

June 30, 2007

The Honorable Hyun Chong Kim
Minister for Trade
Seoul, Republic of Korea

Dear Minister Kim:

As the delegations of the Republic of Korea and the United States of America have discussed during the course of negotiations regarding the implementation of the relevant provisions of Chapters Nineteen (Labor) and Twenty (Environment) of the Free Trade Agreement between our two Governments signed on June 30, 2007, both Parties reaffirm their commitment to consultation under the Agreement in order to resolve any potential differences that may arise in these areas and, as responsible trading partners, would resort to dispute settlement only in cases with merit where trade or investment effects can be established.

Sincerely,

Susan C. Schwab