

ments or loan agreements in respect of specific projects involving one or several components of the program described in Article I of this Agreement.

2. Unless stated otherwise, specific arrangements concerning grants or contributions from the Government of Canada shall be considered as administrative arrangements.

3. Loan agreements shall be the subject of formal agreements between the Contracting Parties and shall bind them under international law.

ARTICLE III

Unless otherwise indicated, the Government of Canada shall assume the responsibilities described in Annex "A" and the Government of the Kingdom of Morocco shall assume the responsibilities described in Annex "B" in respect of any specific project established under a specific arrangement or a loan agreement. Annexes "A" and "B" shall be integral parts of this Agreement.

ARTICLE IV

For the purposes of this Agreement:

1. "Canadian firms" means Canadian or non-Moroccan firms or institutions approved by Morocco and engaged in any project established under a specific arrangement or loan agreement;

2. "Canadian personnel" means Canadian or other persons from outside Morocco, approved by the Government of the Kingdom of Morocco and working in that country or any project established under a specific arrangement or a loan agreement; and

3. "dependants" means the spouse of a member of the Canadian personnel and any children who are in his charge.

ARTICLE V

The Government of the Kingdom of Morocco shall save the Government of Canada harmless from any claims, damages, interest, loss, expenses or expenditures which could result from bodily injury to third parties, loss of property belonging to third parties and damage to the property of third parties caused or sustained as a result of the execution of a project or any one of its components.

ARTICLE VI

In the matter of civil liability, the Government of the Kingdom of Morocco shall deem the Canadian firms and Canadian personnel to be Moroccan firms and Moroccan personnel and, as such, said firms and personnel shall be subject to the provisions of the "Code marocain des obligations et contrats".

ARTICLE VII

Canadian personnel shall be exempted from all taxes and other levies on income and other benefits which are not the responsibility of the Government of the King-