

**EXCHANGE OF NOTES BETWEEN THE GOVERNMENT OF CANADA AND THE
GOVERNMENT OF FIJI CONSTITUTING A FOREIGN INVESTMENT INSUR-
ANCE AGREEMENT**

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*The High Commissioner of Canada to the Prime Minister and Minister of
Foreign Affairs of Fiji*

Canberra, February 25, 1976

No. 462

MY DEAR PRIME MINISTER,

I have the honour to refer to discussions which have recently taken place between representatives of our two Governments relating to investments in Fiji which would further the development of economic relations between the Governments of Fiji and Canada, and to insurance of such investments by the Government of Canada, through its agent the Export Development Corporation. I also have the honour to confirm the following understandings reached as a result of those discussions:

1. In the event of a payment by the Export Development Corporation under a contract of insurance for any loss by reason of:

- (a) war, riot, insurrection, revolution or rebellion in Fiji;
- (b) the arbitrary seizure, expropriation, confiscation or deprivation of use of any property by a Government, or agency thereof, in Fiji;
- (c) any action by a Government, or agency thereof, in Fiji, other than action of the kind described in sub-paragraph (b) that deprives the investor of any right in, or in connection with, an investment; and
- (d) any action by a Government, or agency thereof, in Fiji, that prohibits or restricts transfer of any money or removal of any property from that country;

the said Corporation, hereinafter called the "Insuring Agency" shall be authorized by the Government of Fiji to exercise the rights having devolved on it by law or having been assigned to it by the predecessor in title.

2. But to the extent that the laws of Fiji partially or wholly invalidate the acquisition of any interests in any property within its national territory by the Insuring Agency, the Government of Fiji shall permit the investor and the Insuring Agency to make appropriate arrangements pursuant to which such interests are transferred to an entity permitted to own such interests under the laws of Fiji.

3. The Insuring Agency shall assert no greater rights than those of the transferring investor under the laws of Fiji with respect to any interest transferred or succeeded to as contemplated in paragraph 1. The Government of Canada does, however, reserve its right to assert a claim in its sovereign