KI: 5130

61-63 Yorkville Ave.

October 16, 1936.

Mr. L. Kempff, Consul General for Germany, 1440 St. Catjeromes St. W., Montreal, Que.

Sir:

We learn from the papers that the German-Canadian trade negotiations have been concluded.

The writer of these lines expressed to you in Ottawa our great difficulties in not being able to use export prices, and not being in the position to compete with Diesel engines for road equipment. We, therefore, would thank you if you would kindly let us know how the new ruling will be.

Since a couple of weeks, we have with-drawn from the market altogether, just waiting for these negotiations to be concluded as we do not know where we stand.

Only last week even, our own factory refused to quote us export prices on pending business. We are, therefore, at present in a hopeless position, and we would esteem it a great favor if you would let us know as soon as possible what has been arranged, so that we can either go ahead or stop altogether dealing in transport engines if we find we cannot compete.

We beg to remain, Sir,

Yours very truly,

DOMINION DIESEL LIMITED.

A.C.A. Berblinger.

ACAB:PL