

ANNEX

STATEMENT OF CONDITIONS GOVERNING THE FINANCING, INSTALLATION AND OPERATION OF FACILITIES IN CANADA REQUIRED TO STRENGTHEN AND EXTEND THE CONTINENTAL AIR DEFENCE SYSTEM

(Hereafter, unless the context otherwise requires, "Canada" means the Government of Canada, "United States" means the Government of the United States of America, and "facilities" means the facilities defined in paragraph 1 of this Annex).

1. *Facilities*

The arrangements set out below will apply to the construction and installation of a) seven new heavy radar sites; b) forty-five gap filler radar sites; c) one SAGE Combat Centre/Direction Centre; d) certain modifications to existing radars in Canada made necessary by SAGE; e) two BOMARC missile squadrons.

2. *Consultation*

Appropriate Canadian and United States authorities shall consult in connection with the implementation of these facilities and related arrangements. Appropriate representatives of the two Governments shall participate in the development of the facilities from design to installation and decisions affecting the programmes shall be mutually agreed, including the assignment of responsibilities for undertaking the various aspects of the programme.

3. *Surveys*

Canadian and United States agencies will co-operate in making engineering and other technical surveys to determine suitable sites for the facilities, and may make plans for the facilities to be constructed and the equipment to be installed at the sites. In the conduct of the surveys, special care will be taken to avoid any infringement of rights over lands which are not owned by Canada; any arrangements involving private properties will be made only through the appropriate Canadian Government agency.

4. *Sites*

The location and extent of all sites required for the facilities shall be agreed upon by appropriate agencies of the two Governments. Canada, without charge to the United States, shall acquire and retain title to any lands required for the sites.

5. *Radio Interference*

Special consideration will be given to the substantial problem of selecting the sites and modifying or adjusting the electronic equipment of the facilities encompassed by this Agreement so as to avoid interference to other use of radio