November 15, 2012

Ambassador Ron Kirk United States Trade Representative Office of the United States Trade Representative 600 17th Street, NW Washington, DC 20508

Dear Ambassador Kirk:

A broad-based group of U.S. food and agricultural organizations and companies earlier this year wrote you to express support for proposed U.S.-EU free trade agreement negotiations and to urge you to ensure that any resulting agreement would be comprehensive in nature and address important impediments to trade in agricultural products. We applaud continued statements by Administration officials confirming their intention to insist on such an outcome, but recent statements by EU officials suggest they are thinking differently.

Press reports in connection with the recent approval by the European Parliament of the FTA negotiations have raised doubts about whether the EU will be prepared to deal with sanitary and phytosanitary issues and other non-tariff barriers, which have become the most important form of barrier to U.S. food and agricultural exports to the EU. Unless these measures are addressed satisfactorily, the effort to achieve free trade in the agricultural sector will fail.

We believe that, carried out properly, a U.S.-EU FTA would generate economic growth and create many thousands of new jobs on both sides of the Atlantic. This means negotiating the type of high-standard, 21st-century agreement that has been central to the Administration's trade policy efforts. This is not the type of agreement the EU has negotiated with other trading partners. Its FTAs have excluded agricultural goods it produces and have not included a way to address regulatory measures that conflict with U.S. interests and World Trade Organization rules. Examples of these run the gamut from the EU's ban on the use of hormones in cattle and GMO approval and labeling regulations that restrict U.S. corn, soy and refined corn product exports to unjustifiable restrictions on production methods in poultry, pork and beef (pathogen reduction treatments), unscientific restrictions on the use of safe feed additives in pork and beef (ractopamine), imposition of arbitrary sustainability requirements on the production in the United States and in other countries of feedstocks for biofuels used in the EU and many other unjustified restrictions affecting a wide swath of U.S. agriculture. Such measures must be resolved as part of the FTA negotiations.

The EU has also worked to accomplish in its FTAs what it has been unable to achieve multilaterally. The EU has sought the inclusion of language on geographical indications (GIs) that would grant it exclusive rights to certain product names that have been widely used outside of Europe for many years. This objective was reinforced by the EU Parliament, which made U.S. acceptance of EU GI policy an expressed element of its approval of the talks with the United States.

For these reasons, we cannot help but be skeptical that the EU is prepared to undertake a U.S.style comprehensive negotiation and to include the agricultural sector in a truly positive manner.

As we stated in our previous letter, the Trans-Pacific Partnership (TPP) negotiation should serve as the template for a U.S.-EU FTA. As you said in a speech earlier this year, "TPP is also about building the best trade policy for the future." We agree with this sentiment and applaud the approach you have consistently taken to achieve those objectives. A free trade agreement with the EU based on the same principles would validate your policies and help ensure that U.S. trade policy remains on the right path.

## Sincerely,

American Farm Bureau Federation American Feed Industry Association American Frozen Food Institute American Meat Institute American Peanut Product Manufacturers, Inc. American Seed Trade Association American Sheep Industry Association American Soybean Association **Blue Diamond Growers** California Cherry Export Association California Date Commission California Dried Plum Board California Fig Advisory Board California Fresh Tomato Growers California Pear Growers California Strawberry Commission California Walnut Commission **Commodity Markets Council Corn Refiners Association** Grocery Manufacturers Association Hormel Foods Corporation International Dairy Foods Association National Association of State Departments of Agriculture (NASDA) National Association of Wheat Growers National Barley Growers Association National Cattlemen's Beef Association National Chicken Council National Confectioners Association National Corn Growers Association National Council of Farmer Cooperatives National Grain and Feed Association National Milk Producers Federation National Oilseed Processors Association National Pork Producers Council

National Renderers Association National Turkey Federation North American Blueberry Council North American Equipment Dealers Association North American Export Grain Association North American Meat Association Northwest Horticultural Council Pet Food Institute **Smithfield Foods** Sunsweet Growers Inc. Tyson Foods, Inc. U.S. Apple Association U.S. Canola Association U.S. Dairy Export Council U.S. Grains Council U.S. Livestock Genetics Export, Inc. U.S. Meat Export Federation U.S. Wheat Associates United Egg Association United Egg Producers US Dry Bean Council USA Dry Pea & Lentil Council USA Poultry & Egg Export Council USA Rice Federation Valley Fig Growers Western Growers Association