

**EXCHANGE OF NOTES (FEBRUARY 6, 7, 9 AND 27, 1942) BETWEEN
CANADA AND NEWFOUNDLAND CONSTITUTING AN AGREEMENT
FOR A COMMERCIAL AIR SERVICE TO NEWFOUNDLAND
BY TRANS-CANADA AIR LINES.**

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The High Commissioner for Canada in Newfoundland to the Acting Commissioner for Public Utilities of Newfoundland

OFFICE OF THE HIGH COMMISSIONER FOR CANADA

No. 9

ST. JOHN'S, NEWFOUNDLAND, February 6, 1942.

SIR,

Referring to the conferences which we have had with you and the Honourable Mr. Wild during the past two days respecting the commercial air service to Newfoundland by Trans-Canada Air Lines, I have the honour to put before the Commission of Government for their approval the following proposal:

The Government of Newfoundland will issue a permit to Trans-Canada Air Lines to operate a scheduled air mail passenger and express service over its territory, between airports in Canada and Gander and Torbay, and any other places in Newfoundland at which airports may hereafter be constructed by the Government of Canada with the approval of the Government of Newfoundland, and to which the Government of Newfoundland may consent to such service being extended, on the following conditions:—

1. The permit shall be from April 1st, 1942, renewable from year to year thereafter.
2. Six months' notice of cancellation may be given by either the Government of Newfoundland or Trans-Canada Air Lines.
3. The granting of this permit will not affect the Inter-Government agreement covering the operation of the Trans-Atlantic Air Service.
4. The Newfoundland Government undertake not to grant a permit for commercial flying between Newfoundland and the North American Continent which may compete with the traffic of Trans-Canada Air Lines under this permit without prior consultation with the Government of Canada.
5. Trans-Canada Air Lines shall provide a service comparable to that given on Trans-Canada Air Lines services in Canada.
6. The initial frequency shall be one round trip daily six days a week weather permitting, but this frequency of schedule may be increased without further permit.
7. The rates and regulations for the carriage of passengers and express shall be comparable to those prevailing from time to time on Trans-Canada Air Lines in Canada.
8. The conditions governing the carriage of mail by air on the service shall be agreed on by the Postal authorities of Canada and Newfoundland from time to time.