



Minister for International Trade

Ministre du Commerce International

Ottawa, Canada K1A 0G2

JUN 30 1997

His Excellency Herminio Blanco Mendoza
Secretary of Commerce and
Industrial Development
Alfonso Reyes 30, Piso 10
Col. Hipodromo de la Condesa
06179 Mexico D.F.
Mexico

Dear Mr. Secretary:

I have the honour to confirm the understanding reached by the delegations of Canada, the United States of America and the United Mexican States, under Article 302.3 of the North American Free Trade Agreement (NAFTA), to accelerate the elimination of customs duties with respect to certain goods as specified in the attached Annex to this letter.

I further confirm that this letter and the Annex to this letter and your letter to me, together with your letter to Ambassador Barshefsky and her letter to you, and my letter to Ambassador Barshefsky and her letter to me shall constitute an agreement between the three countries. Pursuant to Article 302.3 of the NAFTA, this agreement between the Parties shall supersede duty rates or staging categories determined pursuant to each Party's tariff schedule to Annex 302.2 of the NAFTA for the goods specified in the attached Annex. I further confirm that this agreement shall enter into force on July 1, 1997, on exchange of written notifications certifying the completion of each Party's applicable legal procedures.

Yours sincerely,

A handwritten signature in cursive script that reads "Sergio Marchi".

Hon. Sergio Marchi

Enclosure