THE UNITED STATES TRADE REPRESENTATIVE WASHINGTON 20506

December 30, 1986

The United States Trade Representative presents its compliments to the Embassy of Canada and has the honor to acknowledge the receipt of your Government's Note of today's date, enclosing the Memorandum of Understanding attached thereto concerning trade in certain softwood lumber products, which reads as follows:

The Embassy of Canada presents its compliments to the United States Trade Representative and has the honor to refer to the recent discussions held between representatives of the Government of Canada and the Government of the United States of America concerning trade in certain softwood lumber products, and to confirm on behalf of the Government of Canada, that it will implement the measures incumbent upon the Government of Canada pursuant to the Memorandum of Understanding attached hereto.

The Canadian Embassy further has the honor to request that the United States Trade Representative confirm on behalf of the Government of the United States of America that it will implement the measures incumbent upon the Government of the United States of America pursuant to the Memorandum of Understanding and that the Understanding will enter into force on the date of the reply of the United States Trade Representative.

The Canadian Embassy avails itself of this opportunity to renew to the United States Trade Representative the assurance of its highest consideration.

The United States Trade Representative further has the honor to confirm on behalf of the Government of the United States of America that it will implement the measures incumbent upon the Government of the United States of America pursuant to the Understanding and that the Understanding will enter into force on the date of this reply.

The United States Trade Representative further has the honor to inform the Government of Canada that the Understanding is a trade agreement for purposes of United States law.