

(5) Control of the Newfoundland Airport Area vested in the Commissioner for Public Utilities by Act No. 19 of 1938 shall not be affected.

(6) So far as practicable (a) Newfoundland personnel will be employed and (b) the present staffs at the air bases will be continued in employment.

(7) Materials manufactured or produced in Newfoundland and sold at competitive prices will be given preference.

(8) The facilities at the air bases, including the civil hangar at the Newfoundland Airport will continue to be made available as required for British civil aircraft operating across the North Atlantic or undertaking local flights and plans for delivery by air of military aircraft across the Atlantic will be facilitated. The Canadian Government will co-operate with the Newfoundland Government in the provision of suitable ground space as required for the erection at the expense of the United Kingdom Government, of accommodation for aircraft and personnel.

3. It is agreed that as from the date of transfer of control of the air bases the present Aerodrome Control Officer will cease to have general charge of administration of the air bases, but that he or some other person will be employed by the Newfoundland Government as liaison officer at the air bases between the Newfoundland Government, the Royal Canadian Air Force and the Air Ministry; and it is understood that the liaison officer will continue to direct the Air Ministry wireless organization in Newfoundland.

4. It is understood and agreed that the Air Ministry wireless organization and equipment will be available for all purposes connected with aviation, but that the control thereof will be retained for the duration of the war by the Air Ministry which will have first call on its use at all times.

The Canadian Government will provide the power, heat and transport required by the wireless organization, will repair ordinary wear and tear of the buildings occupied by the organization, will keep open the roads thereto and will provide, at reasonable rates, messing facilities and quarters for members of the staff. Provided the United Kingdom Government will reimburse the Canadian Government for so much of the cost thereby incurred by that Government as shall not exceed in any year the sum of \$25,000; and provided further that the said sum shall be subject to adjustment in the event of a substantial expansion of the Air Ministry wireless organization or equipment.

5. The Atlantic Ferry Organization of the Ministry of Aircraft Production and its agents shall continue to have at the air bases the status of an operating company and shall be allowed to provide itself at these bases (at its own expense as to construction and maintenance) with such buildings and other facilities as the Newfoundland and Canadian Governments may agree to be reasonably required and suitable as to the sanitary and other requirements of the bases.