

**EXCHANGE OF NOTES (MARCH 30, 1946) BETWEEN CANADA AND  
THE UNITED STATES OF AMERICA CONSTITUTING AN  
AGREEMENT ON THE SUBJECT OF WAR  
SURPLUSES AND RELATED MATTERS**

I

*The Secretary of State for External Affairs of Canada  
to the United States Ambassador*

DEPARTMENT OF EXTERNAL AFFAIRS

OTTAWA, March 30, 1946.

No. 44

Excellency,

I have the honour to refer to discussions which have recently taken place between representatives of our Governments on the subject of war surpluses and related matters. It is my understanding that these representatives have agreed on the following proposals which are acceptable to the Canadian Government.

2. With regard to defence installations and equipment owned by the United States Government and located in Canada and not yet otherwise disposed of, the two Governments have found it mutually advantageous to expedite and simplify the procedure set forth in the 33rd Recommendation of the Permanent Joint Board on Defence and approved by the two Governments, while continuing to accept its underlying principles. To the extent, therefore that this agreement is inconsistent with the exchange of notes of November 22 and December 20, 1944, it shall be regarded as superseding them.\*

3. It is agreed that for the sum of \$12,000,000 (U.S.) the United States Government will transfer to the Canadian Government the following defence installations, projects and/or supplies and equipment connected therewith owned by the United States Government and located in Canada, the original cost price of which was approximately \$59,000,000 (U.S.). In each case the details are listed in appendices to this note,\*\* giving approximate original costs, as follows:

(a) *Immovable Property.*

Original cost: \$27,882,825 (Appendix I).

(b) *Movable Property in Northwestern Canada.*

Original cost: \$16,481,811 (Appendix II).

(c) *Movable Property in Northeastern Canada.*

Original cost: \$197,841 (Appendix III).

(d) *Movable Property heretofore reported to Crown Assets Allocation Committee but not sold.*

Original cost: \$9,994,650 (Appendix IV).

(e) *United States Navy Property lend-leased to the United Kingdom, declared surplus and left in Canada.*

Original cost: \$4,349,717 (Appendix V).

4. It is understood that United States forces now stationed in Canada will continue to use without cost, until their withdrawal from Canada, such immovable

\* For the Exchange of Notes of November 22 and December 20, 1944, see Treaty Series 1944, No. 35.

\*\* For these appendices see pages 6, 7, 9, 10 and 12 below.