

June 28, 2007

Mr. Leroy Jhon Sheffer
Chief of International Commercial Negotiations
Ministry of Commerce and Industry
Republic of Panama

Dear Mr. Sheffer:

I am pleased to confirm my understanding that Article 3.6 (Goods Re-Entered after Repair or Alteration) of the United States – Panama Trade Promotion Agreement between our two Governments signed this day requires the United States to accord duty-free treatment to parts and equipment, regardless of their origin, used to repair a vessel temporarily exported from the United States to Panama for repair when the vessel (together with the parts and equipment) re-enters the United States after the repair.

Sincerely,

Everett Eissenstat
Assistant U.S. Trade Representative
for the Americas