

No. 7228

**UNITED STATES OF AMERICA
and
ISRAEL**

**Exchange of notes (with annex) constituting an agreement
relating to trade in cotton textiles. Tel Aviv and
Jerusalem, 5 and 22 November 1963**

Official text : English.

Registered by the United States of America on 28 April 1964.

**ÉTATS-UNIS D'AMÉRIQUE
et
ISRAËL**

**Échange de notes (avec annexe) constituant un accord re-
latif au commerce des textiles de coton. Tel-Aviv et
Jérusalem, 5 et 22 novembre 1963**

Texte officiel anglais.

Enregistré par les États-Unis d'Amérique le 28 avril 1964.

No. 7228. EXCHANGE OF NOTES CONSTITUTING AN AGREEMENT¹ BETWEEN THE UNITED STATES OF AMERICA AND ISRAEL RELATING TO TRADE IN COTTON TEXTILES. TEL AVIV AND JERUSALEM, 5 AND 22 NOVEMBER 1963

I

The American Ambassador to the Israeli Deputy Prime Minister and Acting Minister for Foreign Affairs

No. 45

Tel Aviv, November 5, 1963

Excellency :

I have the honor to refer to recent discussions between representatives of the Government of the United States and the Government of Israel, concerning trade in cotton textiles between Israel and the United States.

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

1) The Government of Israel shall limit its annual exports to the United States in all categories of cotton textiles for the twelve-month period beginning October 1, 1963 to an aggregate limit of 12.5 million square yards equivalent.

2) Within the aggregate annual limit specified in paragraph 1, the following specific ceilings shall apply :

a) Categories 1 and 2 : 1,700,000 lbs., provided that within this ceiling, annual exports in category 2 shall not exceed 50,000 lbs.

b) Category 3 : 210,000 lbs.

c) Category 48 : 26,000 doz.

3) Any shortfalls occurring in the aggregate annual limit established for category 48 may be used to effect a corresponding increase in any other category, provided that such increases may be made in categories 1, 2 and 3 only by prior mutual agreement. Annual exports in 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 4-38 incl. and 64 : 350,000 syds. equivalent.

b) Categories 39-47 incl. and 49-63 incl. : 250,000 syds. equivalent.

¹ Came into force on 22 November 1963, with retroactive effect as from 1 October 1963, in accordance with the terms of the said notes.

4) The limits on exports established by paragraphs 1), 2) and 3) of this agreement shall be raised by 5 per cent for the twelve-month period beginning on October 1, 1964 and, on a cumulative basis, for each subsequent twelve-month period.

5) The Government of Israel shall space its annual exports within Categories 1, 2 and 3 on a cumulative, quarterly percentage basis of 30-55-80-100. Annual exports within category 48 shall be spaced on a cumulative quarterly percentage basis of 50-50-100-100.

6) 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 yards equivalent set forth in the annex hereto shall apply.

7) During the life of this agreement, the Government of the United States 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, 1962¹ to request restraint on the export of cotton textiles from Israel to the United States. 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 Israel 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 Israel in order to reach a mutually satisfactory solution to the problem. The Government of Israel shall agree to enter into such consultations, and, during the course thereof, shall limit its exports of the item in question to an annual level of 105 per cent of its exports of that item during the twelve-month period immediately preceding the month in which consultations are requested.

9) The Governments agree to consult on any question arising in the implementation of this agreement or in connection therewith. In particular, in view of the Government of Israel's anticipation of the development of the Israel textile industry, the Government of the United States agrees to undertake, at the request of the Government of Israel, a joint re-examination of the aggregate ceiling established in paragraph 1 of this agreement in the light of the record of Israel in meeting the ceilings established in this agreement, and taking into consideration the condition of the United States cotton textile market at the time of such re-examination.

10) This agreement shall continue in force until and including 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 end of a twelve-month period by written notice to the other Government to be given at least 90 days prior to the end of such twelve-month period.

If these proposals are acceptable to the Government of Israel, this Note and your Excellency's Note of acceptance on behalf of the Government of Israel shall constitute an agreement between our Governments.

¹ See footnote 1, p. 32 of this volume.