## ALLIANCE OF GSP COUNTRIES

September 8, 2020

The Honorable Charles Grassley Chairman Committee on Finance U.S. Senate Washington, DC 20510

The Honorable Ron Wyden Ranking Member Committee on Finance U.S. Senate Washington, DC 20510 The Honorable Richard Neal Chairman Committee on Ways and Means U.S. House of Representatives Washington, DC 20515

The Honorable Kevin Brady Ranking Member Committee on Ways and Means U.S. House of Representatives Washington, DC 20515

Dear Chairmen Grassley and Neal and Ranking Members Wyden and Brady,

We write to you as The Alliance of GSP Countries (Alliance), comprised of 27 developing and least developed countries<sup>1</sup> with representation in Washington, D.C. We are committed to further enhancing U.S. trade and investments between our countries and the United States of America through the Generalized System of Preferences (GSP) program. Each of our countries, for many years, have benefitted from the duty-free market access treatment our exports receive under the U.S. GSP program.

The current GSP program will expire on December 31, 2020. We ask your support, as leaders of the committees of jurisdiction for the GSP program, for the timely renewal of this important program. Renewing GSP before its expiration will provide certainty to those that use the program, including small producers in our countries, the small and medium-size U.S. businesses that depend on these products, and U.S. consumers that benefit from more choices and lower cost of products provided by GSP beneficiary countries.

<sup>&</sup>lt;sup>1</sup> GSP Alliance countries are Algeria, Argentina, Bolivia, Brazil, Cambodia, Ecuador, Egypt, Fiji, Georgia, Indonesia, Kazakhstan, Kyrgyz Republic, Lebanon, Moldova, Mongolia, Myanmar, North Macedonia, Nepal, Pakistan, Paraguay, the Philippines, Serbia, Sri Lanka, Thailand, Tunisia, Ukraine, and Yemen.

The importance of the GSP program to our countries cannot be underestimated. GSP benefits more than 3.8 billion people living in two-thirds of the world's economies. We rely on GSP to export many products duty-free into the United States, helping to facilitate the development and uplifting the lives of our most vulnerable enterprises, communities, and workers. We wish to underscore that in 2019, an estimated \$20.6 billion of products entered the United States under GSP, representing less than 1% percent of total U.S. imports of \$2.50 trillion.

GSP supports the U.S. economy by generating tens of thousands of direct jobs. Smalland medium-sized enterprises, in particular, both U.S. manufacturers and importers, are able to obtain raw materials, semi-manufactured inputs, and consumer goods at a lower cost, while allowing them to diversify supplier sources to limit vulnerability and ensure economic stability for their businesses.

As sources of imports in the U.S. shifted during 2019 as a result of additional import tariffs applied to some countries, GSP beneficiaries have proven to be a reliable supply of goods for U.S. SMEs. GSP has helped small manufacturers improve production technology and compliance to international standards, improve labor requirements in our countries, and the protection of intellectual property rights.

We believe the GSP program is a win-win for the United States and our countries. As we continue to combat the COVID-19 pandemic and the economic crisis it has wrought, this is the time for the whole world to support each other as we all try to stay afloat. The prompt renewal of GSP will certainly help support economic recovery both in the United States and our countries.

We appreciate your support for GSP now and over the 40-year history of the program.

Sincerely,

H.E. Madjid BOUGUERRA Ambassador Extraordinary and Plenipotentiary Embassy of the People's Democratic Republic of Algeria Washington, D.C.

H. E. Jorge Argüello, Ambassador of the Argentine Republic to the United States Washington, D.C.

C

HE. Mr. Oscar Serrate Cuellar

Embassy of the Plurinational State of Bolivia Washington, D.C

Ambassador Nestor Forster Jr. Chargé d'Affaires a.i. Embassy of the Federative Republic of Brazil Washington, D.C.

H.E. Mr. CHUM Sounry Ambassador Extraordinary and Plenipotentiary Royal Embassy of Cambodia Washington, D.C.

H.E. Ms. Ivonne A-Baki Ambassador Embassy of the Republic of Ecuador Washington, D.C.



Mr. Mohamed Hatem Elatawy Chargé d'Affaires a.i. Embassy of the Arab Republic of Egypt in Washington, D.C.

H.E. David Bakradze Ambassador Embassy of Georgia to the USA Washington, D.C.

H.E. Mr. Erzhan Kazykhanov Ambassador Embassy of the Republic of Kazakhstan Washington, D.C.

Mr. Akuila K. Vuira Chargé d'Affaires a.i. Embassy of Republic of Fiji Washington, D.C.

Mr. Iwan Freddy Hari Susanto Chargé d'Affaires a.i. Embassy of the Republic of Indonesia Washington, D.C.

Mr. Melis MAMADALIEV Minister-Counselor/Deputy Chief of Mission Embassy of the Kyrgyz Republic Washington, D.C.

Jaliel ma.

H.E. Mr. Gabriel Issa Ambassador Embassy of the Republic of Lebanon Washington, D.C.

H. E. Mr. Eugen Caras Ambassador Embassy of the Republic of Moldova Washington, D.C.

H.E. Mr. Otgonbayar Yondon Ambassador Embassy of Mongolia Washington, D.C.

ynn ↓ H.E. U Aung Lynn Ambassador Embassy of the Republic of the Union of Myanmar Washington, D.C.

H.E. Dr. Arjun Kumar Karki Ambassador Embassy of Nepal Washington, D.C.

Dr. Vilma Petkovska Chargé d'Affaires a.i. Embassy of the Republic of North Macedonia Washington, D.C.

H.E. Dr Asad Majeed Khan Ambassador extraordinary and plenipotentiary Embassy of the Islamic Republic of Pakistan Washington, D.C.

H.E. Jose Manuel G. Romualdez Ambassador Embassy of the Republic of the Philippines Washington, D.C.

H.E. Mr. Manuel Maria Caceres Ambassador Embassy of the Republic of Paraguay Washington, D.C.

Mr Andon Sapundzi Chargé d'Affaires a.i. Embassy of the Republic of Serbia Washington, D.C.

DL. DY

H. E. Mr. Thani Thongphakdi Ambassador Extraordinary and Plenipotentiary Royal Thai Embassy Washington, D.C.

Mr. Abdeljelil Ben Rabeh Chargé d'Affaires a.i. Embassy of the Republic of Tunisia Washington, D.C.



H.E. Mr. Volodymyr Yelchenko Ambassador Embassy of Ukraine to the USA Washington, D.C.

H.E. Dr. Ahmed Awad Bin Mubarak Ambassador Embassy of the Republic of Yemen Washington, D.C.

Alliance of GSP Countries, c/o Pilot Rock Global Strategies, LLC. EBryan@PilotRockGlobal.com

This material is distributed by Pilot Rock Global Strategies LLC on behalf of the Alliance of GSP Countries. Additional information is available at the Department of Justice, Washington, DC.