

Messrs. St. Arnaud & Bergevin,
118 St. Peter St.,
Montreal, Que.

June 10th,
1937.

Attention: Mr. Bergevin

Dear Sir: Customs Valuation of Reichsmarks

We are today in receipt of letter from Messrs. Baryt-Kontor, G.m.b.H., Germany, shippers of Barytes, from whom we have imported in the past and with whom we would like to continue doing business.

You will remember that some time ago a Customs Ruling was issued to the effect that the value for Duty on German goods of a class or kind not manufactured in Canada would be calculated at 32% to the RM., but that the Department of Customs later nollified the order, and it would appear from the letter written us by Messrs. Baryt-Kontor under date of 27th May that the German Export authorities have not been notified that value for Duty cannot be calculated at 32% to the RM, unless the German shipper is dumping; in other words, selling in Canada below the Fair Market Value for consumption in Germany.

For your information we attach copy of letter from Messrs. Baryt-Kontor, as well as copy of letter we have just written them.

This information is sent you in the hope that you will be able to advise that the matter of Reichsmark value is now under discussion at Ottawa and is likely to be cleared up shortly. In the meantime, we can safely say that Barytes is "of a class or kind not manufactured in Canada" and of a class not produced in Canada because of the small consumption except at a greatly advanced price, which would cost the consumers more than it does to import it from the U.S.A. or Germany.

Yours very truly,

THE PIGMENT & CHEMICAL COMPANY LIMITED.

WSD

WSD:NM

Walter S. Dickson.