



THE HON STEVEN CIOBO MP

Minister for Trade, Tourism and Investment

12 February 2018

The Honourable Mr. Eduardo Ferreyros Küppers
Minister of Foreign Trade and Tourism
Peru

Dear Minister

In connection with the signing on this date of the *Peru-Australia Free Trade Agreement* (PAFTA), I have the honour to confirm the following understanding reached between the Government of Australia and the Government of Peru during the course of the negotiation of Chapter Eight (Investment), Chapter Nine (Cross-Border Trade in Services) and Chapter Ten (Financial Services):

In the interests of greater transparency, this is to notify the Government of Peru that upon the entry into force of PAFTA, the Government of Australia will initiate a review of the existing non-conforming measures at the regional level of government in relation to Annex I - Investment and Cross-Border Trade in Services and Annex III - Financial Services of PAFTA. The Government of Australia will inform the Government of Peru of the results of this review, including a list of individual non-conforming measures at the regional level of government, within 12 months of the date of entry into force of PAFTA.

I look forward to your letter in reply confirming that your Government shares this understanding.

Yours sincerely



Steven Ciobo

12 February 2018

The Honourable Mr. Steven Ciobo
Minister for Trade, Tourism, and Investment
Australia

Dear Minister,

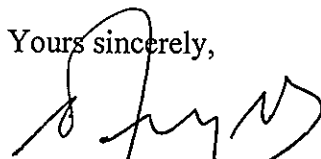
I have the honour to acknowledge receipt of your Note of 12 February 2018, which reads as follows:

“In connection with the signing on this date of the *Peru-Australia Free Trade Agreement* (PAFTA), I have the honour to confirm the following understanding reached between the Government of Australia and the Government of Peru during the course of the negotiation of Chapter Eight (Investment), Chapter Nine (Cross-Border Trade in Services) and Chapter Ten (Financial Services):

In the interests of greater transparency, this is to notify the Government of Peru that upon the entry into force of PAFTA, the Government of Australia will initiate a review of the existing non-conforming measures at the regional level of government in relation to Annex I - Investment and Cross-Border Trade in Services and Annex III - Financial Services of PAFTA. The Government of Australia will inform the Government of Peru of the results of this review, including a list of individual non-conforming measures at the regional level of government, within 12 months of the date of entry into force of PAFTA.”

I have the further honour to confirm that the above reflects the agreement reached between the Government of Peru and the Government of Australia during the course of negotiations on PAFTA, and your Note and this Note of confirmation in reply, both equally authentic in the Spanish and English languages, shall constitute an agreement between the Government of Peru and the Government of Australia.

Yours sincerely,



Eduardo Ferreyros Küppers
Minister of Foreign Trade and Tourism

12 de febrero de 2018

Honorable Sr. Steven Ciobo
Ministro de Comercio, Turismo e Inversión
Australia

Estimado Ministro:

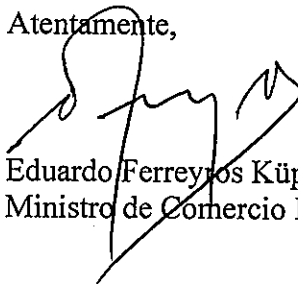
Tengo el honor de acusar recibo de su Nota de 12 de febrero 2018, la cual señala lo siguiente:

“En conexión con la firma en esta fecha del *Acuerdo de Libre Comercio Perú-Australia* (“PAFTA”), tengo el honor de confirmar el siguiente entendimiento alcanzado entre el Gobierno de Australia y el Gobierno del Perú durante el curso de la negociación del Capítulo Ocho (Inversión), Capítulo Nueve (Comercio Transfronterizo de Servicios) y Capítulo Diez (Servicios Financieros):

En aras de una mayor transparencia, por el presente documento se notifica al Gobierno del Perú que a la entrada en vigor del PAFTA, el Gobierno de Australia iniciará una revisión de las medidas disconformes existentes a nivel regional del gobierno en relación con el Anexo I - Inversión y Comercio Transfronterizo de Servicios y el Anexo III - Servicios Financieros del PAFTA. El Gobierno de Australia informará al Gobierno del Perú de los resultados de esta revisión, incluida una lista de medidas disconformes individuales a nivel de gobierno regional, dentro de los 12 meses a partir de la fecha de entrada en vigor del PAFTA.”

Tengo asimismo el honor de confirmar que lo anterior refleja el acuerdo alcanzado entre el Gobierno del Perú y el Gobierno de Australia durante el curso de las negociaciones sobre el PAFTA, y que su Nota y esta Nota de confirmación en respuesta, al ser ambas igualmente auténticas en los idiomas español e inglés, constituyen un acuerdo entre el Gobierno del Perú y el Gobierno de Australia.

Atentamente,



Eduardo Ferreyros Küppers
Ministro de Comercio Exterior y Turismo