

cent to navigation and 62½ per cent to power. If the occasion arose for the making of the payment before the completion of all of the common works entering into the calculation, there would need to be a consequential adjustment.

10. Third, with regard to the development of power in the Lachine section, we understand that no plans are presently being considered for the development of power in this section. It would, therefore, be premature to attempt to consider any detailed arrangements, and I am sure that you would be satisfied with an understanding that, if and when power is developed within the Lachine section, full recognition will be given to the rights and obligations of the Government of the Province of Quebec.

11. I am enclosing for your information copies of an exchange of correspondence with the United States Minister to Canada. This includes the following documents:

- (a) Note from the Secretary of State for External Affairs, to the United States Minister to Canada, March 5, 1941.
- (b) Note from the United States Minister to Canada, to the Secretary of State for External Affairs, March 10, 1941.

12. I should be grateful if you would let me know whether this statement with regard to the understanding reached is in accordance with your view.

Yours sincerely,

W. L. MACKENZIE KING.

The Honourable ADELARD GOUBOUT,  
Premier of the Province of Quebec,  
Quebec City, P.Q.