

- (h) The cost of light, heat, power, gas, telephone, telegraph, stationery, office supplies, postage, excise stamps and other similar costs.
- (i) The cost of necessary maintenance, repairs and minor alterations to buildings, machinery and equipment; all subject to the prior written approval of the Party of the First Part.
- (j) Reasonable travelling expenses of—
 - (1) Employees of the Party of the Second Part, and
 - (2) Expert technical advisers and engineers engaged with the prior written approval of the Party of the First Part to assist in the construction of the Bren Gun and spare and component parts.
- (k) Cost of Bren Gun Tests.
- (l) Subject to the prior written approval of the Party of the First Part, the rental or rental value of buildings, equipment or property which are used in order to perform this contract, provided always however that if its obligations hereunder are fulfilled by the Party of the Second Part to the satisfaction of the Party of the First Part any rentals paid under this paragraph by the Party of the First Part shall be refunded to it by the Party of the Second Part except with respect to any payments to third parties and, except with respect to any payments made or accruing for periods during which for reasons beyond the control of the Party of the Second Part production has not been carried out.
- (m) Customs duties and sales, excise and other taxes or duties levied on any material used in the construction of the said Bren Gun or spare or component parts thereof.
- (n) Subject to the prior written approval of the Party of the First Part, the premiums paid for fire and other insurance on plant, equipment and materials used in connection with the construction of Bren Guns herein provided for and all insurance carried on such Bren Guns or parts or equipment and any other insurance considered necessary by either of the Parties thereto.
- (o) Depreciation based on the value of buildings, machinery and equipment owned by the Party of the Second Part and used in the performance of this contract. It being expressly agreed that the value of the buildings, machinery and equipment owned by the Party of the Second Part shall for the purpose of this paragraph be fixed in the sum of \$280,000, and that the portion thereof actually used in the performance of this contract shall be taken as the basis for computing the annual rates of depreciation mentioned in this paragraph. The annual rates of depreciation to be allowed shall be $2\frac{1}{2}$ per cent on brick or stone buildings, 5 per cent on wooden buildings, and 10 per cent on machinery, other than on machinery referred to in Section 3 hereof.
- (p) Business taxes and taxes on land and buildings paid by the Party of the Second Part.
- (q) Legal costs incurred in connection with the performance of this contract, provided however that any legal costs incurred by the Party of the Second Part shall not be allowed as a cost in connection with this contract unless there has first been secured the written consent of the Party of the First Part.
- (r) Interest on Bank Loans raised by the Party of the Second Part for the purpose of providing any additional plant which may be required and approved by the Party of the First Part.
- (s) Such other costs as the Party of the First Part may approve as necessarily incurred in the preparation and performance of this contract.