

The restraint arrangement with Indonesia provides an additional 5% of restraint levels in four clothing categories for hand-made cottage industry products made of handloomed fabrics of the cottage industry.

Anti-Surge Provisions:

Anti-surge provisions have been included in arrangements with Hong Kong, Korea, the Taiwan Textile Federation, the People's Republic of China, Indonesia, Poland and Romania. These provisions will enable Canada to deal with short-term surges in imports of restrained products when it is anticipated that, during any particular restraint period of these arrangements, difficulties may arise from a sharp and substantial increase, by comparison to the preceding restraint period, in imports of a given category subject to quantitative limits.

Consultation Mechanism Standard:

The restraint arrangements with twelve supplying countries (Bulgaria, India, Indonesia, Malaysia, Pakistan, Philippines, Poland, Romania, Singapore, Sri Lanka, Thailand and Vietnam) contain a Consultation Mechanism Standard (CMS) whereby Canada may request consultations to establish specific restraints on previously unrestrained textile and clothing items. Although certain CMS provisions vary from arrangement to arrangement, generally speaking, the Government of Canada may request consultations with the other Government in the event it believes that imports of a product are, due to market disruption or threat thereof, threatening to impede the orderly development of trade. The other Government agrees to consult with the Government of Canada within 30 days (90 days in the case of India) from receipt of the request for consultations, with both Governments to make every effort to reach agreement within 90 days of receipt of the request, unless extended. Within the 90-day time limit, the other Government agrees to hold its exports of the product in question to the following level:

- 25% of imports in the 12 months preceding the month of request (Bulgaria);
- 30% of imports in the 12 months preceding the month of request (Pakistan, Poland, Sri Lanka);
- 35% of imports in the 12 months preceding the month of request (India, Indonesia, the Philippines, Romania, Thailand);