(C) To the table captioned: "Filed Capital Costs for the Pipeline in Canada", add an additional column as follows:

56" 1080 psi \$ million (Canadian)

It is further proposed that in Paragraph 6(b) of the Agreement, the reference in the third sentence to "Part D of Annex III" be amended to read "Part (iii) of Annex III".

If these proposals are acceptable to the Government of the United States, I have the honour to propose that this Note, which is authentic in English and French, and your reply to that effect shall constitute an agreement between our two Governments to add a technical addendum to Annex III and correct Paragraph 6(b) of the Agreement on Principles Applicable to a Northern Natural Gas Pipeline, which shall enter into force on the date of your reply and shall be considered an integral part of the said Agreement.

Accept, Sir, the renewed assurances of my highest consideration.

PETER M. TOWE Ambassador

The Honourable Cyrus R. Vance, Secretary of State, Washington, D.C.