

frequencies in Canada, it being understood that other users concerned in specific interference situations will be expected to offer all reasonable co-operation.

6. *Financing*

(a) The cost of the initial construction and equipment required for these facilities will be shared in the ratio of Canada being responsible for approximately $\frac{1}{3}$ of the cost and the United States being responsible for approximately $\frac{2}{3}$ of the cost, and this will be achieved by:

(i) Canada assuming full financial responsibility for all initial construction as well as standard organizational and base equipment (that equipment and material used in the performance of base housekeeping functions and the day-to-day operation of a base);

(ii) United States assuming full financial responsibility for all initial technical equipment required, including its transportation, installation, testing, and the provision of initial spare parts. Technical equipment means all equipment and material peculiar in nature to the special operational mission of the facilities, such as radar and BOMARC missiles.

(b) The sharing of costs not specifically provided for in this agreement, including the costs of maintenance and operation of the facilities, will be a matter for agreement between the two Governments or their appropriate officers.

(c) This agreement relates to the particular projects enumerated in paragraph 1 above and is not to be considered as establishing a precedent for future joint defence projects.

(d) Any action taken under this agreement shall be subject to the availability of appropriated funds.

7. *Construction*

Canada will assume responsibility for the construction of the facilities, and the provision of the standard organizational and base (housekeeping) equipment.

8. *Technical Equipment*

Every effort will be made to ensure that Canadian industry is given a fair and reasonable opportunity to share in the production of the required technical equipment, within the objectives of the programme for the sharing of defence production tasks as agreed to by the two Governments.

9. *Manning*

All the new facilities will be manned by Canadian personnel. Canadian military personnel costs will be borne by Canada.

10. *Period of Operation*

The facilities will be operated for a period of ten years or such shorter period as may be agreed upon by the two Governments in the light of their mutual defence interests. After the ten year period, in the event that either Government concludes that the facilities are no longer required and the other