

EXCHANGE OF NOTES (JULY 11 AND 15, 1946) BETWEEN CANADA
AND THE UNITED STATES OF AMERICA CONCERNING THE DIS-
POSAL OF WAR SURPLUSES AND RELATED MATTERS.

I

*The Secretary of State for External Affairs of Canada to the Chargé d'Affaires
ad interim of the United States of America in Canada*

DEPARTMENT OF EXTERNAL AFFAIRS

Ottawa, July 11, 1946.

No. 94

SIR,

I have the honour to refer to my note No. 44 of March 30 and your reply of the same date placing on record the understanding arrived at between our two Governments on the subject of war surpluses and related matters.*

2. As the result of subsequent discussions between officials of our two Governments, I have the honour to propose that this understanding be clarified by the addition of a proviso to paragraph 7 (b) of my note under reference so that it will read as follows:

(b) (i) Combat type aircraft left by the United States Government in Canada will be transferred to Canadian account for salvage without further reimbursement to the United States Government, subject to the proviso that should the Canadian Government wish to purchase any combat type aircraft for their own use then these may be so purchased by the Canadian Government, provided that appropriate reimbursement will be made to the United States Government by the Canadian Government and further provided that when such combat type aircraft are transferred to the Canadian Government, an additional payment of 5 per cent of the sale price of the aircraft will be paid to provide reimbursement for any combat type spare parts and accessories which may be used by the Canadian Government, in accordance with paragraph (ii) below.

(ii) All other combat type parts and accessories will be salvaged or may be transferred to the Canadian Government for their own use without reimbursement to the U.S. Government except as provided in paragraph 1 above.

3. If the foregoing is acceptable to the Government of the United States, this note and your reply thereto shall be regarded as revising the understanding contained in the exchange of notes of March 30th.

Accept, Sir, the renewed assurances of my highest consideration.

W. L. MACKENZIE KING,
Secretary of State for External Affairs.

*See Canada Treaty Series, 1946, No. 12.