September 7, 2012

Ambassador Ron Kirk U.S. Trade Representative 600 17th Street, NW Washington, D.C. 20508 Secretary Tom Vilsack U.S. Department of Agriculture 1400 Independence Ave., SW Washington, D.C. 20250

Ambassador Kirk: Secretary Vilsack:

The undersigned organizations wish to express our growing concern that the Trans-Pacific Partnership (TPP) negotiations will fall short of the minimum objectives for the talks if a meaningful market access package with Vietnam is not achieved.

Of the current participants in the TPP negotiations, Vietnam holds far and away the greatest market potential for the vast majority of U.S. food and agricultural products. The U.S. already has in place free trade agreements with Chile, Peru, Australia and Singapore, and New Zealand, Malaysia and Brunei are not considered large growth markets. From the outset of the TPP negotiations, Vietnam has been seen as the key growth market for U.S. producers and exporters.

The level of support a TPP agreement will receive from our members will depend on whether there is a comprehensive free trade deal with Vietnam. Since Vietnam joined the World Trade Organization in 2007, U.S. agricultural exports to this country have grown more than six-fold, from \$216 million to \$1.64 billion.

Without TPP, U.S. agriculture will be at a disadvantage in this fast growing market to Australia and New Zealand, which have preferential access under the ASEAN-Australia-New Zealand Free Trade Agreement which came into force January 2010. In addition, several other countries are interested in pursuing trade negotiations with Vietnam.

The opportunities for further export expansion can only be fully realized if existing tariff and non-tariff trade barriers are removed. Currently, the TPP is the only active process available that can achieve this objective.

We urge you to take these concerns into account as you move toward the conclusion of the TPP negotiations and to make every effort to ensure that the Vietnamese agricultural market is fully liberalized as part of a final agreement.

Sincerely,

American Farm Bureau Federation American Feed Industry Association American Frozen Food Institute American Meat Institute American Potato Trade Alliance

American Seed Trade Association

American Soybean Association

Animal Health Institute

Blue Diamond Growers

Cargill, Incorporated

ConAgra Foods, Inc.

Corn Refiners Association

Distilled Spirits Council of the United States

Grocery Manufacturers Association

Hormel Foods Corporation

International Dairy Foods Association

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 Oilseed Processors Association

National Pork Producers Council

National Potato Council

National Renderers Association

National Turkey Federation

North American Blueberry Council

North American Equipment Dealers Association

North American Meat Association

Northwest Horticultural Council

Pet Food Institute

Produce Marketing Association

Seaboard Foods

**Smithfield Foods** 

Sweetener Users Association

Tyson Foods, Inc.

U.S. Apple Association

U.S. Grains Council

U.S. Meat Export Federation

U.S. Wheat Associates

USA Poultry & Egg Export Council

**USA** Rice Federation

Washington State Potato Commission

Western Growers Association

Wisconsin Potato & Vegetable Growers Association