

(3) The Government of Japan will meet promptly with the Government of Canada when requested under sub-paragraph (1) above to work out a mutually satisfactory solution to such problems as may exist with the textile or textiles affected. The consultations shall be concluded within thirty days from the date of the request for such consultations, unless the two Governments agree otherwise.

(4) In the event that such consultations do not result in a mutually satisfactory solution, the Government of Canada may request the Government of Japan to limit the exports to Canada of the textile or textiles affected. In that case, the Government of Japan shall limit exports of such textile or textiles at levels not greater than the levels set forth in Annex B for the twelve-month period beginning from the date on which the consultations were requested.

4. The Government of Japan agrees to provide as soon as possible, after each quarter, statistics on exports from Japan to Canada of the textiles listed in Annex A and B for the period referred to in paragraph 1.

5. The foregoing provisions will be implemented by the two Governments in accordance with the laws and regulations applicable in their respective countries.

6. Upon request of either Government, the two Governments agree to review the foregoing provisions prior to December 31, 1979, taking into account the changing patterns of trade that are developing between the two countries in the textiles covered by this Note.

I have further the honour to propose that this Note, together with the Annexes hereto, and Your Excellency's Note in reply confirming on behalf of the Government of Canada the foregoing understanding shall constitute an agreement between our two Governments, which shall enter into force on the date of Your Excellency's reply.

Accept, Excellency, the assurances of my highest consideration.

MICHIAKI SUMA  
*Ambassador of Japan,*  
Ottawa.