AGREEMENT BETWEEN THE GOVERNMENT OF CANADA AND THE GOVERNMENT OF PAKISTAN RELATING TO THE CONSTRUCTION OF THE KARACHI NUCLEAR POWER STATION.

WHEREAS the Government of Canada and the Government of Pakistan, desiring to accelerate and enlarge the contribution which the development of nuclear energy could make to the welfare and prosperity of their peoples, concluded at Ottawa, on the 14th day of May, 1959⁽¹⁾, an Agreement for Cooperation in the Peaceful Uses of Atomic Energy; and

WHEREAS Pakistan, conscious of the growing need within its territories for supplies of electrical energy, has decided to construct a nuclear power station at Karachi, West Pakistan; and

WHEREAS further to that purpose, the Pakistan Atomic Energy Commission and the Canadian General Electric Company Ltd. have entered into a contract for the supply, construction, installation and commissioning of the said nuclear power station; and

WHEREAS the Government of Canada wishes to facilitate the attainment of the objectives of the Government of Pakistan in the development of electrical power through the application of the peaceful uses of nuclear energy; and

WHEREAS the Government of Canada and the Government of Pakistan desire to support the objectives of the International Atomic Energy Agency and to make use of the facilities and services of the said Agency;

NOW THEREFORE it is hereby agreed as follows:

ARTICLE I

The Government of Canada (hereinafter referred to as Canada) will co-operate with the Government of Pakistan (hereinafter referred to as Pakistan) in order to facilitate the construction of a 137,000 electrical kilowatts gross nuclear generating station based on Canadian designs, utilising a heavy water moderated and cooled natural uranium fuelled reactor, to be constructed in West Pakistan near Karachi and to be known as the Karachi Nuclear Power Station (hereinafter referred to as the Station) by the Canadian General Electric Company (hereinafter referred to as the Contractor).

MATERIAG ARTICLE, II

Canada undertakes to provide financing of the Canadian portion of the foreign exchange cost of the Station in accordance with agreements to be entered into separately by Pakistan with the Canadian Export Credits Insurance Corporation and with the Canadian External Aid Office.

ARTICLE III

Canada and Pakistan emphasize their common interest in ensuring, and hereby declare, that the fissionable material produced in the Station will be used only for peaceful purposes.

ARTICLE IV

1. Canada, through its agent for the purposes of this Article, Atomic Energy of Canada Limited, undertakes to assist the Contractor by providing for the purposes of the Station and to the extent that may be agreed is appropriate,

⁽¹⁾ Canada Treaty Series 1960 No. 14