

APPENDIX

LETTER RESPECTING PURCHASE OF SECURITIES

Minister of Finance

Ottawa 4, March 18, 1966.

Dear Mr.

I am writing to you and to the heads of many other Canadian financial institutions and firms to ask for your cooperation in connection with the request I made on behalf of the Government in my statement in the House of Commons on March 16, 1966, a copy of which is enclosed.

To help ensure that Canadian savings are available to meet the present large demands for capital in Canada the Government is asking all Canadian investors, including financial institutions such as the banks, life insurance companies, and trust and loan companies, as well as other corporations, pension

funds and individuals, not to acquire securities, denominated in Canadian or U.S. dollars, which are issued by U.S. corporations or their non-Canadian subsidiaries and which are subject to the U.S. Interest Equalization Tax if purchased by U.S. residents. Investments in such securities made by Canadian financial institutions and pension funds to cover foreign currency liabilities to non-residents of Canada and the United States are exempt from this request.

I feel confident that Canadian investors will in the national interest cooperate fully with this request.

Yours sincerely,
Mitchell Sharp.

Encls.