The Honorable Norman Garcia Minister of Industry and Trade Tegucigalpa, Honduras

Dear Minister Garcia:

I have the honor to confirm the following understanding reached between the delegations of the United States and Honduras in the course of negotiations regarding Chapter Three, Section G (Textiles and Apparel) of the Free Trade Agreement between our Governments signed this day (the "Agreement"):

The United States will conduct an investigation to determine whether certain shirting fabrics are available in commercial quantities in a timely matter in the territory of any of the Parties to the Agreement, and will make the results of the investigation available to the Parties before the date of entry into force of the Agreement.

I have the honor to propose that this letter and your letter of confirmation in reply shall constitute an agreement between our two Governments.

Sincerely,

Robert B. Zoellick

## COURTESY TRANSLATION

May 28, 2004

The Honorable Robert B. Zoellick United States Trade Representative Washington, D.C.

Dear Ambassador Zoellick:

I am pleased to acknowledge your letter of today's date, which reads as follows:

"I have the honor to confirm the following understanding reached between the delegations of the United States and Honduras in the course of negotiations regarding Chapter Three, Section G (Textiles and Apparel) of the Free Trade Agreement between our Governments signed this day (the "Agreement"):

The United States will conduct an investigation to determine whether certain shirting fabrics are available in commercial quantities in a timely matter in the territory of any of the Parties to the Agreement, and will make the results of the investigation available to the Parties before the date of entry into force of the Agreement.

I have the honor to propose that this letter and your letter of confirmation in reply shall constitute an agreement between our two Governments."

I have the honor to confirm that the understanding referred to in your letter is shared by my Government, and that your letter and this reply shall constitute an agreement between our Governments.

Sincerely,

Norman Garcia