by the Dominion Parliament to give effect to the Treaty, that such Acts should only come into force upon the issue of a Proclamation by the Governor-General in Council bringing them into operation. On their part, Her Majesty's Government will engage that when the Treaty shall have taken effect by the issue of such Proclamation, they will propose to Parliament to guarantee a Canadian loan of 2,500,000*l*., such loan to be applied to the purposes indicated by the Council, namely, the construction of the railroad through British territory from Canada to the Pacific, and the improvement and enlargement of the Canadian canals, and to be raised at the same time and in equal proportion with the Canadian unguaranteed loan for the same objects, on the understanding that Canada abandons all claims on this country on account of the Fenian raids. As regards the request of the Privy Council that Her Majesty's Government will enable them to assure the Dominion Parliament that any recommendation made by Canada to terminate the Articles of the Treaty numbered 18 to 25 inclusive, and likewise Article 30 in conformity with Article 33, would be acted on, I may observe, that no such assurance was asked or given in the case of the Reciprocity Treaty, but Her Majesty's Government recognize that it is not unreasonable that Canada should desire some assurance on this point, and they have, therefore, no hesitation in declaring that the greatest deference would be paid to the expression of the wishes of the Dominion, signified by Addresses from both Houses of the Dominion Parliament, and that those wishes would certainly be attended to, subject, of course, to the necessary reservation of Her Majesty's discretion to take into consideration, in the interests of the whole Empire, the state of her relations with Foreign Powers at the particular juncture.

I have already conveyed to your Lordship, by telegraph, the substance of this Despatch. I have, &c.,

The Lord Lisgar, &c. &c. &c. (Signed) KIMBERLEY.

LONDON:

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CANADA.