

3. The Minister will pay amounts requisitioned under paragraph 2 of this Agreement into the account of the Government of Norway with the Bank of Canada.

4. The Government of Norway will expend monies received by it by way of loan under this Agreement solely for the purpose of purchasing from exporters and paying the cost of Canadian-produced goods exported or to be exported to Norway.

5. The Government of Norway agrees to pay interest at the rate of two and three-quarters ($2\frac{3}{4}\%$) 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 day in respect of which bonds for the consolidated amount thereof are issued in accordance with paragraph 6 of this Agreement, or of payment whichever is earlier.

6. The Government of Norway agrees that the amounts paid by the Minister into the special account of the Government of Norway with the Bank of Canada, pursuant to this Agreement, and interest thereon as provided in paragraph 5 of this Agreement, shall, subject to any repayment made as provided in paragraph 10 of this Agreement, be consolidated into one amount called the consolidated debt on June 25, 1948, and the Government of Norway shall thereupon deliver to the Minister bonds in respect of the amount of the consolidated debts owing on June 25, 1948, of a face value equal thereto, which bonds shall constitute valid, binding, absolute, and unconditional obligations of the Government of Norway, shall bear interest from June 25, 1948, at the rate of two and three-quarters ($2\frac{3}{4}\%$) per centum per annum payable semi-annually on the first day of January and the first day of July, and shall mature serially in nine equal annual amounts of principal payable on June 25, 1951, and on June 25 in each year thereafter up to and including the year 1959.

7. Any portion of the credit of \$11,144,000, Canadian, which has not been requisitioned by the Government of Norway and paid by the Minister into the special account in the Bank of Canada pursuant to paragraph 3 of this Agreement on or before June 24, 1948, shall lapse and be no longer payable by the Minister.

8. It is mutually agreed by the parties hereto that if the Government of Norway fails to acknowledge the consolidated debt at the time referred to in paragraph 6 of this Agreement, or fails to redeem any of the bonds on maturity, the whole amount of the loan shall thereupon become due and payable.

9. It is mutually agreed by the parties hereto that payments by the Government of Norway under this Agreement or under bonds issued pursuant thereto shall be in Canadian dollars or fine gold at the option of the Government of Norway. The value of fine gold shall be calculated on the basis of the buying price for gold of the Canadian Foreign Exchange Control Board (or successor agency) on the day of its delivery. During such period as foreign exchange regulations in Canada require that exports from Canada to Norway shall be paid for in Canadian dollars from certain specified or restricted sources or in a specified foreign currency, then any Canadian dollars used by the Government of Norway to effect payments under this Agreement may be obtained by the Government of Norway from such specified or restricted sources or shall be obtained through the sale of such specified foreign currency to an authorized dealer of the Foreign Exchange Control Board (or successor agency) at the published official buying rate, or in such other manner as may be mutually agreed upon by the Government of Norway and the Minister.