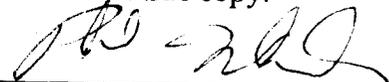


AMENDMENT NUMBER 2
TO THE
MEMORANDUM OF UNDERSTANDING
BETWEEN THE DEPARTMENT OF DEFENSE
OF THE UNITED STATES OF AMERICA
AND THE DEPARTMENT OF THE
SOLICITOR GENERAL OF CANADA
CONCERNING
COUNTERTERRORISM RESEARCH AND DEVELOPMENT

Certified to be a true copy:



PHIL WHEELER
International Agreements Negotiator
Navy International Programs Office

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PREAMBLE

The Department of Defense of the United States of America and the Department of Public Safety and Emergency Preparedness of Canada, hereinafter referred to as the "Parties";

Recognizing the Memorandum of Understanding between the Department of Defense of the United States of America and the Department of the Solicitor General of Canada concerning Counterterrorism Research and Development (Counterterrorism MOU), dated June 23, 1995;

Recognizing Amendment Number 1 dated June 23, 2004 to the Counterterrorism MOU, which increased the Cost Ceiling to \$30 million in fiscal year 2004 United States (U.S) dollars, deleted the provisions concerning the Cost Target, and extended the term of the Counterterrorism MOU an additional two years to June 23, 2007; and

Recognizing that the Department of Public Safety and Emergency Preparedness of Canada is the successor organization to the Department of the Solicitor General of Canada, and as such, bears all of its predecessor's responsibilities and enjoys all of its predecessor's benefits under the Counterterrorism MOU;

Have reached the following understandings:

ARTICLE I PURPOSE

The purpose of this amendment is to substitute the name of the Department of Public Safety and Emergency Preparedness of Canada for the name of the Department of the Solicitor General of Canada in the Counterterrorism MOU, increase the Cost Ceiling to \$34 million Then-Year U.S. dollars, and extend the duration of the Counterterrorism MOU by nine months.

ARTICLE II AMENDMENT

The Counterterrorism MOU is hereby amended as follows:

1. Replace the current title page with the following title page:

MEMORANDUM OF UNDERSTANDING

BETWEEN THE DEPARTMENT OF DEFENSE

OF THE UNITED STATES OF AMERICA

AND THE DEPARTMENT OF PUBLIC SAFETY AND

EMERGENCY PREPAREDNESS

OF CANADA

CONCERNING

COUNTERTERRORISM RESEARCH AND DEVELOPMENT

2. Change the Preamble as follows:

a. Replace the first two lines with the following: “The Department of Defense of the United States of America and the Department of Public Safety and Emergency Preparedness of Canada, (hereinafter referred to as the “Parties”),”

3. Change Article V (Financial Provisions) as follows:

a. Replace the first sentence of paragraph 1. with the following: “The Parties estimate that the performance of the obligations under this MOU will not cost more than a Cost Ceiling of \$34 million fiscal Then-Year U.S. dollars.”

4. Change Article XVI (Amendment, Termination, Entry into Effect, and Duration) as follows:

a. Replace the first sentence of paragraph 5. with the following: “This MOU, which consists of the Preamble, seventeen (17) Articles, and one Annex, will enter into effect upon signature by both Parties, and will remain in effect for twelve (12) years and nine (9) months unless terminated by either Party.”

ARTICLE III ENTRY INTO EFFECT

This Amendment Number 2 to the Counterterrorism MOU will enter into effect upon signature by both Parties. Unless specifically amended herein, all other provisions of the Counterterrorism MOU remain unchanged.

The foregoing represents the understandings reached between the Department of Defense of the United States of America and the Department of Public Safety and Emergency Preparedness of Canada on the matters referred to herein.

Signed, in duplicate, by authorized representatives.

FOR THE DEPARTMENT OF
DEFENSE OF THE UNITED STATES
OF AMERICA:

Signature

Robert Newberry

Name

Acting Principal Deputy Assistant
Secretary of Defense for Special
Operations and Low-Intensity Conflict

Title

June 19, 2007

Date

Washington, D.C.

Location

FOR THE PUBLIC SAFETY AND
EMERGENCY PREPAREDNESS
CANADA:

Signature

J. Scott Broughton

Name

Acting Senior Assistant Deputy Minister
Department of Public Safety
and Emergency Preparedness

Title

June 22, 2007

Date

OTTAWA, ONTARIO

Location