

**Draft**  
**Subject to Legal Review for Accuracy, Clarity, and Consistency**  
**March 31, 2004**

I. Outgoing Letter (from Morocco)

The Honorable Robert B. Zoellick  
United States Trade Representative

Dear Ambassador Zoellick:

I have the honor to refer to the following understanding relating to Chapter Twelve of the Morocco-United States Free Trade Agreement (the "Agreement"), signed at \_\_\_\_\_ on \_\_\_\_\_, 200\_.

Morocco reserves the right to regulate the treatment of transactions between a branch and its parent company and to hold the branch solely responsible for complying with its commitments towards the insured and complying with laws and regulations in force.

I have the honor to propose that this understanding be treated as an integral part of the Agreement.

I would be grateful if you would confirm that this understanding is shared by your Government.

Sincerely,

[Moroccan Government Official]

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II. Letter in Reply (from the United States)

[Moroccan Government Official]  
Kingdom of Morocco

Dear [Moroccan Government Official]:

I have the honor to confirm receipt of your letter of \_\_\_\_\_, which reads as follows:

“I have the honor to refer to the following understanding relating to Chapter Twelve of the Morocco-United States Free Trade Agreement (the “Agreement”), signed at \_\_\_\_\_ on \_\_\_\_\_, 200\_.

Morocco reserves the right to regulate the treatment of transactions between a branch and its parent company and to hold the branch solely responsible for complying with its commitments towards the insured and complying with laws and regulations in force.

I have the honor to propose that this understanding be treated as an integral part of the Agreement.

I would be grateful if you would confirm that this understanding is shared by your Government”

I have the further honor to confirm that this understanding is shared by my Government and constitutes an integral part of the Agreement.

Sincerely,