PRESIDENT CLEVELAND'S DECISION AS ARBITRATOR. Washington, March 24.—The President

has announced his decision on the disputed questions between Costa Rica and Nicaragua, in which he says: The functions of arbitrator having been con-

ferred upon the President of the United States

by virtue of a treaty signed at the city of Guatemala on the 24th day of December, 1886, between the Republics of Costa Rica and Nicaragua, whereby it was agreed that the question pending between the contracting Governments in regard to the validity of their treaty of limits of the 15th day of April, 1858, should be submitted to the arbitration of the President of the United States of America; that if the arbitrator's award should determine that the treaty was valid the same award should also declare whether Costa Rica has the right of navigation of the River San Juan with vessels of war or the revenue service, and that in the same manner the arbitrator should decide, in case of the validity of the treaty upon all the other points of doubtful interpretation which either of the parties might find in the treaty, and should communicate to the other party within 30 days after the exchange of the ratifications of the said treaty of the 24th day of December, 1886. And the Republic of Nicaragua having duly communicated to the Republic of Costa Rica 11 points of doubtful interpretation found in the said treaty of limits of the 15th day of April, 1858, and the Republic of Costa Rica having

failed to communicate to the Republic of Nicaragua any points of doubtful interpretation found in the said last-mentioned treaty; and both parties having duly presented their allega-tions and documents to the arbitrator, and having thereafter duly presented their respective answers to the allegations of the other party, as provided in the treaty of the 24th of December, 1886, and the arbitrator, pursuant to the fifth clause of said last-named treaty having delegated his powers to the Hon. George L. Rives, Assistant Secretary of State, who, after examining and considering the said allegations, documents and answers, has made his report in writing thereon to the arbitrator. Now, therefore, I, Grover Cleveland, President of the United States of America, do hereby make the following decision and award: First—The above-mentioned treaty of limits, signed on the 15th day of April, 1858, is valid. Second—The Republic of Costa Rica, under said treaty and the stipulations contained in the sixth article thereof, has not the right of navigation of the river San Juan with vessels of war; but she may navigate said river with such ves-

sels of the revenue service as may be related to and connected with her enjoyment of the "purposes of commerce" accorded to her in said article, or as may be necessary to the protection

Third—With respect to the points of doubtful

of said enjoyment.

the bay at low-water mark.

interpretation communicated as aforesaid by the Republic of Nicaragua I decide as follows: (1.) The boundary line between the Republics of Costa Rica and Nicaragua, on the Atlantic side, begins at the extremity of Punta de Castilla, at the mouth of the San Juan de Nicaragua River, as they both existed on the 15th day of April. 1858. The ownership of any accretion to said Punta de Castilla is to be governed by the laws applicable to that subject.
(2.) The central point of the Selinas Bay is to be fixed by drawing a straight line across the

mouth of the bay and determining mathematically the centre of the closed geometrical figure formed by such straight line and the shore of

(3.) By the central point of Salinas Bay is to

be understood the centre of the geometrical figure formed as above stated. The limit of the

bay toward the ocean is a straight line drawn from the extremity of Punta Arranca Barba

nearly true south to the westernmost portion of the land about Punta Sacate. (4.) The Republic of Costa Rica is not bound to concur with the Republic of Nicaragua in the expenses necessary to prevent the Bay of San Juan del Norte from being obstructed, to keep the navigation of the river or port free and un-embarrassed, or to improve it for the common

(5.) The Republic of Costa Rica is not bound

(6.) The Republic of Costa Rica cannot pre-

to contribute any portion of the expenses that may be incurred by the Republic of Nicaragua

for any of the purposes above mentioned.

vent the Republic of Nicaragua from executing at her own expense and within her own territory such works of improvement, provided such works of improvement do not result in the occupation or flooding or damage of Costa Rica territory or in the destruction or serious impairment of the navigation of the said river or any of its branches at any point where Costa Rica is entitled to navigate the same. The Re-

public of Costa Rica has the right to demand in-demnification for any places belonging to her on

the right bank of the River San Juan which may be occupied without her consent, and for any lands on the same bank which may be

flooded or damaged in any other way in conse-

(7.) The branch of the River San Juan known as the Colorado River must not be considered as the boundary between the Republics of Costa

quence of works of improvement.

Rica and Nicaragua in any part of its course. (8.) The right of the Republic of Costa Rica to the navigation of the River San Juan with menof-war or revenue outters is determined and defined in the second article of this award. (9.) The Republic of Costa Rica can deny to the Republic of Nicaragua the right of deviating the waters of the River San Juan in case such deviation will result in the destruction or serious impairment of the navigation of the said river or any of its branches at any point where Costa Rica is entitled to navigate the same. (10.) The Republic of Nicaragua remains bound not to make any grants for canal purposes across her territory without first asking the opinion of the Republic of Costa Rica, as provided in Article VIII. of the Treaty of Limits of the 15th day of April, 1858. The natural rights of the Republic of Costa Rica alluded to in the said stipulation are the rights which, in view of the boundaries fixed by the said treaty of limits, she possesses in the soil thereby recognized as

belonging exclusively to her; the rights which she possesses in the harbors of San Juan del

Norte and Salinas Bay, and the rights which she possesses in so much of the River San Juan as

lies more than three English miles below Castillo Viejo, measuring from the exterior

fortifications of the said castle as the same existed in the year 1858, and perhaps other rights not here particularly specified. These rights are to be deemed injured in any case where the territory belonging to the republic of Costa Rica is occupied or flooded, where there is an encroachment upon either of the said harbors injurious to Costa Rica, or where there is such obstruction or deviation of the river San Juan as to destroy or seriously impair the navigation of the said river or any of its branches at any point where Costa Rica is entitled to navigate the same. 11. The treaty of limits of the 15th day of April, 1858, does not give to the republic of Costa Rica the right to be a party to grants which Nicaragua may make for interoceanic canals, though in cases where the construction of the canal will involve an injury to the natural rights of Costa Rica, her opinion or advice, as mentioned in Article VIII. of the treaty, should be more than "advisory" or "consultative." It would seem in such cases that her connecessary, and that she 18 may demand compensation she is asked to m thereupon concessions make; but she is not entitled, as a right, to share in the profits that the republic of Nicaragua may

concede. In testimony whereof. I have hereunto set my hand and have caused the seal of the United States to be hereunto affixed. Done in duplicate at the city of Washington on the 22d day of March, in the year 1888, and the independence of the United States the one

GROVER CLEVELAND.

reserve for herself as a compensation for such favors and privileges as she, in her turn, may

T. F. BAYARD, Secretary of State.

hundred and twelfth.

By the President: