

No. 13328

**UNITED STATES OF AMERICA
and
REPUBLIC OF CHINA**

Exchange of notes constituting an agreement relating to trade in wool and man-made fiber textile products (with annexes). Washington, 30 December 1971

Exchange of notes constituting an agreement amending the above-mentioned Agreement. Washington, 20 September 1972

Exchange of notes constituting an agreement amending the above-mentioned Agreement of 30 December 1971, as amended. Washington, 16 November 1972

Exchange of notes constituting an agreement adding annex C to the above-mentioned Agreement of 30 December 1971, as amended. Washington, 22 March 1973

Authentic text: English.

Registered by the United States of America on 30 May 1974.

EXCHANGE OF NOTES CONSTITUTING AN AGREEMENT¹
BETWEEN THE UNITED STATES OF AMERICA AND THE
REPUBLIC OF CHINA RELATING TO TRADE IN WOOL
AND MAN-MADE FIBER TEXTILE PRODUCTS

I

DEPARTMENT OF STATE
WASHINGTON

December 30, 1971

Excellency:

I refer to recent discussions between our two Governments concerning exports of wool and man-made fiber textile products from the Republic of China to the United States of America. As a result of those discussions, I propose the following agreement.

1. The Republic of China shall limit exports of wool and man-made fiber textile products to the United States of America for the five agreement years beginning October 1, 1971, and extending through September 30, 1976, to the annual aggregate, group and specific limits set forth in annex A, and in accordance with the provisions of this Agreement.

2. (a) Within the applicable aggregate and group limits shown in annex A, for wool and man-made fiber textiles, the following specific limits shall apply for the first agreement year.

WOOL TEXTILE PRODUCTS

<i>Category</i>	<i>Millions square yards equivalent</i>
116.....	1.6
117.....	1.0

MAN-MADE FIBER TEXTILE PRODUCTS

<i>Category</i>	<i>Millions square yards equivalent</i>
211.....	5.0
213.....	50.0
216.....	25.0
219.....	78.0
221.....	110.0
222.....	50.0
228.....	5.0
232.....	25.0
234.....	20.0
235.....	32.0

¹ Came into force on 30 December 1971 by the exchange of the said notes, with retroactive effect from 1 October 1971, in accordance with their provisions.

(b) Within the annual aggregate and group limits set forth in annex A, the specific limits set forth in (a) of this paragraph for man-made fiber textile products shall be increased over the preceding agreement year by 9.5 percent and 9 percent for the second and third agreement years respectively. During the third year, the two Governments shall consult to determine the growth rates appropriate for man-made fiber textiles to distribute between the fourth and fifth year the balance remaining of the five-year aggregate limit shown in annex A after deduction of the aggregate limits provided for the first three years. The growth rates determined in such consultations shall also be applied to the group and specific limits provided for herein.

(c) The specific limits for wool textile products set forth in (a) of this paragraph shall be increased beginning with the second agreement year by 1 percent for each agreement year over the preceding agreement year.

3. The following procedures shall apply during each agreement year with respect to all exports in that year in each category of man-made fiber and wool textile products not subject to a specific limit under paragraph 2 above:

(a) By August 15 of each agreement year the two Governments shall consult regarding anticipated exports in each such category during the succeeding agreement year. The Government of the Republic of China, in such consultations, shall notify the Government of the United States of America of its anticipated exports by category. Following receipt of such notice, the Government of the United States of America shall have 30 days in which to request consultations with respect to any category.

(b) When the Government of the United States of America requests consultations, the Government of the Republic of China shall meet promptly with the Government of the United States of America to work out a mutually satisfactory solution to such problems as may exist with respect to the anticipated exports referred to under (a) of this paragraph. The consultations shall be concluded within 30 days, unless the two Governments agree otherwise. In the event that such consultations do not result in a mutually acceptable solution, the Government of the Republic of China shall limit its exports in any category in question during the agreement year in question to the level requested by the Government of the United States of America at the conclusion of such consultations.

(c) If no consultations are requested by the Government of the United States of America, the Government of the Republic of China shall not permit exports to exceed the level stated by the Government of the Republic of China under (a) of this paragraph without the specific concurrence of the Government of the United States of America to such additional exports. The Government of the Republic of China may request such agreement at any time it believes appropriate. The Government of the United States of America shall give due consideration to such request and shall respond promptly thereto.

4. The following shall be applied separately to the wool textile aggregate, group and specific limits and to the man-made fiber textile aggregate, group and specific limits:

(a) For any agreement year subsequent to the first agreement year and immediately following a year of a shortfall (i.e., a year in which textile exports from the Republic of China were below the aggregate limit and any group and specific limits applicable to the category concerned) the Government of the Republic of China may permit exports to exceed these limits by carryover in the following amounts and manner:

- (i) the carryover shall not exceed the amount of shortfall in either the aggregate limit or any applicable group or specific limit and shall not exceed either five percent of the aggregate limit or five percent of the applicable group limit in the year of the shortfall, and
- (ii) in the case of shortfalls in the categories subject to specific limits the carryover shall be

used in the same category in which the shortfall occurred, and shall not exceed five percent of the specific limit in the year of the shortfall, and

(iii) in the case of shortfalls not attributable to categories subject to specific limits, the carryover shall be used in the same group in which the shortfall occurred and shall not be used to exceed any applicable specific limit except in accordance with the provisions of paragraph 7 and shall be subject to the provisions of paragraph 3 of this Agreement.

(b) The limits referred to in subparagraph (a) of this paragraph are without any adjustments under this paragraph or paragraphs 5, 6, or 7.

(c) The carryover shall be in addition to the exports permitted in paragraphs 5, 6, and 7 of this Agreement.

5. In addition to the amounts provided for under paragraphs 2 and 4, aggregate exports of man-made fiber textiles may be increased by an amount equal to 5 percent of the aggregate limit, and within that amount, exports in any group or category may be exceeded by 5 percent of the applicable group and category limits, provided that exports under the bilateral cotton textile agreement for the corresponding year ending December 31, are below the aggregate limit and the comparable group and category limits established therein by an equivalent square yard amount. In applying this paragraph only, the maximum allowable exports under the bilateral cotton textile agreement shall be deemed the "limits".

6. Within the applicable aggregate limits, as they may be adjusted under paragraphs 4 and 5, exports in the apparel groups for man-made fiber textiles and for wool textiles may exceed the applicable group limits as adjusted pursuant to paragraph 5 by 5 percent of such adjusted limits in each year and exports in the other groups may exceed the group limits applicable thereto as adjusted pursuant to paragraph 5 by 10 percent.

7. Within the applicable aggregate and group limits as adjusted pursuant to paragraphs 4, 5, and 6, exports in any category given a specific limit may exceed that limit by not more than 5 percent in addition to the amount authorized under paragraph 4; provided, however, that the total of exports authorized for any category under this paragraph and paragraph 5 shall not exceed 5 percent of the unadjusted category limit for the year in question.

8. The Government of the Republic of China shall use its best efforts to space exports to the United States of America as evenly as practicable taking into account seasonal factors.

9. If the Government of the Republic of China considers that as a result of limits specified in this Agreement the Republic of China is being placed in an inequitable position vis-à-vis a third country, the Government of the Republic of China may request consultations with a view to taking appropriate remedial action such as a reasonable modification of this Agreement.

10. Each Government agrees to supply promptly any relevant available statistical data requested by the other Government. In particular, the Governments agree to exchange monthly data on exports and imports of wool and man-made fiber textiles from the Republic of China to the United States of America.

11. (a) For the purpose of this Agreement the schedules of categories and conversion factors attached hereto as annex B shall apply.

(b) (i) Any textile product which is wholly or in part of wool and/or man-made fiber, but is not in chief value cotton, shall be subject to the terms of this Agreement.

(ii) For purpose of this Agreement a product covered under (b) (i) shall be treated as a wool textile product if in chief value wool or if, (a) it is 17 percent or more by weight of wool, or, (b) the weight of the wool component is not less than the weight of the man-made fiber content, or (c) the product contains no man-made fiber. All other textile products provided for under (b) (i) shall be considered man-made fiber textile products.

(c) Both Governments agree to take such measures as may be appropriate to prevent the evasion of this Agreement by substitution, transshipment, or other means.

12. (a) The Governments agree to consult on any question arising in the implementation of this Agreement. Mutually satisfactory administrative arrangements or adjustments may be made to resolve minor problems arising in the implementation of this Agreement including differences in points of procedure or operation.

(b) Experts of the two Governments shall meet to consider hardship situations which may exist at the outset of the present Agreement. The experts may make recommendations to the two Governments for appropriate solutions. In considering these situations, conditions in both Countries shall be taken into account.

13. The Government of the Republic of China shall administer its export control system under this Agreement. The Government of the United States of America may assist the Government of the Republic of China in implementing the limitations of this Agreement.

14. A schedule of handicraft and art articles which shall be exempt from the limitations of this Agreement shall be developed by the two governments and incorporated into this Agreement as annex C.

15. Either Government may terminate this Agreement effective at the end of an agreement year by written notice to the other Government to be given at least 90 days prior to the end of such agreement year. Either Government may at any time propose revisions in the terms of this Agreement.

If this proposal is acceptable to the Government of the Republic of China, this note and your note of confirmation on behalf of the Government of the Republic of China shall constitute an agreement between the Government of the United States of America and the Government of the Republic of China.

Accept, Excellency, the assurances of my highest consideration.

For the Secretary of State:

DAVID M. KENNEDY

Ambassador at Large of the United States of America

His Excellency Y. T. Wong
Director General
Board of Foreign Trade
Republic of China

Enclosures:
Annex A
Annex B

ANNEX A

MAN-MADE FIBER AND WOOL TEXTILE PRODUCTS

1. The aggregate and group limits for exports of man-made fiber textiles from the Republic of China to the United States of America for the five years beginning October 1, 1971, shall not exceed 2,670,000,000 square yards equivalent. The totals for the first three years are indicated below in square yards equivalent.

<i>Period</i>	<i>Limit</i>
<i>October 1, 1971–September 30, 1972</i>	
Aggregate.....	467,500,000
Group I — Apparel (Categories 214–240).....	401,500,000
Group II — Fabric (Categories 206–213).....	52,000,000
Group III — Other (Categories 200–205, 241–243).....	14,000,000
<i>October 1, 1972–September 30, 1973</i>	
Aggregate.....	511,912,500
Group I—Apparel (Categories 214–240).....	439,642,500
Group II—Fabric (Categories 206–213).....	56,940,000
Group III—Other (Categories 200–205, 241–243).....	15,330,000
<i>October 1, 1973–September 30, 1974*</i>	
Aggregate.....	557,984,600
Group I—Apparel (Categories 214–240).....	479,210,300
Group II—Fabric (Categories 206–213).....	62,064,600
Group III—Other (Categories 200–205, 241–243).....	16,709,700

2. The aggregate and group limits in square yards equivalent for exports of wool textiles from the Republic of China to the United States of America for the periods indicated below are:

<i>Period</i>	<i>Limit</i>
<i>October 1, 1971–September 30, 1972</i>	
Aggregate.....	4,747,000
Group I—Apparel (Categories 111–125).....	4,347,000
Group II—Fabrics, made-ups and miscellaneous (Categories 101–110, 128–132).....	400,000
<i>October 1, 1972–September 30, 1973</i>	
Aggregate.....	4,794,500
Group I—Apparel (Categories 111–125).....	4,390,500
Group II—Fabric, made-ups and miscellaneous (Categories 101–110, 128–132).....	414,000
<i>October 1, 1973–September 30, 1974</i>	
Aggregate.....	4,842,500
Group I—Apparel (Categories 111–125).....	4,434,400
Group II—Fabric, made-ups and miscellaneous (Categories 101–110, 128–132).....	408,100
<i>October 1, 1974–September 30, 1975</i>	
Aggregate.....	4,890,900
Group I—Apparel (Categories 111–125).....	4,478,700
Group II—Fabric, made-ups and miscellaneous (Categories 101–110, 128–132).....	412,200
<i>October 1, 1975–September 30, 1976</i>	
Aggregate.....	4,939,800
Group I—Apparel (Categories 111–125).....	4,523,500
Group II—Fabric, made-ups, and miscellaneous (Categories 101–110, 128–132).....	416,300

* See paragraph 2(b) of this Agreement regarding fourth and fifth year limits.

3. Growth in the group and specific limits in the second and succeeding years shall be at the same rate as growth in the aggregate limit in the second and succeeding years.

ANNEX B

CATEGORIES OF WOOL TEXTILE PRODUCTS

<i>Category number</i>	<i>Description</i>	<i>Unit</i>	<i>Conversion factor</i>
101	Wool tops and wool advanced	Lb.	1.95
102	Yarns of Angora Rabbit hair.....	Lb.	1.95
103	Other yarns of wool and hair.....	Lb.	1.95
104	Woven fabrics of wool, including blankets (carriage robes, lap robes, steamer rugs, etc.) over 3 yards in length.....	Syd.	1.0
105	Billiard cloth	Syd.	1.0
106	Blankets	Lb.	1.295
107	Carriage and auto robes, etc., n.e.s.	Lb.	1.295
108	Tapestries and upholstery fabrics	Syd.	1.0
109	Pile and tufted fabrics.....	Syd.	1.0
110	Knit fabrics in the piece	Lb.	1.95
111	Hosiery.....	Dpr.	2.7814
112	Gloves and mittens.....	Dpr.	2.093
113	Underwear, knit.....	Lb.	1.95
114	Other infants' articles, knit, not ornamented	Lb.	1.95
115	Knit hats and similar items.....	Lb.	1.95
116	Knit wearing apparel, n.e.s., valued not over \$5 per pound	Lb.	1.95
117	Knit wearing apparel, n.e.s., valued over \$5 per pound	Lb.	1.95
118	Hats, caps, not blocked.....	Lb.	1.95
119	Hats, caps, blocked, finished.....	Lb.	1.95
120	Men's and boys' suits.....	No.	4.5
121	Men's and boys' outer coats.....	No.	4.5
122	Women's, misses', and children's coats and suits..	No.	4.75
123	Women's, misses', and children's separate skirts..	No.	1.5
124	Trousers, slacks and shorts	No.	1.5
125	Articles of wearing apparel, n.e.s.	Lb.	2.0
126	Lace and net articles including veiling	Lb.	1.95
128	Miscellaneous manufactures of wool.....	Lb.	1.95
131	Braided floor coverings	Sft.	0.11
132	Wool floor coverings, n.e.s.	Sft.	0.11

CATEGORIES OF MAN-MADE FIBER TEXTILE PRODUCTS

200	Textured yarns.....	Lb.	3.51
201	Yarn wholly of continuous filament, cellulosic....	Lb.	5.19
202	Yarn wholly of continuous filament, other.....	Lb.	11.6
203	Yarn wholly of non-continuous filament, cellulosic.....	Lb.	3.4
204	Yarn wholly of non-continuous filament, other...	Lb.	4.12
205	Yarns, other	Lb.	3.51

<i>Category number</i>	<i>Description</i>	<i>Unit</i>	<i>Conversion factor</i>
206	Woven fabrics, cellulosic, wholly of continuous man-made fiber	Syd.	1.0
207	Woven fabrics, cellulosic, wholly of non-continuous fibers.....	Syd.	1.0
208	Woven fabrics, other, wholly of continuous man-made fiber	Syd.	1.0
209	Woven fabrics, other wholly of non-continuous fiber	Syd.	1.0
210	Woven fabrics, other, of man-made fiber	Syd.	1.0
211	Knit fabrics.....	Lb.	7.8
212	Pile and tufted fabrics.....	Syd.	1.0
213	Specialty fabrics	Lb.	7.8
214	Gloves and mittens, knit, whether or not ornamented.....	Dpr.	3.53
215	Hosiery.....	Dpr.	4.6
216	Dresses, knit.....	Doz.	45.3
217	Pajamas and other nightwear, knit.....	Doz.	51.96
218	T-shirts, knit.....	Doz.	7.24
219	Shirts, other (including blouses), knit	Doz.	18.36
220	Skirts, knit	Doz.	17.8
221	Sweaters and cardigans, knit	Doz.	36.8
222	Trousers, slacks and shorts, knit, women's, girls' and infants'	Doz.	17.8
223	Underwear, knit	Doz.	16.0
224	Other wearing apparel, knit, whether or not ornamented.....	Lb.	7.8
225	Body-supporting garments	Doz.	4.75
226	Handkerchiefs.....	Doz.	1.66
227	Mufflers, scarves and shawls, not knit	Lb.	7.8
228	Blouses, not knit	Doz.	14.53
229	Coats, not knit	Doz.	41.25
230	Dresses, not knit	Doz.	45.3
231	Dressing gowns, including bathrobes and beachrobes, not knit	Doz.	51.0
232	Pajamas and other nightwear, not knit	Doz.	51.96
233	Playsuits, sunsuits, washsuits, etc., not knit	Doz.	21.3
234	Dress shirts, not knit	Doz.	22.19
235	Shirts, other, not knit.....	Doz.	24.46
236	Skirts, not knit	Doz.	17.8
237	Suits, not knit.....	No.	4.5
238	Trousers, slacks and shorts, not knit.....	Doz.	17.8
239	Underwear, not knit	Doz.	16.0
240	Other wearing apparel, not knit, whether or not ornamented.....	Lb.	7.8
241	Floor coverings.....	Sft.	0.11
242	Other furnishings	Lb.	7.8
243	Manufactures, n.e.s. of man-made fiber	Lb.	7.8

II

December 30, 1971

Excellency:

I have the honor to acknowledge receipt of your note of this date containing a proposed agreement on the exports of wool and man-made fiber textiles from the Republic of China to the United States of America for the period from October 1, 1971, and extending through September 30, 1976, under the terms expressed therein.

I wish to confirm that the Government of the Republic of China accepts the proposed Agreement contained in your note of the above-mentioned date and agrees that Your Excellency's note and this note of confirmation shall constitute an agreement between our two Governments.

I renew to Your Excellency the assurances of my highest consideration.

[Signed]

Y. T. WONG
Director general
Board of Foreign Trade
Republic of China

His Excellency David M. Kennedy
Ambassador at Large
Department of State
Washington, D. C.

EXCHANGE OF NOTES CONSTITUTING AN AGREEMENT¹
BETWEEN THE UNITED STATES OF AMERICA AND THE
REPUBLIC OF CHINA AMENDING THE AGREEMENT OF
30 DECEMBER 1971 RELATING TO TRADE IN WOOL
AND MAN-MADE FIBER TEXTILE PRODUCTS

I

DEPARTMENT OF STATE
WASHINGTON

September 20, 1972

Excellency:

I have the honor to refer to the Agreement between our two Governments concerning exports of wool and man-made fiber textile products from the Republic of China to the United States effected by exchange of notes on December 30, 1971,² and in particular to that portion of annex B of the agreement entitled "Categories of Man-made Fiber Textile Products". Pursuant to recent conversations between representatives of our two Governments, I have the honor to propose that the description of Category 222 as contained in annex B be amended to read as follows: "Trousers, slacks and shorts, knit, men's, boys', women's, girls' and infants'".

If the foregoing is acceptable to your Government, this note and Your Excellency's note of acceptance on behalf of the Government of the Republic of China shall constitute an amendment of the wool and man-made fiber textile Agreement effected by exchange of notes on December 30, 1971.

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

For the Secretary of State:
WILLIS C. ARMSTRONG

His Excellency James C. H. Shen,
Chinese Ambassador

II

EMBASSY OF THE REPUBLIC OF CHINA
WASHINGTON, D.C.

September 20, 1972

Excellency:

I have the honor to acknowledge receipt of your note of this date which reads as follows:

¹ Came into force on 20 September 1972 by the exchange of the said notes.

² See p. 82 of this volume.

[*See note I*]

I have further the honor to confirm the foregoing understanding on behalf of the Government of the Republic of China.

Accept, Excellency, the assurances of my highest consideration.

[*Signed*]

JAMES C. H. SHEN

Ambassador of the Republic of China

The Honorable William P. Rogers
Secretary of State
The Department of State
Washington, D. C.

EXCHANGE OF NOTES CONSTITUTING AN AGREEMENT¹
 BETWEEN THE UNITED STATES OF AMERICA AND THE
 REPUBLIC OF CHINA AMENDING THE AGREEMENT
 OF 30 DECEMBER 1971, AS AMENDED,² RELATING
 TO TRADE IN WOOL AND MAN-MADE FIBER TEXTILE
 PRODUCTS

I

DEPARTMENT OF STATE
 WASHINGTON

November 16, 1972

Excellency:

I have the honor to refer to the Agreement between our two Governments concerning exports of wool and man-made fiber textile products from the Republic of China to the United States effected by exchange of notes on December 30, 1971,³ and in particular to that portion of annex A of the Agreement establishing aggregate and group limits for exports of wool textile products. Pursuant to recent conversations between representatives of our two Governments, I propose that the aforesaid portion of annex A be amended to read as follows:

“2. The aggregate and group limits in square yards equivalent for exports of wool textiles from the Republic of China to the United States of America for the periods indicated are:

<i>Period</i>	<i>Limit (Sq. Yds. Equiv.)</i>
<i>October 1, 1971–September 30, 1972</i>	
Aggregate.....	4,747,000
Group I—Apparel (Categories 111–125).....	4,347,000
Group II—Fabric, made-ups and miscellaneous (Categories 101–110, 126, 128–132).....	400,000
<i>October 1, 1972–September 30, 1973</i>	
Aggregate.....	4,794,500
Group I—Apparel (Categories 111–125).....	3,990,500
Group II—Fabric, made-ups and miscellaneous (Categories 101–110, 126, 128–132).....	804,000
<i>October 1, 1973–September 30, 1974</i>	
Aggregate.....	4,842,500
Group I—Apparel (Categories 111–125).....	4,030,400
Group II—Fabric, made-ups and miscellaneous (Categories 101–110, 126, 128–132).....	812,100

¹ Came into force on 16 November 1972 by the exchange of the said notes.

² See pp. 82 and 90 of this volume.

³ See p. 82 of this volume.

<i>Period</i>	<i>Limit (Sq. Yds. Equiv.)</i>
<i>October 1, 1974–September 30, 1975</i>	
Aggregate.....	4,890,900
Group I—Apparel (Categories 111–125).....	4,070,700
Group II—Fabric, Made-ups and miscellaneous (Categories 101–110, 126, 128–132).....	820,200
<i>October 1, 1975–September 30, 1976</i>	
Aggregate.....	4,939,800
Group I—Apparel (Categories 111–125).....	4,111,400
Group II—Fabric, made-ups and miscellaneous (Categories 101–110, 126, 128–132).....	828,400

If the foregoing is acceptable to your Government, this note and Your Excellency's note on behalf of the Government of the Republic of China shall constitute an amendment of the wool and man-made fiber textile Agreement effected by exchange of notes on December 30, 1971.

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

For the Secretary of State:
WILLIS C. ARMSTRONG

His Excellency James C. H. Shen
Chinese Ambassador

II

EMBASSY OF THE REPUBLIC OF CHINA
WASHINGTON, D. C.

November 16, 1972

Excellency:

I have the honor to refer to your note of November 16, 1972, proposing an amendment to annex A of the wool and man-made fiber textile Agreement between the Governments of the Republic of China and the United States of America effected by exchange of notes on December 31, 1971.

On behalf of the Government of the Republic of China, I accept the amendment proposed in Your Excellency's note and agree that your note and this note of acceptance constitute an amendment of the wool and man-made fiber textile Agreement between our two Governments.

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

[Signed]
JAMES C. H. SHEN

The Honorable William P. Rogers
Secretary of State
The Department of State
Washington, D. C.

EXCHANGE OF NOTES CONSTITUTING AN AGREEMENT¹
BETWEEN THE UNITED STATES OF AMERICA AND THE
REPUBLIC OF CHINA ADDING ANNEX C TO THE AGREE-
MENT OF 30 DECEMBER 1971, AS AMENDED,² RELATING
TO TRADE IN WOOL AND MAN-MADE FIBER
TEXTILE PRODUCTS

I

EMBASSY OF THE REPUBLIC OF CHINA
WASHINGTON, D. C.

March 22, 1973

Excellency:

I have the honor to refer to paragraph 14 of the wool and man-made fiber textile Agreement of December 30, 1971,³ between our two Governments (the Agreement), which provides that:

“A schedule of handicraft and art articles which shall be exempt from the limitations of this Agreement shall be developed by the two Governments and incorporated into this Agreement as annex C.”

Pursuant to the aforesaid paragraph of the Agreement, I propose on behalf of my Government that the following be incorporated into the Agreement as annex C.

ANNEX C

The following handicraft and art articles, produced or manufactured in the Republic of China, shall be exempt from the limitations of the Agreement:

- a. Pincushions;
- b. Embroideries (needlework), of man-made fabrics with design embroidered with wool thread;
- c. Handmade carpets, i.e., in which the pile was inserted or knotted by hand;
- d. Christmas tree or Easter ornaments having a non-textile core or a non-textile structured frame and man-made fiber textile covering; and
- e. Toy animals, birds or insects with a plastic, wire, or other non-textile core that are covered or decorated with textile thread or fiber.

If this proposal is acceptable to the Government of the United States of America, this note and your note of confirmation on behalf of your Government shall constitute agreement between our two Governments on annex C.

¹ Came into force on 22 March 1973 by the exchange of the said notes.

² See pp. 82, 90 and 92 of this volume.

³ See p. 82 of this volume.

Accept, Excellency, the assurances of my highest consideration.

[Signed]

JAMES C. H. SHEN
Ambassador of the Republic of China

The Honorable William P. Rogers
Secretary of State
The Department of State
Washington, D. C.

II

March 22, 1973

Excellency:

I have the honor to refer to the Agreement concerning exports of wool and man-made fiber textiles from the Republic of China to the United States and to your Excellency's note of today's date which proposes the following:

[See note I]

I further have the honor to confirm that this proposal is acceptable to my Government and that Your Excellency's note and this note in reply constitute an agreement between our two Governments on annex C.

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

For the Secretary of State:

[Signed]

JULIUS L. KATZ
Acting Assistant Secretary

His Excellency James C. H. Shen
Chinese Ambassador
