- (i) exchange information with a view to the coordination of the plans of the United States and Canada for industrial mobilization;
- (ii) consider what recommendations in the field of industrial mobilization planning in areas of common concern should be made to each Government;
- (iii) be empowered to organize joint subcommittees from time to time to facilitate the discharge of its functions;
- (iv) be responsible for cooperation with the Permanent Joint Board on Defence on matters of industrial mobilization.

I have the honour to inform Your Excellency that the Government of Canada concurs in the foregoing proposals and agrees that Your Excellency's note and this reply shall constitute an agreement between our two Governments which shall enter into force on this day and shall remain in force indefinitely, subject to termination by either Government at any time on giving six months' notice.

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

L. B. Pearson

Secretary of State for External Affairs.

His Excellency, The Hon. Laurence A. Steinhardt,
Ambassador of the United States of America,
Embassy of the United States of America,
100 Wellington Street,
OTTAWA.