

- 2 -

Government of Australia has not advised the Government of Canada that it has found it necessary to suspend, cancel or refrain from making nuclear transfers.

2. The Government of Australia shall provide the Government of Canada with, and keep updated, the list of countries to which transfers may be made.

3. Notwithstanding the foregoing provisions, transfers beyond the jurisdiction of Canada of the following nuclear material which is subject to the Agreement, namely U-233, uranium enriched to 20 per cent or more in the isotope U-235, plutonium and irradiated nuclear material, shall continue to require the prior written consent of the Government of Australia.

4. The Government of Canada shall notify the Government of Australia of any transfers pursuant to paragraph 1 above in accordance with the procedures set

out in the administrative arrangement established pursuant to the Agreement between the appropriate governmental authorities of each Party.

If the foregoing is acceptable to the Government of Canada, I have the honour to propose that this Note and your confirmatory reply shall together constitute an agreement between the Government of Australia and the Government of Canada which shall enter into force on the date of your reply and shall remain in force for as long as the Agreement remains in force unless otherwise agreed by the two Governments.

Accept, Sir, the assurances of my highest consideration."

...3/