

"R"  
TELEGRAM

UK  
C 284883 ✓

From THE SECRETARY OF STATE FOR DOMINION AFFAIRS  
To THE SECRETARY OF STATE FOR EXTERNAL AFFAIRS, CANADA

LONDON, December 27th, 1939.

SECRET

CYPHER

CIRCULAR D. 129.

Circular D. 129. Secret. My telegram Circular D. 117.

1. War Trade Agreement with Sweden. It is proposed to make short public announcement that the Agreement has been signed.

2. The following is outline of the Agreement, terms of which should be treated as secret so far as is consistent with any administrative measures involved.

(1) The United Kingdom Government agree not to hinder imports into Sweden of reasonable quantities of commodities derived from across the seas other than the Baltic i.e. all seas under Allied control.

(2) In return Sweden has entirely prohibited all exports of specified commodities in any form except-

(a) certain agreed Scandinavian trade,

(b) strictly limited quantities of those commodities which are normally included in Swedish manufactures,

(c) certain Swedish products and manufactures dependent upon prohibited raw materials and consigned to approved neutral destinations.

(3) Other commodities are to be dealt with, both as regards imports by Sweden and exports to Allies and Germany on the basis of "normal trade", figures for 1938 being taken as the standard. Trade to be confined to articles sold to above countries in 1938.