THE UNITED STATES TRADE REPRESENTATIVE Executive Office of the President Washington, D.C. 20506

August 16, 1991

Mr. Marc Brault Charge d'affaires a.i. Embassy of Canada 501 Pennsylvania Avenue, N.W. Washington, D.C. 20001

Dear Mr. Brault:

I have the honor to refer to discussions between representatives of our governments, including ministers, regarding the acceleration of the elimination of tariffs on certain goods under Article 401.5 and the amendment of Rules 2, 3 and 4 of Section III, Annex 301.2 of Chapter 3 of the United States-Canada Free-Trade Agreement.

I have the honor to propose that the attached accelerated implementation Schedule, and the accelerated implementation Schedules to be attached to your reply, shall become a part of the Free-Trade Agreement and replace and supersede the implementation Schedules for those goods contained in the Free-Trade Agreement, effective July 1, 1991.

I also have the honor to propose that Rules 2, 3 and 4 of Section III of Annex 301.2 of Chapter 3 of the United States-Canada Free-Trade Agreement be deleted, effective January 1, 1992.

I have the further honor to propose that this letter and the attached Schedule, together with your reply and its attached Schedules, which are authentic upon verification in the English and French languages, shall constitute an agreement between our two governments, amending the Free-Trade Agreement, and shall enter into force on the date of your reply.

> Sincerety, Carla A. Hills

CAH:rr