

These consultations shall be without prejudice to the commercial or industrial policy of either party. An early meeting will be held to work out appropriate modalities for notification and consultations.

- (3) It is understood between the parties that during the period of the interim arrangement supplies of Canadian uranium to be exported to Euratom would be broadly limited to the current needs of Euratom, the term "current needs" to take account also of enrichment contract commitments entered into by the member countries of Euratom.

The contracting parties shall consult at the request of either concerning the application of this part of this interim arrangement, in accordance with Article XIII of the 1959 Agreement.

- (4) Subject to the foregoing it is agreed that Canadian-origin uranium transferred to Euratom subsequent to December 20, 1974 or any Canadian-origin uranium being exported to Euratom during the period of the interim arrangement may be reprocessed or enriched beyond 20% U-235, if the need arises in plants now operating or foreseen to be operating in Euratom. The same applies to plutonium and uranium enriched beyond 20% U-235 stored in Euratom. In respect of Canadian-origin uranium transferred to Euratom prior to December 20, 1974, it is open to either Party to request consultation as provided in Articles IX (3) and XIII, of the 1959 Agreement.
- (5) As soon as possible after December 31, 1979 or the termination of the INFCE study, whichever is earlier, the parties will commence negotiations with a view to replacing this arrangement by other arrangements which will take into account, inter alia, any results of the INFCE studies in relation to the operations in question. If no such arrangements have been agreed upon by the end of 1980, the parties may jointly agree to extend the present interim arrangement.