U.S. BUSINESS COALITION FOR TPP

February 20, 2014

The Honorable Michael Froman United States Trade Representative Office of the United States Trade Representative 600 17th Street, N.W. Washington, DC 20508

Dear Mr. Ambassador:

The undersigned organizations are strong supporters of the Trans-Pacific Partnership (TPP) negotiations. The TPP has the potential to be a transformative trade agreement that creates jobs and economic growth and that becomes the magnet for future global trade liberalization.

A high-standard TPP will establish new norms and expectations for world-class rules in future trade agreements, not just in Asia, but globally. However, this potential will not be realized unless all participants are prepared to support a comprehensive agreement in which all countries agree to eliminate tariffs, as well as non-tariff barriers to trade in goods and services and investment.

For example, while every nation has sensitive sectors, we are very concerned that neither Japan nor Canada has been willing to offer comprehensive market-access liberalization. According to published reports, both countries seem intent on preserving the status quo for their most protected sectors.

Specifically, the scope and degree of market-access coverage reportedly offered by these two nations would be a significant step backward compared to prior U.S. trade agreements. Not only would the tariff barriers that Japan seeks to maintain be unprecedented, but they are in the very sectors that have the greatest potential for future trade growth between the United States and Japan.

The TPP must produce comprehensive market-access benefits with respect to tariffs, non-tariff barriers, services, and investment. In addition, it must address a range of existing and emerging issues that are critically important to the future of U.S. competitiveness, such as cross-border data flows, competition from state-owned enterprises, and the protection of intellectual property rights and investment. A failure to do so would establish adverse precedent, particularly if other important trading nations accede to the TPP in the future.

We therefore urge you to insist on comprehensive and highly ambitious outcomes in the TPP, both with respect to market access and with respect to rules that will level the playing field. An agreement of that kind will receive our enthusiastic support.

Sincerely,

American Apparel & Footwear Association (AAFA) American Farm Bureau Federation American Feed Industry Association American Legislative Exchange Council (ALEC) American Meat Institute American Peanut Council American Peanut Product Manufacturers, Inc. American Soybean Association Animal Health Institute Coalition of Services Industries (CSI) **Corn Refiners Association** Emergency Committee for American Trade (ECAT) Express Association of America (EAA) Fashion Accessories Shippers Association (FASA) International Dairy Foods Association National Association of Manufacturers (NAM) National Association of Wheat Growers National Cattlemen's Beef Association National Chicken Council National Confectioners Association National Corn Growers Association National Foreign Trade Council National Grain and Feed Association National Oilseed Processors Association National Pork Producers Council National Potato Council National Renderers Association National Retail Federation North American Export Grain Association North American Meat Association Pet Food Institute **Retail Industry Leaders Association** Semiconductor Equipment and Materials International (SEMI) Sweetener Users Association TechAmerica Travel Goods Association (TGA) United States Council for International Business United States Fashion Industry Association United States | New Zealand Council **US-ASEAN Business Council** U.S. Chamber of Commerce U.S. Grains Council U.S. Wheat Associates