CHAPTER NINETEEN ADMINISTRATION OF THE AGREEMENT

ARTICLE 19.1: CONTACT POINTS

- 1. Each Party shall designate a contact point or points to facilitate communications between the Parties on any matter covered by this Agreement.
- 2. On request of the other Party, a Party's contact point shall identify the office or official responsible for the matter and assist, as necessary, in facilitating communications with the other Party.

ARTICLE 19.2: JOINT COMMITTEE

- 1. The Parties hereby establish a Joint Committee to supervise the implementation of this Agreement and to review the trade relationship between the Parties.
 - (a) The Joint Committee shall comprise officials of each Party and shall be chaired by officials of (i) the Office of the United States Trade Representative and (ii) the Ministry of Foreign Affairs and Cooperation of the Kingdom of Morocco.
 - (b) The Joint Committee may establish and delegate responsibilities to *ad hoc* and standing subcommittees or working groups and seek the advice of interested persons.
 - (c) The Joint Committee shall determine the responsibilities and objectives of such subcommittees or working groups and supervise their work.

2. The Joint Committee shall:

- (a) review the general functioning of this Agreement;
- (b) review and consider specific matters related to the operation and implementation of this Agreement in the light of its objectives;

- (c) facilitate the avoidance and settlement of disputes arising under this Agreement, including through consultations pursuant to Chapter Twenty (Dispute Settlement);
- (d) consider and adopt any amendment or other modification to this Agreement, subject to completion of necessary approval procedures by each Party;
- (e) issue interpretations of this Agreement, including as provided in Articles 10.21 (Governing Law) and 10.22 (Interpretation of Annexes);
- (f) consider ways to further enhance trade relations between the Parties and to promote the objectives of this Agreement, including through cooperation and assistance; and
- (g) take such other action as the Parties may agree.
- 3. The Joint Committee shall establish its own rules of procedure. All decisions of the Joint Committee shall be taken by consensus.
- 4. Unless the Parties agree otherwise, the Joint Committee shall convene:
 - (a) in regular session every year, with such sessions to be held alternately in the territory of each Party; and
 - (b) in special session within 30 days of the request of a Party, with such special sessions to be held in the territory of the other Party or at such location as the Parties may agree.
- 5. Recognizing the importance of openness and transparency, the Parties affirm their respective practices of considering the views of members of the public in order to draw on a broad range of perspectives in the implementation of this Agreement.
- 6. Each Party shall treat any confidential information exchanged in relation to a meeting of the Joint Committee on the same basis as the Party providing the information.

Washington, D.C. June 15, 2004

The Honorable Taïb Fassi Fihri Minister Delegate for Foreign Affairs and Cooperation Kingdom of Morocco

Dear Minister Fassi Fihri:

I have the honor to confirm the following understanding reached between the delegations of the Kingdom of Morocco and the United States of America in the course of negotiations regarding Chapter Nineteen (Administration of the Agreement) of the Free Trade Agreement between our Governments signed this day:

To assist in the administration and implementation of the Agreement, the Government of the United States of America and the Government of the Kingdom of Morocco (the "Parties") hereby establish subcommittees on Agricultural Trade, Environmental Affairs, Financial Services, Labor Affairs, Sanitary and Phytosanitary Matters, Trade in Goods, and Cross-Border Trade in Services (excluding financial services), in accordance with the attachments to this letter. The subcommittees shall comprise officials of each Party and be subject to the supervision of the Joint Committee established pursuant to Article 19.2 of the Agreement.

I have the honor to propose that this letter and your letter of confirmation in reply shall constitute an integral part of the Agreement.

Sincerely,

Robert B. Zoellick

Washington, D.C. June 15, 2004

The Honorable Robert B. Zoellick United States Trade Representative

Dear Ambassador Zoellick:

I am pleased to receive your letter of today's date, which reads as follows:

"I have the honor to confirm the following understanding reached between the delegations of the Kingdom of Morocco and the United States of America in the course of negotiations regarding Chapter Nineteen (Administration of the Agreement) of the Free Trade Agreement between our Governments signed this day:

To assist in the administration and implementation of the Agreement, the Government of the United States of America and the Government of the Kingdom of Morocco (the 'Parties') hereby establish subcommittees on Agricultural Trade, Environmental Affairs, Financial Services, Labor Affairs, Sanitary and Phytosanitary Matters, Trade in Goods, and Cross-Border Trade in Services (excluding financial services), in accordance with the attachments to this letter. The subcommittees shall comprise officials of each Party and be subject to the supervision of the Joint Committee established pursuant to Article 19.2 of the Agreement.

I have the honor to propose that this letter and your letter of confirmation in reply shall constitute an integral part of the Agreement."

I have the honor to confirm that the understanding referred to in your letter is shared by my Government, and that your letter and this letter in reply shall constitute an integral part of the Agreement.

Sincerely,

Taïb Fassi Fihri Minister Delegate for Foreign Affairs and Cooperation

Subcommittee on Agricultural Trade

- 1. The Subcommittee shall provide a forum for:
 - (a) monitoring and cooperating on the implementation and administration of Section A (Agriculture) of Chapter Three of the Agreement (Agriculture and Sanitary and Phytosanitary Measures); and
 - (b) consultation between the Parties on issues related to Section A (Agriculture) of Chapter Three of the Agreement in coordination with other subcommittees, working groups, or other bodies established under the Agreement.
- 2. The Subcommittee shall meet at least once a year unless the Parties agree otherwise.

Subcommittee on Environmental Affairs

- 1. The Subcommittee on Environmental Affairs shall comprise appropriate officials from each Party, including officials from agencies responsible for environmental protection, environmental diplomacy, and trade.
- 2. The Subcommittee shall meet at such times as the Parties agree to discuss matters related to the operation of Chapter Seventeen of the Agreement (Environment).
- 3. Each meeting of the Subcommittee shall include, unless the Parties agree otherwise, a session where members of the Subcommittee have an opportunity to meet with the public to discuss matters related to the operation of Chapter Seventeen.
- 4. The Subcommittee, when it considers appropriate, shall prepare reports on matters related to the implementation of Chapter Seventeen, and shall make such reports public, except as otherwise provided in the Agreement.
- 5. Any formal decision of the Subcommittee concerning the implementation of Chapter Seventeen shall be made public, unless the Parties decide otherwise.

Subcommittee on Financial Services

- 1. The principal representative of each Party to the Subcommittee on Financial Services shall be an official of the Party's authority responsible for financial services set out in Annex 12-D of the Agreement.
- 2. The Subcommittee shall:
 - (a) supervise the implementation of Chapter Twelve of the Agreement (Financial Services) and its further elaboration;
 - (b) consider issues regarding financial services that are referred to it by a Party; and
 - (c) participate in the dispute settlement proceedings under the Agreement in accordance with Article 12.18 of the Agreement (Investor-State Dispute Settlement in Financial Services).
- 3. The Subcommittee shall meet annually, or as otherwise agreed, to assess the functioning of the Agreement as it applies to financial services. The Subcommittee shall inform the Joint Committee established pursuant to Article 19.2 of the Agreement of the results of each meeting.

Subcommittee on Labor Affairs

- 1. The Subcommittee on Labor Affairs shall comprise officials from the labor ministry and other appropriate agencies or ministries of each Party.
- 2. The Subcommittee shall meet at such times as the Parties deem appropriate to discuss matters related to the operation of Chapter Sixteen of the Agreement (Labor), including the Labor Cooperation Mechanism established under Article 16.6 (Labor Cooperation) and matters referred to it pursuant to Article 16.7 (Labor Consultations).
- 3. Each meeting of the Subcommittee shall include a public session, unless the Parties agree otherwise.
- 4. The Subcommittee may utilize working groups, good offices, conciliation, mediation, or other means to resolve matters as needed and as mutually agreed.

Subcommittee on Sanitary and Phytosanitary Matters

- 1. The Subcommittee on Sanitary and Phytosanitary Matters shall comprise officials from each Party's relevant trade and regulatory agencies or ministries who have responsibility for the development, implementation, and enforcement of sanitary and phytosanitary measures.
- 2. The objectives of the Subcommittee shall be to enhance the implementation by each Party of the WTO Agreement on the Application of Sanitary and Phytosanitary Measures (SPS Agreement), protect human, animal, and plant life and health, enhance consultation and coordination between the Parties on sanitary and phytosanitary matters, and facilitate trade between the Parties, including by addressing trade-related sanitary and phytosanitary matters that may arise between them.
- 3. The Subcommittee shall seek to enhance any existing or future relationships between the Parties' agencies with responsibility for sanitary and phytosanitary matters.
- 4. The Subcommittee shall:
 - enhance mutual understanding of each Party's sanitary and phytosanitary measures and the regulatory processes that relate to those measures;
 - (b) consult on, and improve each Party's understanding of, specific implementation issues concerning the SPS Agreement and matters related to the development or application of sanitary and phytosanitary measures that affect, or may affect, trade between the Parties;
 - (c) consult on issues, positions, and agendas for meetings of the WTO SPS
 Committee, the various *Codex* committees (including the *Codex Alimentarius*Commission), the *International Plant Protection Convention*, the International
 Office of Epizootics, and other international and regional fora on food safety
 and human, animal, and plant health; and
 - (d) review progress in addressing trade-related sanitary and phytosanitary matters that may arise between the Parties' agencies with responsibility for such matters.
- 5. The Subcommittee shall meet at least once a year, unless the Parties agree otherwise.
- 6. The Subcommittee may agree to establish *ad hoc* working groups as needed.

Subcommittee on Trade in Goods

- 1. The Subcommittee on Trade in Goods shall meet on the request of either Party or the Joint Committee to consider any matter arising under Chapter Two (National Treatment and Market Access for Goods).
- 2. The Subcommittee shall:
 - (a) promote the trade in goods between the Parties, including providing a forum for consultations on accelerating tariff elimination and other issues as appropriate;
 - (b) consider issues that hinder the access of goods of one Party to the territory of the other Party, especially issues related to the application of non-tariff measures.
- 3. If a Party or the Joint Committee requests a meeting of the Subcommittee relating to textiles and apparel (including rules of origin for such goods), the Subcommittee shall establish a textiles and apparel working group and refer the matter to the working group.

Subcommittee on Cross-Border Trade in Services

Pursuant to Article 11.12 of the Agreement (Implementation), the Subcommittee on Cross-Border Trade in Services shall meet annually, and as otherwise agreed, on any issues or questions of mutual interest relating to the implementation of Chapter Eleven of the Agreement (Cross-Border Trade in Services).