

2. The Minister agrees to make the necessary arrangements with the Bank of Canada to open a special account in favour of the Bank for the Netherlands Indies and to pay into the said account from time to time, as may be mutually agreed upon, amounts which are requisitioned by the Bank for the Netherlands Indies to pay the cost of goods purchased or to be purchased in Canada, the total of amounts so requisitioned not to exceed Fifteen Million Dollars, Canadian.

3. The Bank for the Netherlands Indies agrees to make available to the Government of the Netherlands Indies the amounts of the said credit which are requisitioned pursuant to paragraph 2 of this agreement to enable the said Government to purchase Canadian-produced goods from Canadian exporters.

4. The Bank for the Netherlands Indies agrees to pay interest at the rate of two and one-quarter per centum per annum on each amount paid by the Minister into the said special account from the date when it is paid into the said special account until the date of consolidation of that particular amount of the debt into a consolidated debt to be evidenced by bonds of the Bank for the Netherlands Indies as provided for in paragraphs 5 or 6 of this agreement.

5. The Bank for the Netherlands Indies agrees that, with respect to amounts paid by the Minister into the said special account during the twelve months period commencing on the date of the execution of this agreement, there shall be a consolidation of the said amounts, and interest thereon as provided in paragraph 4 of this agreement, at the end of the said twelve months period and the Bank for the Netherlands Indies shall thereupon acknowledge such consolidated debt by delivery to the Minister of bonds of a face value equal to such consolidated debt which bonds shall constitute valid, binding, absolute and unconditional obligations of the Bank for the Netherlands Indies; the said bonds shall bear interest at the rate of two and one-quarter per centum per annum, payable semi-annually on the first day of January and the first day of July, and shall be for terms of 4½ years, 5 years, 5½ years, 6 years, 6½ years, 7 years, 7½ years, 8 years, 8½ years and 9 years, as follows:—

- 10% of the consolidated debt shall be evidenced by 4½ year bonds maturing at the end of 5½ years from the date of execution of this agreement;
- 10% of the consolidated debt shall be evidenced by 5 year bonds maturing at the end of 6 years from the date of execution of this agreement;
- 10% of the consolidated debt shall be evidenced by 5½ year bonds maturing at the end of 6½ years from the date of execution of this agreement;
- 10% of the consolidated debt shall be evidenced by 6 year bonds maturing at the end of 7 years from the date of execution of this agreement;
- 10% of the consolidated debt shall be evidenced by 6½ year bonds maturing at the end of 7½ years from the date of execution of this agreement;
- 10% of the consolidated debt shall be evidenced by 7 year bonds maturing at the end of 8 years from the date of execution of this agreement;
- 10% of the consolidated debt shall be evidenced by 7½ year bonds maturing at the end of 8½ years from the date of execution of this agreement;