N° 3557.

GRANDE-BRETAGNE ET IRLANDE DU NORD ET PAYS-BAS

Echange de notes comportant un modus vivendi temporaire relatif aux relations commerciales entre les deux pays. Londres, les 20 et 30 juillet 1934.

GREAT BRITAIN AND NORTHERN IRELAND AND THE NETHERLANDS

Exchange of Notes constituting a Temporary modus vivendi regarding Commercial Relations between the Two Countries. London, July 20th and 30th, 1934.

No. 3557. — EXCHANGE OF NOTES ¹ BETWEEN HIS MAJESTY'S GOVERNMENT IN THE UNITED KINGDOM AND THE NETHER-LANDS GOVERNMENT CONSTITUTING A TEMPORARY *MODUS VIVENDI* REGARDING COMMERCIAL RELATIONS BETWEEN THE TWO COUNTRIES. LONDON, JULY 20TH AND 30TH, 1934.

English official text communicated by the Netherlands Minister for Foreign Affairs and by His Majesty's Secretary of State for Foreign Affairs in Great Britain. The registration of this Exchange of Notes took place December 14th, 1934.

I.

Foreign Office, S. W. 1. No. W. 6810/257/29.

July 20th, 1934.

Sir,

I have the honour to refer to the recent discussions which have taken place between representatives of His Majesty's Government in the United Kingdom of Great Britain and Northern Ireland and representatives of the Government of the Netherlands in regard to trade relations between the two countries. As it has not been found possible at present to conclude a full Commercial Agreement between the two Governments, it is now agreed that the following arrangements should be made for the purpose of establishing a temporary *modus vivendi* between the two Governments in regard to certain matters which have been the subject of discussion:

- (r) In connection with quantitative restrictions on imports into the Netherlands, the Netherlands Government guarantees that there shall be granted to the United Kingdom as from the 1st August, 1934, the full share of all quotas, as now established or hereafter varied or established, in regard to any class of goods, which is mathematically attributable to the United Kingdom in accordance with the proportion of the total foreign importations in the basic period into the Netherlands of the goods in question, which was represented by United Kingdom goods.
- (2) For its part, the Government of the United Kingdom, in connexion with quantitative restrictions on imports into the United Kingdom from the Netherlands, guarantees that there shall be granted to the Netherlands as from the 1st August, 1934, the full share of all quotas as now established or hereafter varied or established, in regard

¹ Came into force August 1st, 1934.

¹ Traduction. — Translation.

Nº 3557. — ÉCHANGE DE NOTES ² ENTRE LE GOUVERNEMENT DE SA MAJESTÉ DANS LE ROYAUME-UNI ET LE GOUVERNEMENT NÉERLANDAIS COMPORTANT UN *MODUS VIVENDI* TEMPORAIRE RELATIF AUX RELATIONS COMMERCIALES ENTRE LES DEUX PAYS. LONDRES, LES 20 ET 30 JUILLET 1934.

Texte officiel anglais communiqué par le ministre des Affaires étrangères des Pays-Bas et le secrétaire d'État aux Affaires étrangères de Sa Majesté en Grande-Bretagne. L'enregistrement de cet échange de notes a eu lieu le 14 décembre 1934.

I.

Foreign Office, S. W. 1. No W. 6810/257/29.

Le 20 juillet 1934.

MONSIEUR LE MINISTRE,

J'ai l'honneur de me référer aux récents pourparlers qui ont eu lieu entre des représentants du Gouvernement de Sa Majesté dans le Royaume-Uni de Grande-Bretagne et l'Irlande du Nord et des représentants du Gouvernement néerlandais au sujet des relations commerciales entre les deux pays. Comme il n'a pas été jugé possible de conclure, à l'heure actuelle, une convention commerciale complète entre les deux gouvernements, il est convenu maintenant que les arrangements ci-après seront adoptés en vue de l'établissement d'un modus vivendi temporaire entre les deux gouvernements relativement à certaines questions qui ont fait l'objet des pourparlers :

- 1º Pour ce qui est des restrictions quantitatives des importations aux Pays-Bas, le Gouvernement néerlandais garantit qu'à dater du 1ºr août 1934, il sera accordé au Royaume-Uni, en ce qui concerne tous les contingents qui sont actuellement établis ou qui pourront ultérieurement être modifiés ou établis pour une catégorie quelconque de marchandises, la part entière qui, mathématiquement, revient au Royaume-Uni d'après la proportion entre le total des importations étrangères de marchandises en question aux Pays-Bas pendant la période de base et les importations de ces marchandises provenant du Royaume-Uni.
- 2º De son côté, le Gouvernement du Royaume-Uni, pour ce qui est des restrictions quantitatives des importations en provenance des Pays-Bas dans le Royaume-Uni, garantit qu'à dater du 1ºr août 1934, il sera accordé aux Pays-Bas, en ce qui concerne tous les contingents qui sont actuellement établis ou qui pourront ultérieurement être

¹ Traduit par le Secrétariat de la Société des Nations, à titre d'information.

¹ Translated by the Secretariat of the League of Nations, for information.

² Entré en vigueur le 1^{er} août 1934.

to any class of goods, which is mathematically attributable to the Netherlands in accordance with the proportion of the total foreign importations in the basic period into the United Kingdom of the goods in question, which was represented by Netherlands goods.

(3) In the event of any third foreign country renouncing or forfeiting in whole or in part its quota allocation in the Netherlands or in the United Kingdom, and if, nevertheless, the global quota is maintained at the original figure, then the United Kingdom or the Netherlands, as the case may be, shall be entitled to a proportion of the unused quota calculated in accordance with paragraphs I and 2 respectively. The Government of the United Kingdom and the Government of the Netherlands undertake to inform each other of the amount of any global quota affecting the importation into the United Kingdom of goods from the Netherlands and the importation into the Netherlands of goods from the United Kingdom respectively, and at the same time of the share of such quota which is allotted to the other country.

It is understood that the expression "global quota" signifies the total amount of goods of any class or group subject to a quota which would theoretically be admitted from all foreign countries if all such countries, in the aggregate, were allowed to import

their full mathematical shares.

- (4) The complete utilisation within the quota period of the quotas allotted will be facilitated as much as possible.
- (5) Without prejudice to any other relevant agreements respecting particular commodities which have been or may be reached between the two Governments, any portions of quotas allotted to the United Kingdom or to the Netherlands respectively which remain unutilised at the end of any given quota period shall be carried over to the next quota period, but the carry-over shall not be available for longer than yearly periods.

Each Government undertakes to inform the other without delay at the end of each quota period of the amount of any portions of quotas allotted to the country of the latter which thus remain unutilised.

- (6) Each of the two Governments will have due regard to the seasonal variation of imports of certain classes of goods, wherever this question may arise in connection with the periodical allocation of quotas or the grant of import licences.
- (7) In respect of administration of quotas, each country shall, if in any case a request to this effect is made to the Government of the other country, be granted, under the same conditions and reservations, the most favourable treatment accorded to any other country in respect of like products.
- (8) Import licences shall, where necessary, be placed at the disposal of traders who did not import during the basic period. However, to assure as far as possible the maintenance of existing channels of trade, preference will in principle be given to those traders who imported during the basic period, and undertake to continue such importation.
- (9) The Netherlands Government are prepared to make such regulations as will enable Netherlands importers to transfer import licences to agents established in the Netherlands.
- (10) As from the 1st August, 1934, each Government resumes its liberty of action as regards Customs duties on imported goods, without prejudice, however, to the provisions of the treaties and agreements already in force between the two countries.
- (II) The delegations which have conducted the recent discussions will remain in being for the purpose of further discussions on matters of interest to either Government.

(12) The present arrangement shall remain in force until the expiration of three months from the date on which notice to terminate it is given by either Government.

I have the honour to suggest that the present note and your reply thereto shall be regarded as placing on record the agreement in this matter between the two Governments, which shall come into force as from the 1st August, 1934.

I have the honour to be, with the highest consideration, Sir, Your obedient Servant.

Jonkheer R. de Marees van Swinderen, G.C.V.O., etc., etc., etc. For the Secretary of State: Robert Vansittart.

II.

GEZANTSCHAP DER NEDERLANDEN.
(Legation of the Netherlands.)
No. 1008.

LONDON, July 20th, 1934.

SIR,

I have the honour to acknowledge the receipt of your Excellency's note of to-day's date, which reads as follows:

" Sir,

I have the honour to refer to the recent discussions which have taken place between representatives of His Majesty's Government in the United Kingdom of Great Britain and Northern Ireland and representatives of the Government of the Netherlands in regard to trade relations between the two countries. As it has not been found possible at present to conclude a full Commercial Agreement between the two Governments, it is now agreed that the following arrangements should be made for the purpose of establishing a temporary modus vivendi between the two Governments in regard to certain matters which have been the subject of discussion:

- (1) In connection with quantitative restrictions on imports into the Netherlands, the Netherlands Government guarantees that there shall be granted to the United Kingdom, as from 1st August, 1934, the full share of all quotas, as now established or hereafter varied or established, in regard to any class of goods, which is mathematically attributable to the United Kingdom in accordance with the proportion of the total foreign importations in the basic period into the Netherlands of the goods in question which was represented by United Kingdom goods.
- (2) For its part the Government of the United Kingdom, in connection with quantitative restrictions on imports into the United Kingdom from the Netherlands, guarantees that there shall be granted to the Netherlands as from the 1st August, 1934, the full share of all quotas, as now established or hereafter varied or established, in regard to any class of goods, which is mathematically attributable to the Netherlands in accordance with the proportion of the total foreign importations in the basic period into the United Kingdom of the goods in question which was represented by Netherlands goods.

- (3) In the event of any third foreign country renouncing or forfeiting in whole or in part its quota allocation in the Netherlands or the United Kingdom, and if, nevertheless, the global quota is maintained at the original figure, then the United Kingdom or the Netherlands, as the case may be, shall be entitled to a proportion of the unused quota calculated in accordance with paragraphs I and 2 respectively. The Government of the United Kingdom and the Government of the Netherlands undertake to inform each other of the amount of any global quota affecting the importation into the United Kingdom of goods from the Netherlands and the importation into the Netherlands of goods from the United Kingdom respectively, and at the same time of the share of such quota which is allotted to the other country. It is understood that the expression "global quota" signifies the total amount of goods of any class or group subject to a quota which would theoretically be admitted from all foreign countries if all such countries in the aggregate were allowed to import their full mathematical shares.
- (4) The complete utilisation within the quota period of the quotas allotted will be facilitated as much as possible.
- (5) Without prejudice to any other relevant agreements respecting particular commodities which have been or may be reached between the two Governments, any portions of quotas allotted to the United Kingdom or to the Netherlands, respectively, which remain unutilised at the end of any given quota period shall be carried over to the next quota period, but the carry-over shall not be available for longer than yearly periods.

Each Government undertakes to inform the other without delay at the end of each quota period of the amount of any portions of quotas allotted to the country of

the latter which thus remain unutilised.

- (6) Each of the two Governments will have due regard to the seasonal variation of imports of certain classes of goods, wherever this question may arise in connection with the periodical allocation of quotas or the grant of import licences.
- (7) In respect of administration of quotas each country shall, if in any case a request to this effect is made to the Government of the other country, be granted, under the same conditions and reservations, the most favourable treatment accorded to any other country in respect of like products.
- (8) Import licences shall, where necessary, be placed at the disposal of traders who did not import during the basic period. However, to assure as far as possible the maintenance of existing channels of trade, preference will in principle be given to those traders who imported during the basic period, and undertake to continue such importation.
- (9) The Netherlands Government is prepared to make such regulations as will enable Netherlands importers to transfer their import licences to agents established in the Netherlands.
- (10) As from the 1st August, 1934, each Government resumes its liberty of action as regards Customs duties on imported goods, without prejudice, however, to the provisions of the treaties and agreements already in force between the two countries.
- (II) The delegations which have conducted the recent discussions will remain in being for the purpose of further discussions on matters of interest to either Government.
- (12) The present arrangement shall remain in force until the expiration of three months from the date on which notice to terminate it is given by either Government.

I have the honour to suggest that the present note and your reply thereto shall be regarded as placing on record the agreement between the two Governments in this matter, which shall come into force as from the first August, 1934. "

I have the honour to inform your Excellency that the Netherlands Government concurs in the agreement recorded above.

I have the honour to remain, with the highest consideration, Sir, Your obedient Servant,

R. DE MAREES VAN SWINDEREN.

The Right Honourable
Sir John Simon, G.C.S.I., K.C.V.O., M.P.,
etc., etc., etc.

III.

Foreign Office, S. W. 1. No. W. 6810/257/29.

July 30th, 1934.

SIR,

With reference to the notes of July 20th which constitute an arrangement in regard to trade relations between His Majesty's Government in the United Kingdom and the Government of the Netherlands, I have the honour to add that it is understood that the term "foreign country" when used therein in relation to the United Kingdom means a country not being a territory under the sovereignty of His Majesty the King of Great Britain, Ireland and the British Dominions beyond the Seas, Emperor of India, or under His Majesty's suzerainty, protection or mandate; and that the term "foreign importation" means imports from foreign countries as so defined; and that when used in relation to the Netherlands the term "foreign country" means a country not being a territory under the sovereignty, suzerainty or protection of Her Majesty the Queen of the Netherlands, and that the term "foreign importation" means imports from foreign countries as so defined.

2. It is also understood that in paragraph 7 of the above-mentioned notes the term "any other country" means "any other foreign country" as defined above.

I have the honour to be, with the highest consideration, Sir, Your obedient Servant.

John Simon.

Jonkheer R. de Marees van Swinderen, G.C.V.O., etc., etc., etc.

IV.

GEZANTSCHAP DER NEDERLANDEN.
(Legation of the Netherlands.)
No. 1077.

London, July 30th, 1934.

SIR,

I have the honour to acknowledge the receipt of your note of to-day's date, which runs as follows:

"With reference to the notes of July 20th, which constitute an arrangement in regard to trade relations between His Majesty's Government in the United Kingdom

and the Government of the Netherlands, I have the honour to add that it is understood that the term "foreign country" when used therein in relation to the United Kingdom means a country not being a territory under the sovereignty of His Majesty the King of Great Britain, Ireland and the British Dominions beyond the Seas, Emperor of India, or under His Majesty's suzerainty, protection or mandate; and that the term "foreign importation" means imports from foreign countries as so defined; and that when used in relation to the Netherlands the term "foreign country" means a country not being a territory under the sovereignty, suzerainty or protection of Her Majesty the Queen of the Netherlands, and that the term "foreign importation" means imports from foreign countries as so defined.

2. It is also understood that in paragraph 7 of the above-mentioned notes the term "any other country" means "any other foreign country" as defined above."

I have the honour to inform you that the above represents the understanding of the Netherlands Government in this matter.

I have the honour to remain, with the highest consideration, Sir, Your obedient Servant.

R. DE MAREES VAN SWINDEREN.

The Right Honourable
Sir John Simon, G.C.S.I., K.C.V.O., M.P.,
etc., etc., etc.

Certifié pour copie conforme :

Le Secrétaire général du Ministère des Affaires étrangères des Pays-Bas,

A. M. Snouck Hurgronje.