June 26, 2018

The President The White House 1600 Pennsylvania Avenue NW Washington, DC 20500

Dear Mr. President,

The undersigned companies and organizations representing America's dairy farmers and cheese-makers appreciate your leadership and willingness to fight on behalf of American agriculture for equitable trade abroad. Your insistence that Canada, for example, open its closed market to U.S. dairy and halt market-distorting pricing schemes is both commendable and refreshing.

Unlike Canada, Mexico has long been a model for open dairy trade with the United States. Through investment and cooperation with Mexico, we have succeeded in becoming the country's biggest foreign dairy supplier, with cheese purchases last year alone totaling nearly \$400 million. Today, Mexico accounts for approximately onequarter of foreign demand for Made-in-America dairy products and is our most reliable trading partner.

Unfortunately, our share of the Mexican market is in grave jeopardy. Mexico included U.S. cheeses on its list of products now subject to tariffs in retaliation for U.S. actions on steel and aluminum imports. These tariffs – which will reach as high as 25% – will diminish foreign demand for high-quality U.S. dairy products that are produced across the country and support nearly 3 million American jobs.

Worse yet, our competitors in the European Union will use this opportunity in the wake of their recently concluded Free Trade Agreement with Mexico to gain market share. Allowing Mexico's cheese tariffs to remain in place will greatly assist the EU in a market where the U.S. has long been the leading supplier.

We ask that your Administration focus U.S. efforts on working collaboratively with Mexico to find a mutually agreeable way forward, and we believe placing tariffs on hold in the interim would prevent the loss of hardearned market share to the EU. We ask that you again suspend Section 232 steel and aluminum tariffs on Mexican products until the NAFTA renegotiation is completed, particularly in light of Mexico's willingness to constructively engage with U.S. negotiators.

Our industry recognizes that the U.S. must be resolute in ensuring our trading partners uphold their end of the bargain with us. We trust that your Administration's skilled staff can find a way to resolve this issue, given Mexico's strong commitment to working with the U.S. to further improve U.S.-Mexican trade. Not all countries have shown this same willingness.

Sincerely,

Agri-Mark Inc., Andover, Massachusetts American Dairy Products Institute (ADPI), Elmhurst, Illinois Associated Milk Producers Inc. (AMPI), New Ulm, Minnesota Baker Cheese Factory, Inc., St. Cloud, Wisconsin BelGioioso Cheese, Inc., Green Bay, Wisconsin Bluegrass Dairy and Food, Inc., Glasgow, Kentucky Bongards Creameries, Bongards, Minnesota California Dairies, Inc., Visalia, California Cayuga Milk Ingredients, Auburn, New York Commercial Creamery Co., Spokane, Washington DairyAmerica Inc., Fresno, California Dairy Farmers of America, Inc., Kansas City, Kansas Ellsworth Cooperative Creamery, Ellsworth, Wisconsin FarmFirst Dairy Cooperative, Madison, Wisconsin First District Association, Litchfield, Minnesota Foremost Farms USA Cooperative, Baraboo, Wisconsin Georgia Milk Producers, Inc., Watkinsville, Georgia Glanbia Nutritionals, Chicago, Illinois Great Lakes Cheese Co, Inc., Hiram, Ohio Hilmar Cheese, Inc., Hilmar, California Hoogwegt U.S., Inc., Lake Forest, Illinois Idaho Dairymen's Association, Twin Falls, Idaho Idaho Milk Products, Jerome, Idaho Illinois Milk Producers' Association, Bloomington, Illinois Indiana Dairy Producers, Francesville, Indiana International Ingredient Corporation, Fenton, Missouri Iowa State Dairy Association, Ankeny, Iowa Klondike Cheese Co., Monroe, Wisconsin Lactalis American Group, Buffalo, New York Land O'Lakes Inc., Arden Hills, Minnesota Leprino Foods, Denver, Colorado Lone Star Milk Producers, Inc., Wichita Falls, Texas Maryland & Virginia Milk Producers, Reston, Virginia MCT Dairies, Inc., Millburn, New Jersey Michigan Milk Producers Association, Novi, Michigan Midwest Dairy Coalition, Alexandria, Virginia Milk Producers Council, Ontario, California Minnesota Milk Producers Association, Buffalo, Minnesota Missouri Dairy Association, Chesterfield, Missouri National All-Jersey Inc., Reynoldsburg, Ohio Nebraska State Dairy Association, Lincoln, Nebraska North Carolina Dairy Producers Association, Fuguay-Varina, North Carolina Northwest Dairy Association/Darigold, Inc., Seattle, Washington Ohio Dairy Producers Association, Columbus, Ohio Oregon Dairy Farmers Association, Salem, Oregon O-AT-KA Milk Products Cooperative, Inc., Batavia, New York Pacific Cheese Co., Inc., Hayward, California Prairie Farms Dairy, Edwardsville, Illinois Sargento Foods Inc., Plymouth, Wisconsin Sartori Company, Plymouth, Wisconsin Savencia Cheese USA, LLC, New Holland, Pennsylvania Select Milk Producers, Inc., Artesia, New Mexico Schreiber Foods, Inc., Green Bay, Wisconsin Schuman Cheese, Fairfield, New Jersey South Dakota Dairy Producers Association (SDDP), Madison, South Dakota South East Dairy Farmers Association, Reston, Virginia St. Albans Cooperative Creamery, Inc., St. Albans, Vermont Swiss Valley Farms, Davenport, Iowa

T.C. Jacoby & Company, Inc., St. Louis, Missouri Tillamook County Creamery Association, Tillamook, Oregon Trugman-Nash, Inc., New York, New York United Dairymen of Arizona, Tempe, Arizona Upstate Niagara Cooperative, Inc., Buffalo, New York Valley Queen Cheese Factory, Inc., Milbank, South Dakota Virginia State Dairymen's Association, Bridgewater, Virginia Western United Dairymen, Modesto, California

cc: Secretary Wilbur Ross Ambassador Robert Lighthizer Secretary Sonny Perdue