

b) shall not be retransferred beyond the jurisdiction of Switzerland without the prior written consent of the Government of Canada; and,

c) shall only be used in the Fusion Programme unless the prior written consent of the Government of Canada is obtained for another use.

With respect to Paragraph 4 (b) above, Canada hereby provides consent for the retransfer of tritium items subject to this Exchange of Letters from Switzerland for use in connection with the Fusion Programme to third parties participating in the Fusion Programme as identified by Canada in Annex 1. Notification and reporting procedures acceptable to both the Government of Canada and the Swiss Federal Council relating to such retransfers shall be established.

Under Canadian tritium export guidelines, the Atomic Energy Control Board of Canada must also be satisfied that appropriate tritium accounting and inventory management procedures are in place. In this regard the Government of Canada would appreciate receiving:

a) a description of the tritium regulatory regime in place in Switzerland, together with any relevant information on tritium accounting, inventory verification or audits and measures that are taken to assure protection against loss or theft of tritium;

b) an undertaking that Swiss authorities will report annually the quantity of Canadian-supplied tritium items that remain in the inventory and inventory changes over the year; and,

c) agreement from the Swiss Federal Council to consult upon request with respect to the disposition of tritium items supplied by Canada.

For the purpose of this Letter:

(i) "Euratom Fusion Programme" means the Euratom programme of research and training in the field of controlled thermonuclear fusion as adopted by the Council of the European Communities by "Council