

3. The Government of the Netherlands agrees to utilize the amounts of the said credit which are requisitioned pursuant to paragraph 2 of this agreement in purchasing Canadian-produced goods from Canadian producers.

4. The Government of the Netherlands agrees to pay interest at the rate of two and one-quarter per centum per annum on each amount paid by the Minister into the said special account from the date when it is paid into the said special account until the date of consolidation of that particular amount of the debt into a consolidated debt to be evidenced by bonds of the Government of the Netherlands as provided for in paragraph 5 or 6 of this agreement.

5. The Government of the Netherlands agrees that, with respect to amounts paid by the Minister into the said special account during the twelve months period commencing on the date of the execution of this agreement, there shall be a consolidation of the said amounts, and interest thereon as provided in paragraph 4 of this agreement, at the end of the said twelve months period and the Government of the Netherlands shall thereupon acknowledge such consolidated debt by delivery to the Minister of bonds of a face value equal to such consolidated debt which bonds shall constitute valid, binding, absolute and unconditional obligations of the Government of the Netherlands; the said bonds shall bear interest at the rate of two and one-quarter per centum per annum, payable semi-annually on the first day of January and the first day of July, and shall be for terms of  $4\frac{1}{2}$  years, 5 years,  $5\frac{1}{2}$  years, 6 years,  $6\frac{1}{2}$  years, 7 years,  $7\frac{1}{2}$  years, 8 years,  $8\frac{1}{2}$  years and 9 years, as follows:

10% of the consolidated debt shall be evidenced by  $4\frac{1}{2}$  year bonds maturing at the end of  $5\frac{1}{2}$  years from the date of execution of this agreement;

10% of the consolidated debt shall be evidenced by 5 year bonds maturing at the end of 6 years from the date of execution of this agreement;

10% of the consolidated debt shall be evidenced by  $5\frac{1}{2}$  year bonds maturing at the end of  $6\frac{1}{2}$  years from the date of execution of this agreement;

10% of the consolidated debt shall be evidenced by 6 year bonds maturing at the end of 7 years from the date of execution of this agreement;

10% of the consolidated debt shall be evidenced by  $6\frac{1}{2}$  year bonds maturing at the end of  $7\frac{1}{2}$  years from the date of execution of this agreement;

10% of the consolidated debt shall be evidenced by 7 year bonds maturing at the end of 8 years from the date of execution of this agreement;

10% of the consolidated debt shall be evidenced by  $7\frac{1}{2}$  year bonds maturing at the end of  $8\frac{1}{2}$  years from the date of execution of this agreement;

10% of the consolidated debt shall be evidenced by 8 year bonds maturing at the end of 9 years from the date of execution of this agreement;

10% of the consolidated debt shall be evidenced by  $8\frac{1}{2}$  year bonds maturing at the end of  $9\frac{1}{2}$  years from the date of execution of this agreement;

10% of the consolidated debt shall be evidenced by 9 year bonds maturing at the end of 10 years from the date of execution of this agreement.