

No. 18640

**UNITED STATES OF AMERICA
and
YUGOSLAVIA**

**Exchange of notes constituting an agreement relating to
trade in textiles. Belgrade, 26 and 27 October 1978**

Authentic text: English.

Registered by the United States of America on 18 April 1980.

**ÉTATS-UNIS D'AMÉRIQUE
et
YUGOSLAVIE**

**Échange de notes constituant un accord relatif au commerce
de textiles. Belgrade, 26 et 27 octobre 1978**

Texte authentique : anglais.

Enregistré par les États-Unis d'Amérique le 18 avril 1980.

EXCHANGE OF NOTES CONSTITUTING AN AGREEMENT¹ BETWEEN THE UNITED STATES OF AMERICA AND THE SOCIALIST FEDERAL REPUBLIC OF YUGOSLAVIA RE- LATING TO TRADE IN TEXTILES

I

October 26, 1978

Excellency:

I have the honor to refer to the Arrangement Regarding International Trade in Textiles, done at Geneva on December 20, 1973², as extended by Protocol done at Geneva on December 14, 1977³ (the "Arrangement") and to the Agreement Regarding Trade in Textiles, of February 14, 1976, between the Government of the Socialist Federal Republic of Yugoslavia and the Government of the United States of America (the "1976 Agreement").⁴

I have also the honor to refer to consultations between representatives of the Government of the Socialist Federal Republic of Yugoslavia and the Government of the United States of America held pursuant to the 1976 Agreement on May 4, 5 and 11, 1978, in Washington and on June 13, 1978, in Belgrade, concerning trade in men's and boys' wool and man-made fiber suits. On the basis of these consultations, and in accordance with the Arrangement, I have the honor to propose the following agreement between our two Governments:

1. For each calendar year (Agreement Year) during the period from January 1, 1978, through December 31, 1980, exports of men's and boys' wool and man-made fiber suits from Yugoslavia to the United States are subject to the limits set out in this agreement.
2. Men's and boys' wool and man-made fiber suits as a group are subject to a group limit of 152,400 units during calendar year 1978 (the first Agreement Year January 1, 1978, through December 31, 1978). The group limit shall be increased by six percent annually for calendar years (Agreement Years) 1979 and 1980.
3. Within the group limit for each calendar year (Agreement Year), men's and boys' wool suits shall be subject to a specific limit. This limit, 92,400 units in the first calendar year (Agreement Year), shall be increased by one percent annually for calendar years 1979 and 1980.
4. During any calendar year (Agreement Year), and within the group limit for men's and boys' wool and man-made fiber suits for such calendar year (Agreement Year), as it may be adjusted pursuant to paragraph 5, the specific limit for men's and boys' wool suits as set out in paragraph 3 may be exceeded by not more than five percent. Adjustments made pursuant to this paragraph are in addition to those pursuant to paragraph 5.

¹ Came into force on 26 June 1979, upon approval by competent authorities of both Parties, in accordance with the provisions of the said notes.

² United Nations, *Treaty Series*, vol. 930, p. 166.

³ *Ibid.*, vol. 1078, p. 288.

⁴ See "Exchange of notes constituting an agreement between the United States of America and the Socialist Federal Republic of Yugoslavia relating to consultations on market disruption in textiles, Belgrade, 14 January 1976" in United Nations, *Treaty Series*, vol. 1041, p. 183.

5. During any calendar year (Agreement Year) exports may exceed the group limit by a maximum of 11 percent by allocating to such limit an unused portion of the corresponding limit for the previous calendar year (carry over) or a portion of the corresponding limit for the succeeding calendar year (carry forward), provided that carry over shall not be applied to calendar 1978 and carry forward shall not be applied to calendar year 1980. Carry over and carry forward together shall not exceed 11 percent of the receiving calendar year's group limit. Carry over shall not exceed the lesser of A) 11 percent of the receiving calendar year's group limit, or B) the unused amount of the previous calendar year's group limit; up to 67 percent of such carry over utilized may be applied to the wool suit limit. Carry forward shall not exceed six percent of the receiving calendar year's limit and shall be charged to the limit for the same product for the succeeding calendar year. Adjustments made pursuant to this paragraph are in addition to those made pursuant to paragraph 4.

6. The two Governments will exchange statistics on exports and imports of men's and boys' wool and man-made fiber suits subject to this agreement on a monthly basis.

If the foregoing conforms with the understanding of the Government of the Socialist Federal Republic of Yugoslavia, this Note and Your Excellency's Note of Confirmation on behalf of the Socialist Federal Republic of Yugoslavia shall constitute an agreement between our two Governments.

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

LAWRENCE S. EAGLEBURGER

His Excellency Metod Rotar
Federal Secretary for Foreign Trade
Beograd
Thursday, October 26, 1978

II

SOCIALIST FEDERAL REPUBLIC OF YUGOSLAVIA
FEDERAL SECRETARIAT FOR FOREIGN TRADE

Federal Secretary

October 27, 1978

Excellency,

I have the honour to acknowledge receipt of Your Excellency's Note dated October 26, 1978, concerning Agreement Between the Governments of the Socialist Federal Republic of Yugoslavia and the United States of America regarding Yugoslav exports to the U.S. of men's and boys' wool and man-made fiber suits.

[See note I]

I have the honour to inform You that the foregoing text is in accordance with the position of my Government and that Your Excellency's note and this note in reply to it constitute the Agreement between the two governments, which

shall enter into force after being approved by competent authorities of the two parties.

Accept, Excellency, the assurances of my high consideration.

[Signed]

METOD ROTAR
Federal Secretary for Foreign Trade

His Excellency Mr. Lorenc Iglberger
Ambassador of the United States of America