## In concertion with the extension of this "module vivandish the Canadan ieversaning would approvide the extension of this it modes wivening that

SIR,

## being established by your Covernment for the imperior EXCHANGE OF NOTES (DECEMBER 21 AND 23, 1933) EXTEND-ING INDERNOTES (DECEMBER 21 AND 23, 1933) EXTEND-ING INDEFINITELY THE COMMERCIAL "MODUS VIVENDI" OF MARCY AND GERMANY OF MARCH 29/30, 1933, BETWEEN CANADA AND GERMANY

The Secretary of State for External Affairs of Canada to the German Consul

## DEPARTMENT OF EXTERNAL AFFAIRS CANADA SHOTE SHOULD

## OTTAWA, December 21, 1933.

effective on February 10, 19 I have the honour to refer to your interview of December 6th with officials any Department and of the December of Trade and Commerce respecting of my Department and of the Department of Trade and Commerce respecting Government and of the Department of Trade and Commerce view of the trade of the trade of the Department of Trade and Commerce respecting to the trade of the Department of Trade and Commerce view of the trade of the trade of the Department of Trade and Commerce view of the trade of th the tariff relations between Canada and Germany at which you stated that your between Content would be and Canada and Germany at which you stated that your between Content would be and Canada and Germany at which you stated that your between Content would be and Canada and Germany at which you stated that your between Canada and Germany at which you stated that your between Canada and Germany at which you stated that your between Canada and Germany at which you stated that your between Canada and Germany at which you stated that your between Canada and Germany at which you stated that your between Canada and Germany at which you stated that your between Canada and Germany at which you stated that your between Canada and Germany at which you stated that you stated that you between Canada and Germany at which you stated that you stated that you between Canada and Germany at which you stated that you between Canada and Germany at which you stated that you between Canada and Germany at which you stated that you stated that you between Canada and Germany at which you stated that you between Canada and Germany at which you stated that you between Canada and Germany at which you stated that you between Canada and Germany at which you stated that you between Canada and Germany at which you stated that you between Canada and Germany at which you stated that you between Canada and Germany at which you stated that you between Canada and Germany at which you stated that you between Canada and Germany at which you stated that you between Canada and Germany at which you stated that you between Canada and Germany at which you stated that you between Canada and Germany at which you stated that you between Canada and Germany at which you between Canada Government and of the Department of Trade and Cou stated that you between Canada and Germany at which you stated that you the new "modus vivendi" the new "modus vivendi" and that in modus vivendi" pour he terminated at any time by either Government, in that is super the terminated at any time by either Government, the new " modus vivendi " may be terminated at any time by either Government, either con the event of the prepared to extend, indefinitely, the next, provided and and that, in the event of the terminated at any time by either dovernment, either con the event of the terminated at any time by either the benefits and that, in the event of such termination, natural or manufactured products of of the arr would continue termination.

either country would continue to enjoy, on importation into the other, the benefits of the agreement for a period of six weeks from the date of notice of termination. I understand for the period of six weeks from the date of notice of termination. I understand for a period of six weeks from the date of notice of termination of the "modus vivondi" that your Government would prefer that the same way in of the "moderstand further that your Government would prefer that the extension which it was first concluded by an Exchange of Notes in the same way in ment." which it was first concluded rather than by the signature of a definitive Agree-

In reply I have the honour to inform you that the Canadian Government ernment with the condition of the German In reply I have the honour to inform you that the Canadian Government Government with the views expressed by you on behalf of the German in Council, and to this Government and to this end a draft recommendation to the Intermediate Tariff to German of the second to the second to the the termination after in Council has been drawn up according the benefit of the Intermediate Tariff to six week, ods, indefinitely of according the benefit of the Intermediate and, if the German goods, indefinitely, from January 1, 1934, subject to termination after considered. A first subject of the enclosed, and, if the six weeks' notice. A copy of the draft recommendation is enclosed, and, if the I shall recommendations set for the draft recommendation is enclosed.

<sup>considerations</sup> indefinitely, from January 1, 1934, subject to closed, and, in the shall recommendation is enclosed, and, in the shall recommend the immeriant are in accord with the views of your Government, and the immeriant are in accord with the views of your closed the shall recommend the immeriant are in accord with the views of your closed the shall recommend the immeriant are in accord with the views of your closed the shall recommend the immeriant are in accord with the views of your closed the shall recommend the immeriant are in accord with the views of your closed the shall be immeriant. I shall recommend the immediate passing of an Order-in-Council\* in such terms. German You will be As you will be aware from my letter of October 4th, the policy of the able for the purchase of Certain the amount of foreign exchange made avail-chief advant purchase of Certain the amount of foreign exchange would accrue As you will be aware from my letter of October 4th, the policy of the for the for the the immediate passing of an Order-in-Council in such as the second sec able for the purchase of Canadian wood pulp has served to curtail one of the from the grees which the analysis which the form the grees which the grees chief for the purchase of Canadian wood pulp has served to curtail one of the extend modus which the Canadian Government had anticipated would accrue modus which the Canadian Government had anticipated to modus which the Canadian Government had anticipated by the German Government agreed to wood pulp for the from the "modus vivendi" under which the German Government agreed to anaufactor in anufactor in which the Canadian Government had anticipated would active extend modus vivendi" under which the German Government agreed to manufactor in which our trade extend modus vivendi" under which the German Government agreed to manufacture of artificial ill in the section of those few products in which our trade manufacture of artificial silk is one of those few products in which our trade pointed out in has attained in the canadian goods. Wood pulp for the pointed out in has attained with Germany has attained a considerable volume in recent years. It may be the seven that Canadian de attained a considerable volume in recent years attained aconsiderable volume in the seven that Canadian during attained aconsiderable volume in the seven that canadian during attained aconsiderable volume in the seven that canadian during attained aconsiderable volume in the seven that canadian during attained aconsiderable volume in the seven that canadian during attained aconsiderable volume in the seven that canadian during attained aconsiderable volume in the seven that canadian during attained aconsiderable volume in the seven that canadian during attained aconsiderable volume in the seven that canadian during attained attained aconsiderable volume in the seven that canadian during attained attained attained attai pointed out that Canadian purchases of artificial silk yarn from Germany during during the seven months from April 10 (101) and 1023 were valued at \$127,363, whereas the seven months from April to October, 1933, were valued at \$127,363, whereas wood puls ame period the seven artificial silk yarn from Germany during the same period the seven artificial silk yarn from April to October, 1933, were valued at \$127,363. Whereas the same period the seven puls of Canadian shipments to Germany of the seven puls of the seven during the seven months from April to October, 1933, were valued at \$127,363, whereas wood pulp for the period the c.i.f. value of Canadian shipments to Germany of the which of the parameters of the seven and the c.i.f. value of Canadian shipments to Germany of the the which of the parameters of the seven and the c.i.f. value of Canadian shipments to Germany of the the which of the parameters of the seven and the c.i.f. value of Canadian shipments to Germany of the the which of the parameters of the seven and the c.i.f. value of Canadian shipments to Germany of the the seven and the c.i.f. value of Canadian shipments to Germany of the the seven and the wood pulp for the manufacture of artificial silk was \$97,747. In view of the that your C Germany is provided at the canadian shipments to Germany of Canadian shipments to Germany is provided at the canadian shipments to Germany of trade pulp for the period the c.i.f. value of Canadian shipments. In view of the that your Germany is now doing with Canada in artificial silk yarn, I trust dian wood overnment will the the importation into Germany of Canathat which Germany is now doing with Canada in artificial silk yarn, I thus dian wood pulp for the manufacture of artificial silk was \$97,747. dian wood pulp for the monotonic doing with Canada in artificial silk yarn, I thus products the pulp for the monotonic doing with Canada in the conclusion of the few dian wour Government will not impede the importation into Germany of Cana products the trade in manufacture of artificial silk, this being one of the few modus rise trade in manufacture of artificial silk, the conclusion of the products the trade in which we hoped to promote through the conclusion of the modus vivendi " with Germany. <sup>\* P.C.</sup> 2674, December 23, 1933. See Canada Gazette, January 6, 1934.