

registration of foreign securities or sale of foreign exchange, excluding foreign exchange or foreign securities acquired from Canadian sources subsequent to the establishment of exchange control. The United States Government has agreed to extend similar exemptions to Canadian citizens if the occasion should arise. United States citizens ordinarily resident in Canada may obtain full particulars respecting application for exemption from the nearest United States Consul.

The purpose of the agreement is to enable United States citizens residing in Canada to retain their foreign securities and foreign currency in view of their requirements in their own country and the possibility of eventual return to their own country. The agreement does not affect United States citizens who are merely temporarily visiting Canada; they are not in any way affected by exchange control in Canada and therefore do not need exemption.

#### 5. CANADA-FRANCE PAYMENTS AGREEMENT OF THE 7th OF JUNE

The agreement, which was made by exchange of notes in Ottawa, provided, within certain limits, for accumulation of French francs by Canada, and for orderly repatriation of Canadian securities held in France. An immediate effect of the agreement was to be the stabilization of the rate of exchange between Canada and France.