

(c) in accordance with normal policy, the International Air Transport Association tariffs for the service to the Bahamas will be adopted. In the unlikely event that these are not comparable with the tariffs at present prevailing on the route Montreal-New York-Nassau, the Government of Canada will be prepared to review them in consultation with the United Kingdom and Bahamas authorities.

2. I should be grateful to learn whether the Government of the United Kingdom agrees with these proposals. In that event I suggest that this Note and your reply should constitute an Agreement to that effect between our two Governments which should come into force from today.

3. I also have the honour to inform you that, in accordance with paragraph (1) of Article 3 of the Agreement, the Government of Canada designates Trans-Canada Airlines for route 2 of Section I of the Schedule to the Agreement.

I have the honour to be,

Sir,

Your obedient servant,

A. D. P. HEENEY

for the Secretary of State for External Affairs.

II

*The High Commissioner for the United Kingdom in Canada
to the Secretary of State for External Affairs*

OFFICE OF THE HIGH COMMISSIONER FOR THE UNITED KINGDOM

No. 27

OTTAWA, 19th August, 1949.

SIR,

I have the honour to acknowledge receipt of your Note No. 61 of 19th August, 1949, proposing that the following arrangements should be substituted for those applying until now to the Canadian service to the Caribbean:—

(1) The Government of the United Kingdom grants to the airline or airlines designated by the Government of Canada for route 2 in Section I of the Schedule to the Agreement the privilege of carrying cabotage traffic between, on the one hand, Bermuda and, on the other hand, the other British Colonies included in that route, but not between these latter Colonies themselves.