

ARTICLE I

Objectives

1. The Parties determine that the objectives of this Agreement are to strengthen bilateral cooperation in industrial research and development activities for peaceful purposes including the following:

- (a) Promoting the activities of their respective industrial sectors to increase the level of bilateral industrial research and development (R&D) joint venture cooperation;
- (b) Facilitating the identification of specific projects or partnerships between Canadian and Israeli corporations that could lead to industrial R&D cooperation; and
- (c) Coordination and focusing suitable government resources and programmes to support closer commercial relations and industrial cooperation, including support for a joint industrial R&D cooperation initiative.

2. The Parties continue to support this initiative by maintaining 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 Industrial Research and Development Foundation (hereinafter referred to as "CIIRDF").

ARTICLE II

Industrial R&D Cooperation

The Parties shall, in order to implement the CIIRD Programme, promote and enhance all forms of industrial sector 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 corporations' capabilities as prospective industrial R&D partners;