



501 Pennsylvania Ave., N.W.
Washington, D.C. 20001

May 1, 1990

The Honourable S. Linn Williams
Acting United States Trade Representative
600 17th Street, N.W.
Washington, D.C. 20506

Dear Ambassador Williams,

I have the honour to refer to recent discussions between officials of our two Governments in the Working Group established pursuant to Annex 705(4) of the Canada-United States Free Trade Agreement on the Levels of Government Support for Wheat, Oats and Barley.

I have the further honour to propose pursuant to paragraphs 5 and 6 of the Annex that our Governments agree to add certain new programs to Schedules 1 and 3 of the Annex and to correct one omission in the text, as set out below:

- (a) to include under Schedule 1 "United States Government Support Programs", Part A "Direct Payments", the following program and agreed-to methodology:

5.1 Payments Pursuant to the Disaster Assistance Act of 1988

The support provided by the federal government to producers of wheat and barley through the Disaster Assistance Act of 1988 is the total amount paid to producers of such grain for the crop year.

- (b) to include under Schedule 2 "Canadian Government Support Programs", Part A "Direct Payments", the following programs and agreed-to methodologies: