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- (3) Australia make subject to the Agreement, upon receipt, nuclear material and material transferred to Australia from a third party identified pursuant to (1) above, when the third party informs Australia that the nuclear material or material is subject to a nuclear cooperation agreement between the third party and Canada; and
  - (4) administrative procedures acceptable to both Parties relating to such transfers have been established by the appropriate governmental authorities.
- (B) transfers other than those transfers referred to in (A) above shall continue to require the written consent of Canada prior to the transfer.

2. Further to paragraph 1 of Article VIII of the Agreement, Canada hereby provides its consent to the transfer by Australia beyond its jurisdiction in any 12 month period, to any State Party to the Treaty on the Non-Proliferation of Nuclear Weapons done at London, Washington and Moscow July 1968, of the following nuclear material and quantities:

- (i) special fissionable material (up to 50 effective grams);
- (ii) natural uranium (up to 500 kilograms);
- (iii) depleted uranium (up to 1000 kilograms); and
- (iv) thorium (up to 1000 kilograms).

The appropriate governmental authorities shall establish reporting procedures for the purpose of reviewing the implementation of this provision.

3. With reference to paragraph 2 of Article II of the Agreement, I have the honour to propose that, in cases where natural uranium, depleted uranium, other source material, uranium enriched to less than 20 per cent in the isotope U-235 and heavy water are received by Australia from a third party, identified in accordance with sub-paragraph 1(A)(1) above, that informs Australia that the nuclear material or material is subject to a nuclear cooperation agreement between the third party and Canada, this present exchange of Notes shall be regarded as satisfying the requirement for prior notification.

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