

**AGREEMENT BETWEEN THE GOVERNMENT OF CANADA
AND THE GOVERNMENT OF THE UNITED STATES OF AMERICA
FOR THE ESTABLISHMENT OF A BINATIONAL
EDUCATIONAL EXCHANGE FOUNDATION**

The Government of Canada and the Government of the United States of America:

recognizing that a large number and variety of educational exchanges and visits are already carried out between the two countries:

desiring to continue these exchanges and visits as well as to develop a specific program whose principal objective is to encourage further mutual understanding between the peoples of Canada and of the United States of America through educational exchanges; and,

considering the mutual benefit derived from such programs and the desire of the two Governments to encourage additionally the financing and operating of such programs for the further strengthening of cooperative relations between the two countries,

have agreed as follows:

ARTICLE I: PURPOSE

1. The purpose of this Agreement is to increase understanding between Canada and the United States of America by providing opportunities for educational exchanges between Canadian and American post-doctoral scholars as well as graduate students.
2. For that purpose a Foundation will be established with juridical personality under Canadian law, to be known as the Foundation for Educational Exchange between Canada and the United States of America (hereinafter referred to as "the Foundation"). It shall be financed by funds contributed by the two Governments and by funds received from private sources in the two countries.
3. The Foundation shall enjoy autonomy of management and administration, subject to the provisions of this Agreement.
4. The Foundation, its assets and income shall be exempt from taxes to the extent provided by the Internal Revenue Code of the United States ("The Code") and the U.S.-Canada Income Tax Convention ("The Convention"). Contributions to the Foundation will be deductible to the extent provided in the Code and the Convention.

ARTICLE II: SCOPE OF ACTIVITIES

The Foundation shall, for the purpose of this Agreement:

- a) plan, adopt and carry out educational exchange programs in fields related to Canadian studies in the United States, American studies in Canada, or the relationship between the two countries;