

**No. 9702**

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**DENMARK  
and  
ASIAN DEVELOPMENT BANK**

**Exchange of letters constituting an agreement on a Danish grant to the Asian Development Bank. Copenhagen, 22 January 1969, and Makati, 5 February 1969**

*Authentic text : English.*

*Registered by Denmark on 2 July 1969.*

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**DANEMARK  
et  
BANQUE ASIATIQUE DE DÉVELOPPEMENT**

**Échange de lettres constituant un accord relatif à une subvention du Danemark à la Banque asiatique de développement. Copenhague, 22 janvier 1969, et Makati, 5 février 1969**

*Texte authentique : anglais.*

*Enregistré par le Danemark le 2 juillet 1969.*

EXCHANGE OF LETTERS CONSTITUTING AN AGREEMENT<sup>1</sup> BETWEEN THE GOVERNMENT OF DENMARK AND THE ASIAN DEVELOPMENT BANK ON A DANISH GRANT TO THE ASIAN DEVELOPMENT BANK

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I

MINISTRY OF FOREIGN AFFAIRS

January 22, 1969

Dear Mr. Watanabe,

I have the honour to refer to my announcement at the First Annual Meeting of the Board of Governors that the Danish Government intends to make a grant to the Asian Development Bank to be applied to its technical assistance activities. The following arrangements are proposed in respect of this grant so that the Bank may avail itself of this offer.

The Government of Denmark will contribute to the Bank by way of a grant an amount equivalent to the sum of Two Million Two Hundred and Fifty Thousand Danish Kroner. This grant will become effective on conclusion of this exchange of letters and may be used by the Bank at any time thereafter subject to the provisions and in accordance with the administrative arrangements set forth herein.

This contribution will be used only to finance the employment of consultants, specialists, services and specialized equipment needed to make technical assistance available to Bank members either on a grant or a reimbursable basis as the Bank may decide. Of the total grant of D.Kr. 2.250.000, D.Kr. 1.687.500 shall be applied only for the acquisition of such facilities from Denmark.

In disbursing these funds the Bank shall be guided by this letter and your reply thereto, by the applicable provisions of the Charter and by the Rules and Regulations governing the use and administration of Special Funds adopted by the Bank in accordance with Article 19 of the Charter.

The responsibility for selecting personnel shall rest with the Bank on the understanding that the Director or Alternate Director representing Denmark at the Bank shall be kept informed of the Bank's intentions with regard to the implementation of this grant. The Bank will likewise be responsible for determining the scale of remuneration

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<sup>1</sup> Came into force on 5 February 1969 by the exchange of the said letters.

for personnel hired under this grant, keeping in mind the general principle that salaries for comparable functions should be reasonably uniform. All reasonable travel costs may be financed from the contribution.

The contribution may be used to cover administrative costs incurred by the Bank in disbursing these funds. Overhead expenses not directly related to the use of this particular contribution shall not be charged against it.

This grant shall be allocated to the Technical Assistance Special Fund of the Bank.

Funds may be drawn by the Bank once a quarter. The amount made available to the Bank each quarter shall be based upon a quarterly forecast of requirements by the Bank and adjustments relating to any carryover of unexpended funds shall be based on an itemized statement of actual disbursements for that quarter likewise approved by the Bank. The appropriate amount shall be deposited each quarter to an account in Denmark designated by the Bank.

The Bank shall include suitable information in its annual and quarterly reports with respect to the utilization of this contribution.

I have the honour to propose that this letter and your reply thereto shall constitute an Agreement between the Government of Denmark and the Bank which shall enter into force on the date of your reply and remain in force until the funds made available under it are exhausted or until terminated by either party on three months notice.

For the Government of Denmark :

Jens CHRISTENSEN  
Governor for Denmark

Mr. Takeshi Watanabe  
President, Asian Development Bank

## II

ASIAN DEVELOPMENT BANK  
MAKATI, RIZAL, PHILIPPINES

5 February 1969

Dear Mr. Christensen :

I have the honour to acknowledge receipt of your letter of January 22, 1969 which reads as follows :

[See letter I]

With the concurrence of the Board of Directors I hereby accept the offer made by the Government of Denmark and have the honour to confirm that your letter and this reply shall constitute an Agreement between the Government of Denmark and the Bank as provided in the last paragraph of your letter. I shall be grateful if you will convey to the Government of Denmark our appreciation for this contribution to the Bank's technical assistance resources.

Sincerely yours,

Takeshi WATANABE  
President

The Hon. Jens Christensen  
Governor for Denmark