## DISPOSAL OF SURPLUS PROPERTY

Exchange of notes at Ottawa January 9, 1947 Entered into force January 9, 1947

> 61 Stat. 2738; Treaties and Other International Acts Series 1603

The Secretary of State for External Affairs to the American Ambassador

DEPARTMENT OF EXTERNAL AFFAIRS CANADA

No. 3

OTTAWA, January 9, 1947

## Excellency:

I have the honour to refer to conversations held in 1944 between Mr. Clayton, then United States Surplus War Property Administrator, and Mr. Carswell, then President of War Assets Corporation of Canada, relating to the disposal of surplus property owned by either of the two governments.

- 2. It is my understanding that it has been agreed that the following arrangements should govern the sale of surplus property owned by the United States or Canada:
  - 1. Save as hereinafter provided, the surplus disposal agencies of either country (United States and Canada) will not:-
  - (a) knowingly sell or offer for sale any such surplus property intended for use and/or re-sale within the territory of the other country;
  - (b) cause residents of the other country to be circularized or solicited concerning the sale of any such surplus property.
  - 2. It is further agreed that in the case of the United States the appropriate disposal agency and in the case of Canada, War Assets Corporation, will, notwithstanding the foregoing, issue, on request, a certificate permitting to be done any of the matters which are set out in Para. 1 above, provided that such a certificate is given only for a purpose which is considered by the United States disposal agency or War Assets Corporation, whichever is concerned, as unlikely adversely to affect their disposal operations.
- 3. It is understood that any such certificate issued by War Assets Corporation will apply only to operations of that Corporation and is not 428