

**FINANCIAL AGREEMENT BETWEEN THE GOVERNMENT OF CANADA  
AND THE GOVERNMENT OF CHINA**

SIGNED AT OTTAWA, FEBRUARY 7, 1946

AGREEMENT ENTERED INTO THIS SEVENTH DAY OF  
FEBRUARY, 1946

BETWEEN :

THE MINISTER OF FINANCE OF CANADA,

hereinafter referred to as "the Minister",

of the First Part,

AND

THE GOVERNMENT OF CHINA,

represented by its Ambassador to Canada, His Excellency Dr. Liu Shih Shun,

of the Second Part:

WHEREAS the Government of China has requested the Government of Canada to make loans to the Government of China to enable the said Government to purchase Canadian-produced goods for export to China;

WHEREAS by Order in Council P.C. 378 dated the fifth day of February, 1946, the Minister has been authorized under The Export Credits Insurance Act to make the loans hereinafter referred to, on behalf of the Government of Canada; and

WHEREAS the Ambassador of China to Canada, His Excellency Dr. Liu Shih Shun, has been duly authorized by the Government of China to execute this agreement on behalf of the Government of China.

NOW, THEREFORE, THIS AGREEMENT WITNESSETH that the parties hereto, in consideration of the mutual covenants and agreements hereinafter contained, covenant and agree each with the other as follows:

1. In this agreement the terms "exporters", "Canadian-produced goods" and "cost of Canadian-produced goods" have the meaning assigned to them by The Export Credits Insurance Act of Canada or any regulations made thereunder.

2. Subject to the terms and conditions of this agreement, the Minister, on behalf of the Government of Canada, agrees to lend to the Government of China, such amount not exceeding Sixty Million Dollars (\$60,000,000) Canadian, as may from time to time be requisitioned from the Minister by the Government of China to enable the Government of China to purchase from exporters and to pay the cost of Canadian-produced goods exported or to be exported from Canada to China.

3. The Minister will pay amounts requisitioned under paragraph 2 of this agreement into the account of the Government of China with the Bank of Canada.