

(II)

OTTAWA, November 16, 1938.

THE RIGHT HONOURABLE W. L. MACKENZIE KING, P.C., LL.D.,
Secretary of State for External Affairs, Canada.

SIR,

I have the honour to acknowledge receipt of your letter of the 16 November, and to confirm the willingness of His Majesty's Government in the Union of South Africa to facilitate the conclusion of a Trade Agreement between Canada and the United States of America by consenting to modifications in certain marginal preferences guaranteed under the Canada-South Africa Trade Agreement of 1932, as set out in your letter under reply.

I further beg to confirm the understanding that the modifications thus effected in the Canada-South Africa Trade Agreement will be taken into consideration when this Agreement comes up for revision.

I have the honour to be,

Sir,

Your obedient servant,

D. DE WAAL MEYER,

Accredited Representative.

The Canadian Government desire to record their intention of inviting Parliament at its forthcoming session to consolidate the three tariff items under which Indian corn is imported into Canada into one item on which the rate of duty would be free under the British Preferential Tariff, ten cents per bushel under the Intermediate Tariff and twenty cents per bushel under the General Tariff. At the same time they wish to express again their appreciation of the assistance of the Government of the Union of South Africa in facilitating the conclusion of Canadian trade negotiations with the United States of America and to confirm their understanding that the modification thus effected in the Canada-South Africa Trade Agreement will be taken into consideration when that Agreement is revised.

I have the honour to be,

Sir,

Your obedient servant,

W. L. MACKENZIE KING

THE HON. W. L. MACKENZIE KING, M.P.,
 Secretary of State for External Affairs, Ottawa.