

Ottawa, Ontario
January 2, 1988

The Honourable Clayton Yeutter
United States Trade Representative
Washington, D.C.

Dear Mr. Yeutter:

I have the honour to reconfirm the following understanding reached between the delegations of Canada and of the United States of America in the course of negotiating the Free-Trade Agreement between our two Governments signed on this day:

"The Parties recognize that this Agreement is subject to domestic approval procedures. Accordingly, both Parties understand the need to exercise their discretion in the period prior to entry into force so as not to jeopardize the approval process or undermine the spirit and mutual benefits of the Free Trade Agreement."

I would be grateful if you would confirm that this understanding is shared by your Government.

Yours sincerely,

Pat Carney