ARTICLE 36 Spirits

- 1. Turkey shall recognize "Pisco" as a Chilean geographical indication for spirits, within the meaning of paragraph 1 of Article 22 of the TRIPS Agreement. Turkey shall not permit the sale of any product as "Pisco", unless it has been manufactured in Chile, according to the laws of Chile governing the manufacture of "Pisco". This shall not prejudice the rights that Turkey may recognize, in addition to Chile, exclusively to Peru with respect to "Pisco".
- 2. Chile shall recognize "Rakı" as a Turkish geographical indication for spirits, within the meaning of paragraph 1 of Article 22 of the TRIPS Agreement. Chile shall not permit the sale of any product as "Rakı", unless it has been manufactured in Turkey, according to the laws of Turkey governing the manufacture of "Rakı".

TITLE IV

COOPERATION

ARTICLE 37 Cooperation

- 1. The Parties agree to establish a framework for cooperative activities as a means to expand and enhance the benefits of this Agreement and to build a strategic economic partnership.
- 2. Cooperation between the Parties should contribute to achieving the objectives of this Agreement through the identification and development of innovative cooperation initiatives capable of providing added value to the bilateral relationship.

- 3. Without prejudice to the provisions of the "Agreement on Trade and Economic, Technical and Scientific Cooperation between the Government of the Republic of Turkey and the Government of the Republic of Chile", areas of cooperation may include but should not be limited to innovation, research and development, agriculture, food production and processing, air transport, mining, energy, environment, small and medium size enterprises, tourism, gender issues, education, labor and employment matters, human capital development and cultural collaboration.
- 4. Cooperation between the Parties under this Title will complement the cooperation referred to in other Titles of this Agreement.
- 5. The Parties will establish close cooperation aimed *inter alia* at:
 - a) strengthening and building on existing cooperative relationships;
 - b) creating new opportunities for trade and investment, and for promoting competitiveness, fostering innovation and encouraging research and development;
 - c) supporting the role of the private sector in promoting and building strategic alliances to encourage mutual economic growth and development; and
 - d) increasing the level of and further developing cooperation activities between the Parties in areas of mutual interest.
- 6. Cooperative activities will be agreed between the Parties and may include, but should not be limited to exchange of people and information; cooperation in regional and multilateral fora; dialogues, conferences and seminars; the development of joint research programs; and the encouragement of private sector cooperation.
- 7. The objectives of both Parties in Labor Cooperation will be to promote decent work, sound labor policies and practices of each Party's labor systems, improve the capacities and capabilities of the Parties and the development and management of human capital for enhanced employability, business excellence and greater productivity for the benefit of workers and employers, in the context of strengthening trade and investment relations between them.

The Parties reaffirm their obligations as members of the International Labor Organization (ILO) and their commitments under the ILO Declaration on Fundamental Principles and Rights at Work and its Follow-up (1998). Each Party shall strive to ensure that the principles embodied in such declaration and the internationally recognized labor rights are included and protected by its domestic laws and agree to cooperate on labor and employment matters of mutual interest and benefit, through jointly decided activities which may refer, among others, to:

- a) decent work, including its dimensions of employment, labor standards, social protection and social dialogue;
- b) compliance and enforcement systems and management of labor disputes; and
- c) employment systems, human capital development, training and employability.

The Parties recognize that it is inappropriate to encourage trade or investment by weakening or reducing the protections afforded in domestic labor laws. Accordingly, a Party shall not fail to effectively enforce its labor laws, in a manner affecting trade between the Parties.

8. The Parties recognize the importance of strengthening capacity to protect the environment and promote sustainable development in concert with strengthening trade and investment relations between them.

The Parties reaffirm their intention to continue to pursue environmental protection, and to fulfill their respective multilateral environment commitments.

The Parties endeavor to have their environment laws, regulations, policies and practices in harmony with their international environment commitments; agree that it is inappropriate to set or use their environmental laws, regulations, policies and practices for trade protectionist purposes; as well as it is inappropriate to relax, or fail to enforce or administer, their environment laws and regulations to encourage trade and investment.

The Parties agree to cooperate in the field of the environment. The aim of cooperation will be the prevention and/or reduction of contamination and degradation of natural resources and ecosystems, and rational use of the latter; through developing and endorsing special programs and projects dealing, *inter alia*, with the transfer of knowledge and technology.

Cooperation on environment may include, but should not be limited to:

- a) climate change;
- b) biodiversity and conservation of natural resources;
- c) management of hazardous chemicals;
- d) air quality;
- e) water management;
- f) waste management;
- g) marine and coastal ecological conservation and pollution control;
- h) strategic environmental impact assessment;
- i) improvement of environmental awareness, including environmental education and public participation.
- 9. New areas of cooperation may be developed through existing agreements and through appropriate implementing arrangements.
- 10. For the purposes of this Title, the Joint Committee may decide to establish sub-committees or working groups.
- 11. Communications regarding the implementation of this Title shall be distributed through the contact points designated by each Party before the first meeting of the Joint Committee.