

5. This agreement and the Principal Agreement shall be read and construed as one agreement and all provisions of the Principal Agreement not inconsistent with this agreement shall apply in respect of amounts lent under the Principal Agreement and this agreement.

IN WITNESS WHEREOF the parties hereto have caused these presents to be signed on the day and year first above mentioned.

WITNESS

W.K. CHOW

R.B. BRYCE

D.C. ABBOTT
Minister of Finance of Canada

TIEN PAO-SHENG
For the Government of China

954.

PCO/M-30-2

*Le ministre de la Reconstruction et des Approvisionnements
au secrétaire d'État aux Affaires extérieures*

*Minister of Reconstruction and Supply
to Secretary of State for External Affairs*

[Ottawa], June 2, 1947

My dear Colleague,

I presume that your attention has been called to Despatch WA-1647† — Export of munitions to China, from our Ambassador in Washington, to advise that the Secretary of State decided on May 26th to relax the embargo on the supply of munitions to the Chinese National Government. The despatch mentions ammunition and fighter planes, but I presume that armed warships are no longer embargoed.

In the circumstances, I suggest that War Assets Corporation be instructed that the door is open to sale of guns and ammunition, fighter planes, armed frigates and other items of Canadian supply in which the Chinese have indicated an interest.

I will appreciate your decision in this matter.

Yours sincerely,
C.D. HOWE