

**EXCHANGE OF NOTES (MARCH 4, 1943) BETWEEN CANADA AND  
THE UNITED STATES OF AMERICA CONTINUING IN FORCE  
THE AIR TRANSPORT ARRANGEMENT EFFECTED BY AN  
EXCHANGE OF NOTES DATED NOVEMBER 29 AND DECEMBER  
2, 1940\*.**

I

*The Acting Secretary of State of the United States to the Canadian Minister  
to the United States*

DEPARTMENT OF STATE

WASHINGTON, March 4, 1943.

Sir:

I have the honor to refer to negotiations which have recently taken place between the Government of the United States of America and the Government of Canada for the conclusion of a reciprocal undertaking continuing in force the arrangement between the two Governments, entered into by an exchange of notes dated November 29, 1940 and December 2, 1940, for the purpose of giving effect to Article III of the Air Transport Arrangement between the two Governments concluded on August 18, 1939.

It is my understanding that it has been agreed in the course of the recent negotiations, now terminated, that the undertaking referred to in the preceding paragraph shall be as follows:—

Having in mind the fact that because of the war situation it was impracticable for the aeronautical authorities of the United States and Canada to hold a meeting six months prior to December 31, 1942, as contemplated by the arrangement between the two Governments entered into by an exchange of notes dated November 29, 1940, and December 2, 1940, for the purpose of drawing up new recommendations relating to the allocation of air transport routes to United States and Canadian air carriers for operations between the United States and Canada, it is now agreed that, subject to the provisions of the succeeding paragraph, the 1940 arrangement as herein referred to shall be considered to have remained in force from December 31, 1942, and shall continue in force until the end of the war. It is also agreed that after the termination of the war a conference between representatives of the two Governments will be held for the purpose of reviewing the situation as it may then exist with respect to the application of the terms of the arrangement covered by the exchange of notes dated November 29, 1940 and December 2, 1940.

Notwithstanding the foregoing provisions, it is agreed that the present undertaking may be terminated at any time on six months' notice given in writing by either Government to the other Government for important reasons of public policy when the conditions thereof or the actual practice thereunder is no longer regarded by the Government of the country giving such notice as being in its interest. Such notice of termination shall be given by either Government to the other only after consultation between the two Governments for a period of at least sixty days.

\*For the text of the arrangement of November-December, 1940, see Canada Treaty Series, 1940, No. 13.