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(18-4520) Page: 1/1

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TURKEY - ADDITIONAL DUTIES ON CERTAIN PRODUCTS FROM THE UNITED STATES

REQUEST FOR CONSULTATIONS BY THE UNITED STATES

The following communication, dated 16 July 2018, from the delegation of the United States to the delegation of Turkey, is circulated to the Dispute Settlement Body in accordance with Article 4.4 of the DSU.

My authorities have instructed me to request consultations with Turkey pursuant to Article 4 of the *Understanding on Rules and Procedures Governing the Settlement of Disputes* ("DSU") and Article XXIII of the *General Agreement on Tariffs and Trade 1994* ("GATT 1994") with respect to Turkey's imposition of additional duties with respect to certain products originating in the United States ("additional duties measure").

The additional duties measure does not impose the additional duties on like products originating in the territory of any other WTO Member, and thus appears inconsistent with the most-favored-nation obligation in Article I of the GATT 1994. The additional duties measure results in rates of duty greater than rates of duty set out in Turkey's schedule of concessions, and thus appears inconsistent with Article II of the GATT 1994.

The legal instruments through which Turkey imposes the additional duties measure include the following:

• Decision on Implementation of Additional Financial Obligations for the Import of Certain Products Originating in the United States of America, Council of Ministers Decision No. 11973/2018, Official Gazette No. 30459, June 25, 2018;

as well as any amendments, replacements, related measures or implementing measures.

The additional duties measure appears to be inconsistent with:

- Article I:1 of the GATT 1994, because it fails to extend to products of the United States an
 advantage, favor, privilege or immunity granted by Turkey with respect to customs duties
 and charges of any kind imposed on or in connection with the importation of products
 originating in the territory of other Members; and
- Article II:1(a) and (b) of the GATT 1994, because it accords less favorable treatment to
 products originating in the United States than that provided for in Turkey's schedule of
 concessions.

The additional duties measure appears to nullify or impair the benefits accruing to the United States directly or indirectly under the GATT 1994.

We look forward to receiving your reply to the present request and to fixing a mutually convenient date to hold consultations.