

2. The Parties have given expression to this initiative through the establishment of the Canada-Israel Industrial R&D Programme (hereinafter referred to as "CIIRD Programme").
3. The Parties shall implement the CIIRD Programme through the Canada-Israel Research and Development Foundation (CIRDF).

ARTICLE II

Industrial R&D Cooperation

The Parties shall, in order to implement the CIIRD Programme, promote and enhance all forms of private sector industrial cooperation in accordance with their respective legislation, as well as their respective economic and development policies and priorities by encouraging, supporting and facilitating;

- (a) The maintenance of a database on Canadian and Israeli companies capabilities as prospective research partners;
- (b) The exchange of information on technologies and know-how, licensing arrangements and industrial consultancy;
- (c) Contacts between respective science and technology communities;
- (d) Exchanges of views on the formulation and application of science and technology policies;
- (e) The matchmaking between Canadian and Israeli businesses in their effort to establish R&D joint ventures;
- (f) The transfer of technology through research programmes in order to promote the application, adaptation and improvement of existing and new technological products and processes.

ARTICLE III

Institutional Structure and Financing

1. Subject to the availability of appropriated funds, the CIIRD Programme shall be funded equally by the Parties on the basis of up to \$1 million CDN per year provided to the CIRDF by each Party for R&D project support and administration costs.
2. The joint Board of Directors established by the CIRDF Articles of Incorporation shall be responsible for overall management of the CIIRD Programme.
3. The Parties shall consult regularly on the implementation of this Agreement.
4. The Parties shall endeavour to facilitate the work of the CIIRD Programme, in accordance with their respective legislation.