

And whereas the German Government is to undertake to distribute such unliquidated Property amongst the several nationals of the German Reich entitled thereto;

Now therefore this Agreement witnesseth:

#### ARTICLE 1

The Government of Canada will (subject to the provisions and stipulations contained in the following articles) release and, if necessary, retransfer to the original German owners, or the persons deriving title through them, the Property, Rights and Interests originally belonging to them and now subject to the charge created in pursuance of the Treaty of Versailles in so far as such Property, Rights or Interests were not already liquid or liquidated, or finally disposed of on June 7th, 1929.

There are to be considered as liquid or liquidated or finally disposed of at this date only the following Property, Rights and Interests:

- (a) Securities referred to in Government of Canada Order in Council No. 114 of 19th January, 1923, which the Custodian has disposed of in accordance with the said Order;
- (b) Property, regarding which the Canadian Custodian prior to June 7th, 1929, has concluded a binding contract for sale, provided, however, that in such cases the proceeds of sale payable after this date, and which come into the hands of the Custodian, will be handed over to the German Government acting for the former owners;
- (c) Debts, which are subject to the provisions of Article 297 of the Treaty of Versailles, in so far as they have at this date been collected by a Canadian Government official or Government agent.

#### ARTICLE 2.

In cases where only part of a debt has been collected by the Custodian until June 7th, 1929, the Custodian will continue to collect insofar as he can any outstanding part, it being understood that any money so collected shall be handed over to the German Government for the original creditor.

In the same way all other sums which after June 7th, 1929, have been or will be actually collected by the Custodian in connection with the liquidation of German Property, Rights or Interests, shall be paid to the German Government for the original owner.

#### ARTICLE 3

The method to be adopted for returning Property shall be as follows:—

- (a) The Custodian shall deliver to the Foreign Office of the German Reich at Berlin all unliquidated bonds, debentures, shares and other securities now in his possession, together with all accrued interest since June 7th, 1929, provided, however, that the costs, charges and expenses of the Custodian in obtaining possession of such securities shall be chargeable against such securities and shall be deducted together with the authorized fee of 2% on the value thereof from any income out of these securities in hand or, if not in hand, the securities may be retained until payment is made by the German owner or the German Government acting on his behalf.