ARTICLE 13

Article XI of the Agreement is amended to read as follows:

"ARTICLE XI—Safeguards

- "A. Material subject to this Agreement and any source or special nuclear material used in or produced through the use of any components subject to this Agreement, over which Canada has jurisdiction, shall be subject to safeguards in accordance with the Agreement between Canada and the International Atomic Energy Agency referred to in Article I BIS.
- "B. Material subject to this Agreement and source or special nuclear material used in or produced through the use of any component subject to this Agreement, over which the United States has jurisdiction, shall be subject to safeguards in accordance with the Agreement between the United States and the International Atomic Energy Agency referred to in Article I BIS.
- "C. If for any reason International Atomic Energy Agency safeguards are not being or will not be applied to material subject to this Agreement or produced through the use of any components subject to this Agreement in a manner in which both Parties are satisfied is in accordance with the appropriate agreement referred to in paragraph A or B, to ensure effective continuity of safeguards with respect to such material the Parties shall immediately enter into arrangements which conform to the Agency's safeguards principles and procedures, with the coverage required pursuant to those paragraphs and provided for by applicable administrative arrangements, and which provide assurances equivalent to that intended to be secured by the safeguards system they replace. The Parties shall consult and assist each other in the application of such a safeguards system.
 - "D. Upon a request of either Party, the other Party shall report or permit the International Atomic Energy Agency to report on the status of all inventories of any material subject to paragraph A or B, as applicable."

ARTICLE 14

Article XII of the Agreement is amended to read as follows:

"ARTICLE XII—Guarantees

- "A. The safeguards provided for in Article XI shall be maintained.
- "B. Designated nuclear technology, material, equipment and devices, major critical components and components subject to this Agreement and