

that since it was on the tourist trade that Canada was depending for a large part of its foreign exchange, a reduction of the revenue from tourist trade would result in Canada being forced to cut its purchases in the United States to an absolute minimum.

6. At 10:30 a.m. I called on Mr. Breckenridge Long. I was accompanied by Mr. Reid, and Mr. Pierrepont Moffat and Mr. E.T. Wailes, of the European Division, were also present.

7. I stated that the news of the new regulations had come to us as a profound shock, and that since we had made representations last year, we had assumed that we would be informed in advance of any contemplated change of policy affecting the entry of Canadian citizens to the United States.

8. Mr. Long apologized for not having informed us in advance. He stated that it was one of those things which happen when one is acting in a hurry. (I must confess that I am not impressed by this argument. I find it difficult to believe that the failure to inform us was not intentional. I fully accept, however, the statement made to me unofficially by Mr. Wailes, that neither he nor Mr. Moffat knew anything of the proposed regulations until after 5:15 p.m. yesterday afternoon.)

9. Mr. Long said that this matter had been under consideration by the various Departments of the United States Government - Department of State,