

No. 11571

**INTERNATIONAL DEVELOPMENT ASSOCIATION
and
GUYANA**

Development Credit Agreement—*Livestock Project* (with schedules and General Conditions Applicable to Development Credit Agreements). Signed at Washington on 27 November 1970

Authentic text: English.

Registered by the International Development Association on 3 February 1972.

**ASSOCIATION INTERNATIONALE
DE DÉVELOPPEMENT
et
GUYANE**

Contrat de crédit de développement — *Projet relatif à l'élevage* (avec annexes et Conditions générales applicables aux contrats de crédit de développement). Signé à Washington le 27 novembre 1970

Texte authentique: anglais.

Enregistré par l'Association internationale de développement le 3 février 1972.

DEVELOPMENT CREDIT AGREEMENT¹

AGREEMENT, dated November 27, 1970, between GUYANA (hereinafter called the Borrower) and INTERNATIONAL DEVELOPMENT ASSOCIATION (hereinafter called the Association).

Whereas (A) The Borrower has requested the Association to assist in the financing of the Project described in Schedule 2 to this Agreement by extending the Credit as hereinafter provided;

(B) By a trust agreement between the Borrower and the Central Bank, part of the proceeds of the credit will be made available to the Central Bank on the terms and conditions therein set forth; and

(C) The Association is willing to make the Credit available upon the terms and conditions set forth hereinafter and in a project agreement of even date herewith² between the Association and the Bank of Guyana;

NOW THEREFORE the parties hereto hereby agree as follows :

Article I

GENERAL CONDITIONS; DEFINITIONS

Section 1.01. The parties to this Agreement accept all the provisions of the General Conditions Applicable to Development Credit Agreements of the Association, dated January 31, 1969,³ with the same force and effect as if they were fully set forth herein, subject, however, to the following modifications thereof (said General Conditions Applicable to Development Credit Agreements of the Association, as so modified, being hereinafter called the General Conditions):

(a) Section 5.01 is deleted.

(b) The following paragraph is added to Section 2.01 :

“ 13. The term ‘ Project Agreement ’ has the meaning set forth in the Development Credit Agreement. ”

(c) The words “ and Project Agreements ” are substituted for the word “ Agreement ” in Section 6.06.

¹ Came into force on 15 September 1971, upon notification by the Association to the Government of Guyana.

² The said Agreement entered into force on 15 September 1971. As it does not constitute an international agreement or a part of the present Agreement, it is not reproduced herein. However, it was published by the Association as document CN 221 GUA, a certified true copy of which was transmitted to the Secretariat together with the documentation submitted for registration of the present Development Credit Agreement.

³ See p. 252 of this volume.

Section 1.02. Wherever used in this Agreement, unless the context otherwise requires, the several terms defined in the General Conditions have the respective meanings therein set forth and the following additional terms have the following meanings :

(a) “ Central Bank ” means the Bank of Guyana ;

(b) “ Project Agreement ” means the agreement between the Association and the Central Bank of even date herewith, as the same may be amended from time to time, and such term includes all schedules to the Project Agreement ;

(c) “ Trust Agreement ” means the agreement to be entered into between the Borrower and the Central Bank pursuant to Section 3.01 (b) of this Agreement, as the same may be amended from time to time, and such term includes all schedules to the Trust Agreement ;

(d) “ LDF ” means the Livestock Development Fund to be established under the Trust Agreement, according *inter alia* to the terms set forth in Section 3.04 of the Project Agreement ;

(e) “ Subsidiary Loan Agreement ” means an agreement to be entered into between the Central Bank, as Trustee of the Borrower, and each Participating Bank pursuant to Section 2.03 of the Project Agreement, as the same may be amended from time to time, and such term includes all schedules to the Subsidiary Loan Agreement ;

(f) “ Subsidiary Loan ” means a loan granted or proposed to be granted to a Participating Bank in accordance with a Subsidiary Loan Agreement ;

(g) “ Participating Bank ” means a bank licensed or otherwise authorized by law to carry on banking business in Guyana, and which has been invited by the Central Bank to enter into a Subsidiary Loan Agreement ;

(h) “ sub-loan ” means a loan granted or proposed to be granted by a Participating Bank in accordance with a Subsidiary Loan Agreement ;

(i) “ rancher ” means a person who has applied to a Participating Bank for a sub-loan for cattle production ;

(j) “ Development Plan ” means a program of development to be carried out by a rancher for improving the physical resources of a beef cattle ranch, including such items as pasture establishment, fencing, water supplies, stock handling facilities, purchase of livestock, equipment, housing and functional buildings, as approved by, or under the authority of, the Project Director ;

(k) “ LDCo ” means the Livestock Development Company Limited, a joint stock company incorporated in Guyana on October 2, 1970 under the Companies Ordinance, Chapter 328 ;

(l) “LPD” means the Livestock Projects Division referred to in Section 3.02 of the Project Agreement; and

(m) “Project Director” means the person the Central Bank shall employ in accordance with Section 3.02 of the Project Agreement.

Article II

THE CREDIT

Section 2.01. The Association agrees to lend to the Borrower, on the terms and conditions in the Development Credit Agreement set forth or referred to, an amount in various currencies equivalent to two million two hundred thousand dollars (\$2,200,000).

Section 2.02. The amount of the Credit may be withdrawn from the Credit Account in accordance with the provisions of Schedule 1 to this Agreement, as such Schedule shall be amended from time to time, for expenditures made (or, if the Association shall so agree, to be made) in respect of the reasonable cost of goods and services required for the Project described in Schedule 2 to this Agreement and to be financed under the Development Credit Agreement; provided, however, that, except as the Association shall otherwise agree, no withdrawal shall be made on account of expenditures in the territories of any country which is not a member of the Bank (other than Switzerland) or for goods produced in, or services supplied from, such territories.

Section 2.03. Except as the Association shall otherwise agree :

(a) The goods and services (other than those referred to in sub-paragraph (b) of this Section and consultants' services) to be financed out of the proceeds of the Credit shall be procured through regular commercial channels from responsible suppliers, except that (i) the procurement of imported breeding cattle and semen shall take place from countries free of foot-and-mouth disease as indicated from time to time by the Project Director, and (ii) no cattle shall be imported under the Project without the Project Director's prior approval; and

(b) Vehicles and equipment to be financed out of the proceeds of the Credit under Categories III (b) and IV of the allocation of the proceeds of the Credit set forth in Schedule 1 to this Agreement shall be procured on the basis of local competitive bidding from suppliers with efficient servicing facilities and sufficient spare parts stocks located and available within the territories of the Borrower.

Section 2.04. The Closing Date shall be December 31, 1976 or such other date as shall be agreed between the Borrower and the Association.

Section 2.05. The Borrower shall pay to the Association a service charge at the rate of three-fourths of one per cent ($\frac{3}{4}$ of 1%) per annum on the principal amount of the Credit withdrawn and outstanding from time to time.

Section 2.06. Service charges shall be payable semi-annually on April 1 and October 1 in each year.

Section 2.07. The Borrower shall repay the principal amount of the Credit withdrawn from the Credit Account in semi-annual installments payable on each April 1 and October 1 commencing April 1, 1981 and ending October 1, 2020, each installment to and including the installment payable on October 1, 1990 to be one-half of one per cent ($\frac{1}{2}$ of 1%) of such principal amount, and each installment thereafter to be one and one-half per cent ($1\frac{1}{2}$ %) of such principal amount.

Section 2.08. The currency of the United Kingdom of Great Britain and Northern Ireland is hereby specified for the purposes of Section 4.02 of the General Conditions.

Article III

EXECUTION OF THE PROJECT

Section 3.01. (a) The Borrower shall carry out, and shall cause the Central Bank as its trustee to carry out, the Project with due diligence and efficiency and in conformity with sound agricultural, administrative, economic and financial practices, and shall provide, promptly as needed, the funds, facilities, services and other resources required for the purpose.

(b) The Borrower shall make the proceeds of the Credit, under Categories I, II and III of the allocation of the proceeds of the Credit set forth in Schedule 1 to this Agreement, available to the Central Bank under a Trust Agreement to be entered into between the Borrower and the Central Bank under terms and conditions which shall have been approved by the Association.

(c) The Borrower shall exercise its rights under the Trust Agreement in such manner as to protect the interests of the Borrower and the Association and to accomplish the purposes of the Credit, and except as the Association shall otherwise agree, the Borrower shall not assign, amend, abrogate or waive the Trust Agreement or any provision thereof.

(d) The Borrower shall take and shall cause all its agencies to take all action which shall be necessary on their part to enable the Central Bank to perform all of its obligations under the Project Agreement and the Trust Agreement and shall not permit to be taken any action which might interfere with such performance.

Section 3.02. The operating policies and procedures for the carrying out of the Project shall be as set forth in Schedule 1 to the Project Agreement and

as they may be amended from time to time by agreement between the Borrower, the Association and the Central Bank.

Section 3.03. In order to assist the Borrower in carrying out Part E (i) and (ii) of the Project and, to the extent required, Part E (iii) and (iv) of the Project, the Borrower shall employ consultants satisfactory to the Association upon terms and conditions satisfactory to the Association, who shall be supervised by the Project Director.

Section 3.04. (a) The Borrower shall cause the imported goods to be financed out of the proceeds of the Credit to be insured, or adequate provision for their insurance to be made, against marine, transit and other hazards incident to the acquisition, transportation and delivery thereof to the place of use or installation, and for such insurance any indemnity shall be payable in a currency freely usable to replace or repair such goods.

(b) Except as the Association shall otherwise agree, the Borrower shall cause all goods and services financed out of the proceeds of the Credit to be used exclusively for the Project.

Section 3.05. The Borrower shall or shall cause the Central Bank to : (i) maintain records adequate to record the progress of the Project (including the cost thereof) and to identify the goods and services financed out of the proceeds of the Credit, and to disclose the use thereof in the Project; (ii) enable the Association's representatives to inspect the Project, the goods financed out of the proceeds of the Credit and any relevant records and documents; and (iii) furnish to the Association all such information as the Association shall reasonably request concerning the Project, the expenditure of the proceeds of the Credit and the goods and services financed out of such proceeds.

Section 3.06. The Borrower shall, within 60 days counted from the date of application for a sub-loan, grant the applicant to the extent he does not already hold satisfactory title to such land, a suitable option to lease appropriate and specific land for the purposes of the Project, under renewable, transferable leases for at least 25 years on terms and conditions satisfactory to the Association and shall grant such lease upon the approval of the sub-loan application by the Participating Bank.

Section 3.07. The Borrower shall grant such exemptions from the Co-operative Societies Ordinance as shall be necessary for co-operative societies wishing to participate in the Project to adopt rules which will allow them to carry out adequately their ranching operations, on terms satisfactory to the

Association, and shall not amend the legislation applicable to such co-operatives as to adversely affect their commercial operations.

Section 3.08. The Borrower shall use its best efforts to ensure that LDCo (i) employs an internationally recruited General Manager, satisfactory to the Association, who shall have necessary experience and qualifications, and who shall have such powers and authority as shall be necessary to manage effectively the ranches owned or operated by LDCo, and allow him to devote about 25 per cent of his time to provide such services to LPD as may be necessary for carrying out the Project, (ii) employs such other staff as shall be necessary to carry out its business with due diligence and efficiency and in conformity with sound agricultural, administrative and financial practices, (iii) provides such facilities as are necessary to set up a scheme to train ranch managers for ranches participating in the Project, which will form part of the training schemes the Project Director shall develop for that purpose, and (iv) has sufficient funds to carry out Part A (iii) of the Project.

Section 3.09. The Borrower shall (a) provide veterinary services for the Project; (b) have at least one veterinary officer available to service the Project in the coastal area and another in the Rupununi area both of whom shall be stationed permanently in their respective areas; (c) take adequate measures to protect cattle under the Project in the Rupununi area against foot-and-mouth disease, including the use of appropriate vaccines, fully in accordance with the Pan-American Foot-and-Mouth Disease Prevention Program, as such Program may be amended from time to time by the Pan-American Foot-and-Mouth Disease Center; and (d) take all action, including the granting of all licenses, foreign exchange permits and other approvals required to ensure (i) the availability at all times in the territories of the Borrower, of sufficient supplies of vaccine for carrying out sub-paragraph (c) of this Section, and (ii) the prompt importation of breeding cattle, semen and pasture seed required for the Project.

Section 3.10. The Borrower shall consult with the Project Director, and submit to the Association, for approval, the detailed terms of reference for each study mentioned in Part E of the Project and the names of the proposed consultants.

Section 3.11. The Borrower shall, from time to time, make sums available to the LDF in the form of interest free advances, in amounts adequate to meet the expenditure requirements from such Fund.

Section 3.12. In the event that the Borrower considers that in the public or the economic interest of Guyana, controls over the price of beef should be imposed, the Borrower may impose such controls as shall be mutually satisfactory to the Borrower and the Association.

Section 3.13. The Borrower shall guarantee the repayment of capital and the payment of interest and other charges on sub-loans under Part A (ii) (b) of the Project.

Section 3.14. The Borrower shall establish and maintain a Livestock Advisory Committee composed of the Governor of the Central Bank, who will act as its Chairman, one representative each from the Ministries of Agriculture and Natural Resources and of Economic Development, and the Participating Banks, and one representative selected by the cattle producers, which shall be responsible for policy matters relating to the Project. The Project Director shall be the Executive Secretary of such Committee.

Section 3.15. Before May 31, 1971, the Borrower shall make or cause to be made, based on relevant experience, adequate arrangements satisfactory to the Borrower and the Association, for the sale and marketing of cattle and beef, for the purposes of the Project.

Article IV

OTHER COVENANTS

Section 4.01. (a) The Borrower shall maintain or cause to be maintained records adequate to reflect in accordance with consistently maintained sound accounting practices the operations, in respect of the Project, of the departments or agencies of the Borrower responsible for carrying out the Project.

(b) The Borrower shall cause the Central Bank to maintain separate records and accounts adequate to reflect in accordance with consistently maintained sound accounting practices its operations and financial condition in respect of Parts A, B and D of the Project.

(c) The Borrower shall: (i) in respect of the accounts maintained in accordance with sub-section (a) hereof, have such accounts and financial statements audited annually, in accordance with sound auditing principles consistently applied, by the Director of Audit of the Borrower; (ii) in respect of the accounts and financial statements (balance sheets, statements of income and expenses and related statements) of the Central Bank maintained in accordance with sub-section (b) hereof, cause the Central Bank to have such accounts and financial statements audited annually in accordance with sound auditing principles consistently applied by independent auditors satisfactory to the Association; (iii) furnish to the Association as soon as available, but in any case not later than three months after the end of each respective fiscal year, (A) certified copies of the financial statements for such year as so audited and (B) the report of such audit by said auditors, of such scope and in such detail as the Association shall have reasonably requested; and (iv) furnish to the Association such other information concerning such accounts and financial statements and the audit thereof as the Association shall from time to time reasonably request.

Article V

CONSULTATION, INFORMATION AND INSPECTION

Section 5.01. The Borrower and the Association shall cooperate fully to assure that the purposes of the Credit will be accomplished. To that end, the Borrower and the Association shall from time to time, at the request of either party :

- (a) exchange views through their representatives with regard to (i) the performance of their respective obligations under the Development Credit Agreement, (ii) the performance by the Central Bank of its obligations under the Project Agreement, (iii) the administration, operations and financial condition of the Central Bank in respect of the Project, and of the departments or agencies of the Borrower responsible for carrying out the Project or any part thereof, and (iv) other matters relating to the purposes of the Credit; and
- (b) furnish to the other all such information as it shall reasonably request with regard to the general status of the Credit. On the part of the Borrower, such information shall include information with respect to financial and economic conditions in the territories of the Borrower, including its balance of payments, and the external debt of the Borrower, of any of its political subdivisions and of any agency of the Borrower or of any such political subdivision.

Section 5.02. (a) The Borrower shall furnish or cause to be furnished to the Association all such information as the Association shall reasonably request concerning the operations and financial condition, in respect of the Project, of the Central Bank and the departments or agencies of the Borrower responsible for carrying out the Project or any part thereof.

(b) The Borrower shall promptly inform the Association of any condition which interferes with, or threatens to interfere with, the accomplishment of the purposes of the Credit, the maintenance of the service thereof, the performance by the Borrower of its other obligations under the Development Credit Agreement or the performance by the Central Bank of its obligations under the Project Agreement and the Trust Agreement.

Section 5.03. The Borrower shall afford all reasonable opportunity for accredited representatives of the Association to visit any part of the territories of the Borrower for purposes related to the Credit.

Article VI

TAXES AND RESTRICTIONS

Section 6.01. The principal of, and service charges on, the Credit shall be paid without deduction for, and free from, any taxes imposed under the laws of the Borrower or laws in effect in its territories.

Section 6.02. The Development Credit Agreement and the Trust Agreement shall be free from any taxes on or in connection with the execution, delivery or registration thereof, imposed under the laws of the Borrower or laws in effect in its territories.

Section 6.03. The payment of the principal of, and service charges on, the Credit shall be free from all restrictions, regulations, controls and moratoria of any nature imposed under the laws of the Borrower or laws in effect in its territories.

Article VII

REMEDIES OF THE ASSOCIATION

Section 7.01. If any event specified in Section 7.01 of the General Conditions or in Section 7.02 of this Agreement shall occur and shall continue for the period, if any, therein set forth, then at any subsequent time during the continuance thereof, the Association, at its option, may by notice to the Borrower declare the principal of the Credit then outstanding to be due and payable immediately together with the service charges thereon and upon any such declaration such principal and service charges shall become due and payable immediately, anything to the contrary in the Development Credit Agreement notwithstanding.

Section 7.02. For the purposes of Section 7.01 of the General Conditions, the following additional events are specified :

- (a) A default shall occur in the performance of any obligation on the part of the Central Bank under the Project Agreement and such default shall continue for a period of sixty days after notice thereof shall have been given by the Association to the Borrower and the Central Bank.
- (b) The Central Bank shall have been dissolved or disestablished or its operations suspended.

Section 7.03. For the purposes of Section 6.02 of the General Conditions, the following additional event is specified :

An extraordinary situation shall have arisen which shall make it improbable that the Central Bank can perform its obligations under the Project Agreement or the Trust Agreement.

Article VIII

EFFECTIVE DATE; TERMINATION

Section 8.01. The following events are specified as additional conditions to the effectiveness of the Development Credit Agreement within the meaning of Section 10.01 (b) of the General Conditions :

- (a) The execution and delivery of the Project Agreement on behalf of the Central Bank have been duly authorized or ratified by all necessary corporate and governmental action.
- (b) The execution and delivery of the Trust Agreement on behalf of the Borrower and the Central Bank, respectively, have been duly authorized or ratified by all necessary corporate and governmental action.
- (c) The Borrower shall have surveyed and shall have taken all steps necessary to grant leases for not less than 30,000 acres of coastal lands to ranchers immediately after applications are presented.
- (d) The National Assembly shall have passed a resolution authorizing the Borrower to guarantee the service of sub-loans under Part A (ii) (b) of the Project.
- (e) Legislation satisfactory to the Association, enabling the creation of fixed and floating charges on ranch assets including livestock, shall have been enacted.
- (f) The exemptions from the Co-operative Societies Law referred to in Section 3.07 of this Agreement shall have been granted.
- (g) LDCo shall have adopted Articles of Agreement satisfactory to the Borrower and the Association and shall have secured confirmed agreement from other interested parties to subscribe to its equity.
- (h) The Borrower shall have set up the Livestock Advisory Committee referred to in Section 3.14 of this Agreement.
- (i) The Central Bank shall have established the LPD and appointed the Project Director, referred to in Section 3.02 of the Project Agreement.
- (j) The Central Bank shall have established the LDF.

Section 8.02. The following are specified as additional matters, within the meaning of Section 10.02 (b) of the General Conditions, to be included in the opinion or opinions to be furnished to the Association:

- (a) That the Project Agreement has been duly authorized or ratified by, and executed and delivered on behalf of, the Central Bank, and constitutes a valid and binding obligation of the Central Bank in accordance with its terms.
- (b) That the Trust Agreement has been duly authorized or ratified by, and executed and delivered on behalf of, the Borrower and the Central Bank, respectively, and constitutes a valid and binding obligation of the Borrower and the Central Bank in accordance with its terms.

Section 8.03. The date March 3, 1971 is hereby specified for the purposes of Section 10.04 of the General Conditions.

Section 8.04. The obligations of the Borrower under Articles III and IV of this Agreement shall cease and terminate on the date on which the Development Credit Agreement shall terminate or on a date sixteen years after the date

of this Agreement, whichever shall be the earlier, and the provision of Section 7.02 (b) of this Agreement shall cease and terminate on the date on which the Development Credit Agreement shall terminate or on the date on which the Project Agreement shall terminate, whichever shall be the earlier.

Article IX

REPRESENTATIVE OF THE BORROWER; ADDRESSES

Section 9.01. The Minister of Finance of the Borrower is designated as representative of the Borrower for the purposes of Section 9.03 of the General Conditions.

Section 9.02. The following addresses are specified for the purposes of Section 9.01 of the General Conditions :

For the Borrower :

Ministry of Finance
Public Buildings
Georgetown, Guyana

Cable address :

Minfin
Georgetown

For the Association :

International Development Association
1818 H Street, N.W.
Washington, D.C. 20433
United States of America

Cable address :

Indevas
Washington, D.C.

IN WITNESS WHEREOF, the parties hereto, acting through their representatives thereunto duly authorized, have caused this Agreement to be signed in their respective names and to be delivered in the District of Columbia, United States of America, as of the day and year first above written.

Guyana :
By R. GAJRAJ
Authorized Representative

International Development Association :
By J. BURKE KNAPP
Vice President

SCHEDULE 1

WITHDRAWAL OF THE PROCEEDS OF THE CREDIT

1. The table below sets forth the categories of items to be financed out of the proceeds of the Credit, the allocation of amounts of the Credit to each category and the percentage of eligible expenditures so to be financed in each category:

<i>Category</i>	<i>Amount of the Credit Allocated (Expressed in Dollar Equivalent)</i>	<i>% of Expenditures to be Financed</i>
I. Long-term sub-loans for on-ranch invest- ment	1,500,000	100% of disbursements made under Subsidiary Loans
II. Medium-term sub- loan for clearing equipment	100,000	100% of disbursements made under Subsidiary Loans
III. Technical services:		
(a) staff and con- sultants	230,000	100% of foreign expendi- tures
(b) equipment	40,000	65% of total expenditures (representing the estima- ted foreign expenditure component)
IV. Developmental studies	100,000	85% of total expenditures (representing the esti- mated foreign expendi- ture component)
V. Unallocated	<u>230,000</u>	
	TOTAL <u><u>2,200,000</u></u>	

2. For the purposes of this Schedule:

(a) the term "foreign expenditures" means expenditures for goods produced in, or services supplied from, the territories, and in the currency of any member of the Bank (other than the Borrower) or of Switzerland;

(b) the term "local expenditures" means expenditures in the currency of the Borrower, or for goods produced in, or services supplied from, the territories of the Borrower; and

(c) the term "total expenditures" means the aggregate of foreign and local expenditures.

3. Notwithstanding the provisions of paragraph 1 above, no withdrawals shall be made in respect of:

(a) expenditures prior to the date of this Agreement; and

(b) payments for taxes imposed under the laws of the Borrower or laws in effect in its territories on goods or services, or on the importation, manufacture, procurement or supply thereof. To the extent that the amount represented by the percentage set forth in the third column of the table in paragraph 1 above would exceed the amount payable net of all such taxes, such percentage shall be reduced to ensure that no proceeds of the Credit will be withdrawn on account of payments for such taxes.

4. Notwithstanding the allocation of an amount of the Credit set forth in the second column of the table in paragraph 1 above:

- (a) if the estimate of the expenditures under any Category shall decrease, the amount of the Credit then allocated to such Category and no longer required therefor will be reallocated by the Association by increasing correspondingly the unallocated amount of the Credit;
- (b) if the estimate of the expenditures under any Category shall increase, the percentage set forth in the third column of the table in paragraph 1 above in respect of such expenditures shall be applied to the amount of such increase, and a corresponding amount will be allocated by the Association, at the request of the Borrower, to such Category from the unallocated amount of the Credit, subject, however, to the requirements for contingencies, as determined by the Association, in respect of any other Category.

5. Notwithstanding the percentages set forth in the third column of the table in paragraph 1 above, if the estimate of total expenditures under Categories III (b) and IV shall increase and no proceeds of the Credit are available for reallocation to such Category, the Association may, by notice to the Borrower, adjust the percentage then applicable to such expenditures in order that further withdrawals under such Category may continue until all expenditures thereunder shall have been made.

SCHEDULE 2

DESCRIPTION OF THE PROJECT

The Project is the first stage of a livestock development program of the Borrower and consists of:

Part A

The development, through the extension by Participating Banks of long-term sub-loans of approximately:

- (i) fourteen private, cooperative, or company ranches in the Coastal Area of East Demerara/Abary and Berbice/Corntyne, and one in the Intermediate Savannas;
- (ii) ten (a) such ranches or (b) Amerindian tribal ranches, all in the Rupununi Savannas; and
- (iii) two ranches of the LDCo, one in the said Coastal Area and the other in the Rupununi Savannas.

Part B

The extension by Participating Banks of a medium-term sub-loan (up to 5 years) to a contractor approved by the Project Executive Committee, for land clearance by chaining in the said Project Areas.

Part C

The extension by Participating Banks of short-term loans to ranches benefiting from long-term sub-loans included in Part A of the Project, as shall be shown necessary in the applicable Development Plans.

Part D

The provision of financial, administrative and technical services related to the extension of credit for, and the administration and execution of, Parts A, B and C and related to the supervision of Part E of the Project through the establishment of a Livestock Project Division in the Central Bank in its capacity as Trustee for the Borrower, and the provision of appropriate training for LPD staff and managers of participating ranches.

Part E

The following studies for the future development of the livestock industry:

- (i) demand for and marketing of Guyana produced beef after 1974/75;
- (ii) facilities required for processing Guyana produced beef after 1974/75;
- (iii) pilot study in the use of tropical pasture legumes; and
- (iv) pilot studies including production oriented grazing trials and the use of supplements such as urea/molasses for beef production.

INTERNATIONAL DEVELOPMENT ASSOCIATION

GENERAL CONDITIONS, DATED 31 JANUARY 1969

GENERAL CONDITIONS APPLICABLE TO DEVELOPMENT CREDIT AGREEMENTS

[*Not published herein. See United Nations, Treaty Series, vol. 703, p. 244.*]