10

- The Parties shall comply with each other's laws, regulations and orders respecting the protection of the environment. The Parties shall each respectively assume financial responsibility for their own compliance.
- 21. Claims arising from T&E projects shall be settled in accordance with Article VIII of NATO SOFA. Activities conducted under this Agreement are deemed to be in connection with the operation of the North Atlantic Treaty for the purposes of applying Article VIII, Paragraph I.
- The Parties shall, upon request, provide each other on a reimbursable basis, all goods and services and facilities required during the period of this Agreement. The Parties may loan each other equipment at no cost when the results of a Project Arrangement will be of benefit to both Parties. Equipment provided by one Party to the other Party shall not be transferred to a third party, other than domestic contractors, for the purpose of executing a T&E Project, without the written consent of the Party providing such equipment.
- 23. Removal and disposal of United States Government property shall be governed by the Agreement between Canada and the United States of America regarding Disposal of United States Excess Property in Canada effected by the Exchange of Notes of August 28 and September 1, 1961. No activities undertaken pursuant to this T&E Agreement shall be deemed "joint exercises for Canadian and United States forces" as that term is used in paragraph 6 of the Note dated August 28, 1961.
- 24. To the extent that existing laws, regulations and agreements permit, equipment or materiel imported into either country or purchased in either country for T&E projects shall not be subject to taxes, customs duties and similar charges or quantitative restrictions on imports and exports in connection with any T&E project under this Agreement.
- 25. In the event of discrepancy between this Agreement and the MOU or the Project Arrangements, this Agreement shall take precedence. Disputes on the interpretation or implementation of the Agreement shall be resolved in negotiations between the Parties, and shall not be referred to an international tribunal or a third party for settlement.