Table damasks and manufactures . . . . .	lbs.	3.17
34. Sheets, carded yarn . . . . .	numbers	6.2
35. Sheets, combed yarn . . . . .	numbers	6.2
36. Bedspreads, including quilts . . . . .	numbers	6.9
37. Braided and woven elastics . . . . .	lbs.	4.6
38. Fishing nets . . . . .	lbs.	4.6
39. Gloves and mittens . . . . .	dozens	3.527
40. Hose and half hose . . . . .	dozen pairs	4.6
41. Men's and boys' all white T. shirts . . . . .	dozen	7.234
42. Other T. shirts . . . . .	dozen	7.234
43. Knitshirts, other than T. shirts and sweatshirts (including infants) . . . . .	dozen	7.234
44. Sweaters and cardigans . . . . .	dozen	36.8
45. Men's and boys' shirts, dress, not knit or crocheted . . . . .	dozen	22.186
46. Men's and boys' shirts, sport, not knit or crocheted . . . . .	dozen	24.457
47. Men's and boys' shirts, work, not knit or crocheted . . . . .	dozen	22.186
48. Raincoats, $\frac{3}{4}$ length or over . . . . .	dozen	50.0
49. All other coats . . . . .	dozen	32.5
50. Men's and boys' trousers, slacks and shorts, outer, whether or not in sets, not knit or crocheted . . . . .	dozen	17.797
51. Women's, misses' and children's trousers, slacks and shorts, outer, whether or not in sets, not knit or crocheted . . . . .	dozen	17.797
52. Blouses, whether or not in sets . . . . .	dozen	14.53

<i>List of Categories</i>	<i>Unit</i>	<i>Conversion Factor (square yards)</i>
53. Women's, misses', children's and infants' dresses (including nurses' and other uniform dresses), not knit or crocheted .	dozen	45.3
54. Playsuits, sunsuits, washsuits, creepers, rompers, etc. (except blouses and shorts ; blouses and trousers ; or blouses, shorts and skirt sets) . . . . .	dozen	25.0
55. Dressing gowns, including bathrobes and beachrobes, lounging gowns, dusters and housecoats, not knit or crocheted . .	dozen	51.0
56. Men's and boys' undershirts (not T. shirts) . . . . .	dozen	9.2
57. Men's and boys' briefs and undershorts . . . . .	dozen	11.25
58. Drawers, shorts and briefs (except men's and boys' briefs), knit or crocheted . . . . .	dozen	5.0
59. All other underwear, not knit or crocheted . . . . .	dozen	16.0
60. Nightwear and pajamas . . . . .	dozen	51.96
61. Brassieres and other body supporting garments . . . . .	dozen	4.75
62. Other knitted or crocheted clothing . . . . .	lbs.	4.6
63. Other clothing, not knit or crocheted . . . . .	lbs.	4.6
64. All other cotton textile items . . . . .	lbs.	4.6

Apparel items exported in sets shall be recorded under separate categories of the component items.

## II

### *The Deputy Minister of Foreign Affairs of the United Arab Republic to the American Ambassador*

Excellency :

I have the honour to acknowledge receipt of your note dated December 4th, 1963, which reads as follows :

[See note I]

I have the honour to inform you that the terms of the foregoing note are acceptable to the Government of the United Arab Republic and that the Government of the United Arab Republic considers your note and the present reply as constituting an agreement between our two Governments on this subject, effective October 1, 1963.

Please accept, Excellency, the renewed assurances of my highest consideration.

Done in Cairo on December 4th, 1963

H. Z. SABRY

His Excellency Mr. John S. Badeau  
Ambassador Extraordinary and Plenipotentiary  
of the United States of America