

**EXCHANGE OF NOTES BETWEEN THE GOVERNMENT OF CANADA AND
THE GOVERNMENT OF THE REPUBLIC OF CHILE CONSTITUTING
AN AGREEMENT CONCERNING INVESTMENT INSURANCE**

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The Ambassador of Canada to the Minister of Foreign Affairs of Chile

Excellency:

I have the honour to refer to discussions which have recently taken place between representatives of our two Governments relating to investments in the Republic of Chile which will promote the development of economic relations between Canada and the Republic of Chile, and to the insurance of such investments by the Government of Canada through its agent, the "Export Development Corporation", or any successor thereto, hereinafter referred to as the "Insuring Agency". I also have the honour to confirm the following understandings reached as a result of those discussions:

Article One

For purposes of this Agreement, the term "Coverage" shall refer to any insurance, reinsurance, or guarantee issued in accordance with this Agreement by the Insuring Agency, whether as one of the parties providing Coverage or as successor to a contract providing Coverage, or as an agent for the administration of the Coverage.

The Coverage issued in accordance with this Agreement shall refer to the following political risks:

The expropriation, confiscation, arbitrary seizure, or deprivation of use of any property, or any other action by the Government of Chile or agency thereof, that deprives the investor of any right in, or in connection with, an investment in the Republic of Chile.

Article Two

The procedures set forth in this Agreement shall apply only with respect to coverage relating to investments in projects or activities approved in writing by, and registered with, the Government of Chile after the date of the present Exchange of Notes.