

6. The Government of Canada shall assume and discharge any obligations, other than financial obligations, of the Government of Newfoundland to another Government in respect of the air bases, including the provision of ground facilities for trans-Atlantic flights, if such obligations arise out of the Ottawa negotiations of 1935.

7. The Newfoundland Government agrees to lease to the Canadian Government the lands at the Newfoundland Airport occupied by the hangars, works and buildings which have been constructed at the cost of the Canadian Government for the R.C.A.F. or which shall be so constructed with the consent of the Newfoundland Government for the R.C.A.F. at any of the air bases, for a period of 5 years, provided that on or after the cessation of hostilities the Newfoundland Government shall have the right, notwithstanding any such lease, to resume possession of all of the area of land situated on the north side of No. 1 runway of the Newfoundland Airport and between the said runway and the main line of the Newfoundland Railway, but on the exercise of such right the Newfoundland Government shall pay to the Canadian Government such reasonable compensation for buildings and erections thereon the property of the Canadian Government as shall be agreed.

8. The Canadian Government agrees to maintain and repair the buildings now owned by the Newfoundland Government, possession of which is being transferred to the Canadian Government, and to return possession to the Newfoundland Government at the cessation of hostilities.

9. The Newfoundland Government understands that practice bombing ranges and air-firing ranges will be required by the Royal Canadian Air Force in the vicinity of the air bases and agrees to facilitate the establishment of such ranges.

9A. The Newfoundland Government agrees to permit the construction of bomb storage facilities in the V between the south side of No. 3 runway and the west side of No. 4 runway and in an area southeast of the southern end of No. 2 runway together with necessary roads and spur trackage. Final plans therefor to be made in consultation with the Newfoundland Government. (Not to be published).

10. The Newfoundland Government agrees to transfer to the Canadian Government for the duration of the war its equipment at the air bases including surplus equipment (but not including the small power boat at Botwood or the power boat at Gleneagles) for use or safe custody at any of the air bases. The Canadian Government agrees that no movable property is to be disposed of or removed from the air bases without the consent of the United Kingdom and Newfoundland Governments and that the proceeds of any agreed sales will be the property of those two Governments.

11. It is agreed that the Canadian Government shall not be responsible for providing marine facilities at the base on Gander Lake to be operated by the Atlantic Ferry Organization.