

2. The Construction Agent shall, at its own cost, comply with all applicable laws, decrees, and regulations with regard to construction, sanitation, maintenance and other matters related to the project, and shall, at its own cost, obtain all necessary licenses and permits.

ARTICLE XXIV

Payment to Construction Agent

Other than it is provided in paragraphs 1 and 2 of Article X, the Government shall be under no obligation to make any additional payment to the Construction Agent for constructing and operating, maintaining and managing the project for the Government.

ARTICLE XXV

Management Personnel

1. The Construction Agent shall hire a qualified resident manager and other necessary personnel to supervise the operation, maintenance and management of the project.

2. The Government may allow the Construction Agent to erect a dwelling for such resident manager within the confines of the development area of the project.

3. The Government may allow the Construction Agent to erect acceptable permanent office, repair shop and storage buildings on the project necessary for the operation and maintenance of the project.

4. The Construction Agent shall hire sufficient qualified personnel to repair, maintain, and operate all Construction Agent installed equipment and structures to keep the entire project in clean, neat, livable, operative and attractive condition.

5. All the Construction Agent employees will be subject to security and other regulations set forth by the Government for persons working and living on U.S. military installations.

ARTICLE XXVI

Option to Terminate Construction Agent Management

1. The Government of the United States reserves the right, at any time during the period of this contract to utilize the project by furnishing to United States military personnel the housing units constructed pursuant to this contract as public quarters, and to assume all the responsibilities of the Construction Agent set forth in Articles III, IV, V, IX and XXV of this contract. In such event, rental payments shall not be collected by the Construction Agent, and the operation of Article IV shall be suspended.

2. In the event the United States begins the exercise of the rights reserved under paragraph (1) during the first ten (10) year period, the Construction Agent (i) shall be thereafter paid an annual amount for the balance of such period equal to 97½% of the sum of \$..... (which could otherwise be collected as rents and retained by the Construction Agent under Article IV) reduced by an amount equal to the average annual amount, as evidenced by the official records of the Construction Agent, previously expended by the Construction Agent in performing its obligations for maintenance and operation in keeping with the standards established by this agreement, particularly Articles III and V. During any year of the second ten (10) year