

RADIO NAVIGATION AIDS—LORAN SERVICES AT VIK

(Calculated in Icelandic Kronur)

(1)	(2)	(3)	(4)	(5)	(6)
Items	Agreed initial value for purposes of annual depreciation		Depreciation and insurance received by 31 Dec. 1956, less reinvestments for renewals	Agreed residual value as of 1 Jan. 1957	Date of commencement of depreciation
	Buildings and appurtenances thereto	Equipment			
1. Buildings and appurtenances thereto	475,000.00		475,000.00	0	
2. Antenna towers and counterpoises					
3. Machinery and tools		72,000.00	72,000.00	0	
4. Storage tanks					
5. Communications equipment		16,000.00	16,000.00	0	
6. Cables—armoured					
7. Meteorological equipment					
8. Vehicles		100,000.00	100,000.00	0	
9. Office and housing equipment					
TOTAL	475,000.00	188,000.00	663,000.00	0	

ANNEX III—FINANCIAL

Section I

1. Statements rendered by the Government of Iceland on the cost of operating and maintaining the services set forth in Annex I shall be based on the elements enumerated in Parts A, B and C of Section II of this Annex. These estimates and accounts shall be rendered in accordance with a format and breakdown to be agreed upon between the Secretary General and the Government of Iceland. The Government of Iceland shall also provide, in a form agreed upon with the Secretary General, an annual statement showing any capital investment undertaken by Iceland in respect of the Services, including renewal of buildings or equipment met from provision for depreciation.

2. The Government of Iceland shall not include, in the costs of the Services, customs or other duties on equipment or other materials imported for direct and exclusive application to the purposes of the Agreement.

3. If in the year 1957 or any later year the use by the Government of Iceland of the Services for commercial purposes changes, that change shall be reflected by an appropriate change in the accounts.

4. The number of regular personnel charged to the Services shall not exceed the following:

	Technical	Other	Total
I. Air Traffic Services			
Reykjavik	15	0	15
II. Meteorological Services			
Keflavik	23	0	23
Reykjavik	16*	0	16

* In addition there are the necessary part-time observers on Synoptic Observation Stations other than Reykjavik and Keflavik.