

No. 11805

**INTERNATIONAL BANK FOR
RECONSTRUCTION AND DEVELOPMENT
and
VENEZUELA**

**Loan Agreement—*Maiquetía International Airport Project*
(with schedules and General Conditions Applicable to Loan
and Guarantee Agreements). Signed at Washington on
2 February 1972**

Authentic text : English.

*Registered by the International Bank for Reconstruction and Development on
8 May 1972.*

**BANQUE INTERNATIONALE POUR
LA RECONSTRUCTION ET LE DÉVELOPPEMENT
et
VENEZUELA**

**Contrat d'emprunt — *Projet relatif à l'aéroport interna-
tional de Maiquetía* (avec annexes et Conditions générales
applicables aux contrats d'emprunt et de garantie). Signé à
Washington le 2 février 1972**

Texte authentique : anglais.

*Enregistré par la Banque internationale pour la reconstruction et le développement
le 8 mai 1972.*

LOAN AGREEMENT¹

AGREEMENT, dated February 2, 1972, between REPUBLIC OF VENEZUELA (hereinafter called the Borrower) and INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT (hereinafter called the Bank).

WHEREAS (A) The Borrower has requested the Bank to assist in the financing of the foreign exchange cost of the Project described in Schedule 2 to this Agreement by making the Loan as hereinafter provided;

(B) The Bank is willing to make the Loan available upon the terms and conditions set forth hereinafter and in a project agreement of even date herewith² between the Bank and Aeropuerto Internacional de Maiquetía;

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 Loan and Guarantee Agreements of the Bank, dated January 31, 1969,³ with the same force and effect as if they were fully set forth herein, subject, however, to the deletion of Section 5.01 thereof and to the amendment of Section 6.02 (i) thereof to read as follows : “ Any event specified in paragraph (e) or (f) of Section 7.01 shall have occurred. ” (said General Conditions Applicable to Loan and Guarantee Agreements of the Bank, as so modified, being hereafter called the General Conditions).

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) “ the Law ” means Ley del Instituto Aeropuerto Internacional de Maiquetía, published in *Gaceta Oficial* of the Borrower No. 29,585 of August 16, 1971;

¹ Came into force on 1 May 1972, upon notification by the Bank to the Government of Venezuela.

² The said Agreement entered into force on 1 May 1972. 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 Bank as document LN 796VE, a certified true copy of which was transmitted to the Secretariat together with the documentation submitted for registration of the present Loan Agreement.

³ See p. 228 of this volume.

(b) “ the Authority ” means Aeropuerto Internacional de Maiquetía, an *Instituto Autónomo* created by the Borrower under the Law;

(c) “ Project Agreement ” means the agreement between the Bank and the Authority of even date herewith, as the same may be amended from time to time;

(d) “ Maiquetia International Airport Development Plan ” means the Borrower’s 1971/1975 investment program for the development of the site of Maiquetia International Airport, consisting in the first stage of the works to be carried out under the Project, and in the second stage of the construction of new passenger terminal buildings for international and domestic traffic, air cargo buildings and various related works, all as more fully set forth in the 1970 Master Plan prepared for the Borrower by its consultants;

(e) “ the Airport ” means Maiquetia International Airport, near Caracas.

Article II

THE LOAN

Section 2.01. The Bank agrees to lend to the Borrower, on the terms and conditions in the Loan Agreement set forth or referred to, an amount in various currencies equivalent to seventeen million dollars (\$17,000,000).

Section 2.02. The amount of the Loan may be withdrawn from the Loan 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 Bank shall so agree, to be made) in respect of the reasonable cost of goods and services required for the Project and to be financed under the Loan Agreement; provided, however, that, except as the Bank 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 Bank shall otherwise agree, the goods and services (other than services of consultants) required for the Project and to be financed out of the proceeds of the Loan, shall be procured on the basis of international competition under procedures consistent with the *Guidelines for Procurement under World Bank Loans and IDA Credits*, published by the Bank in August 1969, as revised in May 1971, and in accordance with, and subject to, the provisions set forth in Schedule 4 to this Agreement.

Section 2.04. The Closing Date shall be June 30, 1975 or such other date as shall be agreed between the Borrower and the Bank.

Section 2.05. The Borrower shall pay to the Bank a commitment charge at the rate of three-fourths of one per cent ($\frac{3}{4}$ of 1%) per annum on the principal amount of the Loan not withdrawn from time to time.

Section 2.06. The Borrower shall pay interest at the rate of seven and one-quarter per cent ($7\frac{1}{4}\%$) per annum on the principal amount of the Loan withdrawn and outstanding from time to time.

Section 2.07. Interest and other charges shall be payable semi-annually on March 1 and September 1 in each year.

Section 2.08. The Borrower shall repay the principal of the Loan in accordance with the amortization schedule set forth in Schedule 3 to this Agreement.

Section 2.09. If and as the Bank shall from time to time request, the Borrower shall execute and deliver Bonds representing the principal amount of the Loan as provided in Article VIII of the General Conditions.

Section 2.10. The Minister of Finance of the Borrower and such other person or persons as he shall appoint in writing are designated as authorized representatives of the Borrower for the purposes of Section 8.10 of the General Conditions.

Article III

EXECUTION OF THE PROJECT; TRANSFER OF AIRPORT PROPERTIES AND FACILITIES TO THE AUTHORITY

Section 3.01. The Borrower shall carry out Parts A, B and D of the Project through its Ministry of Public Works and shall cause the Authority to carry out Part C of the Project, all with due diligence and efficiency and in conformity with sound engineering, financial and civil aviation practices, and shall provide, promptly as needed, the funds, facilities, services and other resources required for the purpose of implementing the Maiquetía International Airport Development Plan.

Section 3.02. (a) In order to assist the Borrower in the preparation of plans and specifications for Parts A and B of the Project, and in the supervision of the construction of Part A of the Project, the Borrower shall employ airport consultants acceptable to the Bank upon terms and conditions satisfactory to the Bank.

(b) In carrying out Part A of the Project, the Borrower shall employ contractors acceptable to the Bank upon terms and conditions satisfactory to the Bank.

(c) The design standards for the works included in the Project shall be as

set forth in Schedule 5 to this Agreement, as such Schedule shall be modified from time to time by agreement between the Borrower and the Bank.

Section 3.03. (a) The Borrower undertakes to insure, or make adequate provision for the insurance of, the imported goods to be financed out of the proceeds of the Loan against 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 by the Borrower to replace or repair such goods.

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

Section 3.04. The Borrower shall take all such action as shall be necessary to acquire as and when needed all such land and rights in respect of land as shall be required for the construction and operation of the facilities included in the Project and shall furnish to the Bank, promptly after such acquisition, evidence satisfactory to the Bank that (i) such land and rights in respect of land are available for purposes related to the Project, (ii) the owners of such land and rights in respect of land will receive fair and prompt compensation in respect thereof, and (iii) suitable alternative housing sites will be made available, upon reasonable terms, to the occupants of such land.

Section 3.05. (a) The Borrower shall furnish to the Bank, promptly upon their preparation, the plans, specifications, reports, contract documents and construction and procurement schedules, for the Project, and any material modifications thereof or additions thereto, in such detail as the Bank shall reasonably request.

(b) The Borrower: (i) shall 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 Loan, and to disclose the use thereof in the Project; (ii) shall enable the Bank's representatives to inspect the Project, the goods financed out of the proceeds of the Loan and any relevant records and documents; and (iii) shall furnish to the Bank all such information as the Bank shall reasonably request concerning the Project, the expenditure of the proceeds of the Loan and the goods and services financed out of such proceeds.

Section 3.06. (a) The Borrower shall, not later than June 30, 1972, transfer to the Authority the existing properties and facilities of the Airport.

(b) For the purpose of implementing paragraph (a) of this Section 3.06, the Borrower shall prepare and submit to the Bank, not later than April 30, 1972, an inventory and valuation of all such properties and facilities.

(c) The Borrower shall take measures satisfactory to the Bank to ensure that the properties and facilities constructed and installed at the Airport under

the Project will be transferred to the Authority not later than three months after completion of Part A of the Project.

Article IV

THE AUTHORITY; OPERATION OF MAIQUETÍA INTERNATIONAL AIRPORT

Section 4.01 (a) The Borrower shall take and shall cause all its agencies to take all action which shall be necessary on their part to enable the Authority to perform all of its obligations under the Project Agreement and shall not take or permit to be taken any action which might interfere with such performance.

(b) Without restriction or limitation upon the provisions of paragraph (a) of this Section 4.01, the Borrower shall take and shall cause all its agencies to take all action which shall be necessary on their part to ensure implementation of the provisions of Section 3.03 of the Project Agreement.

Section 4.02. The Borrower shall ensure that (a) the Bye-Laws of the Authority are enacted and enter into effect not later than June 30, 1972, and (b) prior to the enactment of the Bye-Laws of the Authority, the Bank shall be afforded a reasonable opportunity to review said Bye-Laws and to exchange views thereon with the Borrower and the Authority.

Section 4.03. (a) The Borrower shall take measures satisfactory to the Bank to ensure that there will be enacted and enter into effect (i) not later than July 31, 1972, a zoning ordinance, satisfactory to the Bank, to control the development of obstructions in the vicinity of the Airport, and (ii) not later than July 31, 1973, land use planning controls, satisfactory to the Bank, to ensure that property development in the vicinity of the Airport will be compatible with the long-range use of the Airport.

(b) The Borrower shall take measures satisfactory to the Bank to ensure that existing restrictions in respect of the matters referred to in paragraph (a) of this Section 4.03 are maintained in force until the respective dates of entry into effect of said zoning ordinance and land use planning controls.

Section 4.04. (a) The Borrower shall undertake the development of new aircraft operating procedures for the Airport and shall implement such procedures or cause the same to be implemented not later than the date when the runway included in the Project shall become operational.

(b) In order to achieve the purposes set forth in paragraph (a) of this Section 4.04, the Borrower shall utilize the technical assistance of a competent and experienced civil aviation agency.

Article V

OTHER COVENANTS

Section 5.07. (a) It is the mutual intention of the Borrower and the Bank that no other external debt shall enjoy any priority over the Loan or the Bonds by way of a lien on governmental assets.

(b) To that end the Borrower (i) represents that at the date of this Agreement no lien exists on any governmental assets as security for any external debt, and (ii) undertakes that, except as the Bank may otherwise agree, if any such lien shall be created, it will *ipso facto* equally and ratably secure the payment of the principal of, and interest and other charges on, the Loan and the Bonds and in the creation of any such lien express provision will be made to that effect. The Borrower shall promptly inform the Bank of the creation of any such lien.

(c) The foregoing representation and undertaking shall not apply to : (i) any lien created on property, at the time of purchase thereof, solely as security for payment of the purchase price of such property; and (ii) any lien arising in the ordinary course of banking transactions and securing a debt maturing not more than one year after its date.

(d) As used in this Section, the term “ governmental assets ” means assets of the Borrower or of any of its political subdivisions or of any agency of the Borrower or of any such political subdivision.

Section 5.02. The Borrower shall maintain or cause to be maintained records adequate to reflect in accordance with consistently maintained sound accounting practices the operations, resources and expenditures, in respect of the Project, of the departments or agencies of the Borrower responsible for carrying out the Project or any part thereof.

Section 5.03. The Borrower shall not, without prior notice to the Bank, undertake or execute any other project or development for the expansion or improvement of the properties or facilities of the Airport, and shall, before undertaking or executing any such project or development, afford a reasonable opportunity to the Bank to review such project or development and to exchange views thereon with the Borrower.

Section 5.04. The Borrower shall take planning measures satisfactory to the Bank to provide additional highway capacity between Caracas and the Airport.

Article VI

CONSULTATION, INFORMATION AND INSPECTION

Section 6.01. The Borrower and the Bank shall cooperate fully to assure

that the purposes of the Loan will be accomplished. To that end, the Borrower and the Bank shall from time to time, at the request of either party :

- (a) exchange views through their representatives with regard to the performance of their respective obligations under the Loan Agreement, the performance by the Authority of its obligations under the Project Agreement, the administration, operations and financial condition, resources and expenditures of the Authority and, in respect of the Project, of the departments or agencies of the Borrower responsible for the carrying out of the Project or any part thereof, and other matters relating to the purposes of the Loan ; and
- (b) furnish to the other all such information as it shall reasonably request with regard to the general status of the Loan. 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 6.02. (a) The Borrower shall furnish or cause to be furnished to the Bank all such information as the Bank shall reasonably request concerning the operations and financial condition, resources and expenditures of the Authority and, in respect of the Project, of the departments or agencies of the Borrower responsible for carrying out the Project or any part thereof.

(b) The Borrower and the Bank shall promptly inform each other of any condition which interferes with, or threatens to interfere with, the accomplishment of the purposes of the Loan, the maintenance of the service thereof, the performance by either of them of its obligations under the Loan Agreement or the performance by the Authority of its obligations under the Project Agreement.

Section 6.03. The Borrower shall afford all reasonable opportunity for accredited representatives of the Bank to inspect any relevant records and documents and to visit any part of the territories of the Borrower for purposes related to the Loan.

Article VII

TAXES AND RESTRICTIONS

Section 7.01. The principal of, and interest and other charges on, the Loan and the Bonds 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; provided, however, that the foregoing shall not apply to taxation of payments under any Bond to a holder thereof other than the Bank when such Bond is beneficially owned by an individual or corporate resident of the Borrower.

Section 7.02. The Loan Agreement, any instrument made pursuant to Section 5.01 of this Agreement, the Project Agreement and the Bonds shall be free from any taxes on or in connection with the execution, issue, delivery or registration thereof imposed under the laws of the Borrower or laws in effect in its territories and the Borrower shall pay all such taxes, if any, imposed under the laws of any other country or countries.

Section 7.03. The payment of the principal of, and interest and other charges on, the Loan and the Bonds 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 VIII

REMEDIES OF THE BANK

Section 8.01. If any event specified in Section 7.01 of the General Conditions or in Section 8.03 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 Bank, at its option, may by notice to the Borrower declare the principal of the Loan and of all the Bonds then outstanding to be due and payable immediately together with the interest and other charges thereon and upon any such declaration such principal, interest and charges shall become due and payable immediately, anything to the contrary in the Loan Agreement or in the Bonds notwithstanding.

Section 8.02. For the purposes of Section 6.02 of the General Conditions, the following additional events are specified :

(a) The Authority shall have failed to perform any covenant, agreement or obligation of the Authority under the Project Agreement.

(b) An extraordinary situation shall have arisen which shall make it improbable that the Authority will be able to perform its obligations under the Project Agreement.

(c) The Law or the Bye-Laws of the Authority shall have been amended, suspended, abrogated, repealed or waived so as, in the judgment of the Bank, to materially and adversely affect the ability of the Borrower to carry out the covenants, agreements and obligations set forth in this Agreement or the ability of the Authority to carry out the covenants, agreements and obligations set forth in the Project Agreement or the operations or financial condition of the Authority.

(d) The Borrower or any other authority having jurisdiction shall have taken any action for the dissolution or disestablishment of the Authority or for the suspension of its operations.

(e) The Borrower shall, without the agreement of the Bank, have modified or terminated or failed to enforce Clause Eight of the Exchange Agreement between the Borrower and the Central Bank of Venezuela as published in *Gaceta Oficial* No. 29,690 of December 20, 1971.

Section 8.03. For the purposes of Section 7.01 of the General Conditions, the following additional events are specified :

(a) The event specified in Section 8.02 (a) of this Agreement shall occur and shall continue for a period of thirty days after notice thereof shall have been given by the Bank to the Borrower and the Authority.

(b) Any event specified in Section 8.02 (b), (c), (d) or (e) of this Agreement shall occur.

Article IX

EFFECTIVE DATE; TERMINATION

Section 9.01. The following events are specified as additional conditions to the effectiveness of the Loan Agreement within the meaning of Section 11.01 (c) of the General Conditions :

(a) The execution and delivery of the Project Agreement on behalf of the Authority have been duly authorized or ratified by all necessary corporate and governmental action.

(b) The Borrower has furnished to the Bank a technical feasibility report satisfactory to the Bank relating to (i) the siting and operation of the control tower included in Part A of the Project, and (ii) the method/s of assuring adequate control of the Airport ground traffic.

Section 9.02. The following is specified as an additional matter, within the meaning of Section 11.02 (c) of the General Conditions, to be included in the opinion or opinions to be furnished to the Bank : that the Project Agreement has been duly authorized or ratified by, and executed and delivered on behalf of, the Authority, and constitutes a valid and binding obligation of the Authority in accordance with its terms.

Section 9.03. The date May 2, 1972, is hereby specified for the purposes of Section 11.04 of the General Conditions.

Article X

REPRESENTATIVE OF THE BORROWER; ADDRESSES

Section 10.01. The Minister of Finance of the Borrower is designated as representative of the Borrower for the purposes of Section 10.03 of the General Conditions.

Section 10.02. The following addresses are specified for the purposes of Section 10.01 of the General Conditions :

For the Borrower :

Republic of Venezuela
Ministro de Hacienda
Caracas, Venezuela

Cable address :

Minhacienda
Caracas

For the Bank :

International Bank for Reconstruction and Development
1818 H Street, N.W.
Washington, D.C. 20433
United States of America

Cable address :

Intbafrad
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 above written.

Republic of Venezuela :
By JULIO SOSA-RODRIGUEZ
Authorized Representative

International Bank for Reconstruction and Development :
By J. BURKE KNAPP
Vice President

SCHEDULE 1

WITHDRAWAL OF THE PROCEEDS OF THE LOAN

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

<i>Category</i>	<i>Amount of the Loan Allocated (Expressed in Dollar Equivalent)</i>	<i>% of Expenditures to be Financed</i>
I. Construction Works	9,000,000	45% of total expenditures (representing the esti- mated foreign expendi- ture component)
II. Equipment (imported)	2,500,000	100% of foreign expendi- tures
III. Consultancy Services	2,000,000	100% of foreign expenditures
IV. Unallocated	3,500,000	
	<u>TOTAL</u> 17,000,000	

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 country other than the Borrower; and

(b) The term "total expenditures" means the aggregate of foreign and of expenditures for goods produced in, or services supplied from, the territories of the Borrower.

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, except that withdrawals may be made in respect of (i) Category I on account of expenditures for earthmoving incurred after September 1, 1971 in an aggregate amount not exceeding the equivalent of \$1,000,000, and (ii) Category III on account of expenditures for engineering design services incurred after January 1, 1971 in an aggregate amount not exceeding the equivalent of \$600,000;

(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 in respect of any Category would exceed the amount payable net of all such taxes, such percentage shall be reduced to ensure that no proceeds of the Loan will be withdrawn on account of payments for such taxes;

(c) expenditures under Section 3.04 of this Agreement; and

(d) expenditures under Part D of the Project.

4. Notwithstanding the allocation of an amount of the Loan 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 Loan then allocated to such Category and no longer required therefor will be reallocated by the Bank by increasing correspondingly the unallocated amount of the Loan;

(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 Bank, at the request of the Borrower, to such Category from the unallocated amount of the Loan, subject, however, to the requirements for contingencies, as determined by the Bank, in respect of any other expenditures; and

(c) If any contract for the procurement of any item included in any Category shall have been awarded according to procedures inconsistent with those set forth or referred to in Section 2.03 of this Agreement, or if the Bank shall have reasonably objected to any such contract on the ground that the procurement procedure followed is inconsistent with the procedures set forth or referred to in such Section 2.03, or if the terms and conditions of any such contract shall, without the Bank's prior concurrence, materially differ from those on the basis of which bids were asked, the Bank may, by notice to the Borrower, cancel such amount of the Loan, and correspondingly reduce the amount allocated to the relevant Category, as the Bank shall reasonably determine to represent the portion of total expenditures under such contract which would have been eligible for financing out of the proceeds of the Loan, had the procurement procedures followed not been inconsistent with those set forth or referred to in such Section 2.03.

5. Notwithstanding the percentages set forth in the third column of the table in paragraph 1 above, if the estimate of total expenditures under Category I shall increase and no proceeds of the Loan are available for reallocation to such Category, the Bank 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 consists of the following parts :

Part A: Implementation of the first stage of the Maiquetía International Airport Development Plan including :

I. Major Earthworks :

- (a) Clearing
- (b) Rerouting of Las Pailas Canal
- (c) General site grading over runway, taxiways and terminal areas

(d) Fencing

II. Runway about 3,500 m long and about 45 m wide with parallel and connecting taxiways including :

- (a) Fine grading
- (b) Drainage

- (c) Paving
- (d) Landscaping
- III. Control Tower approximately 20 m high
- IV. Lighting and Nav aids :
 - (a) High intensity runway edge and approach lighting
 - (b) Visual Approach Slope Indicator (VASI)
 - (c) Taxiway lighting
 - (d) Category I Instrument Landing System
 - (e) Very High Frequency Omni Directional Radio Range (VOR)
 - (f) Distance Measuring Equipment (DME)
 - (g) Electrical distribution system and part of a sub-station

Part B: Detailed design of the air terminal complex to be constructed in the second stage of implementation of the Maiquetia International Airport Development Plan.

Part C: Employment of management and accounting consultants (i) to make recommendations on management, financial, accounting and economic practices to be adopted by the Authority, including the level and structure of user charges, its staffing level and management information system, and (ii) to assist the Authority in implementing said recommendations.

Part D:

- (a) Provisional freight terminal
- (b) Renovations to existing air terminal buildings
- (c) Relocation of Catia La Mar Highway and Playa Grande access road
- (d) Relocation of utilities
- (e) Resurfacing and improvements to existing runway, taxiways and aprons

The Project is expected to be completed by June 30, 1974.

SCHEDULE 3 AMORTIZATION SCHEDULE

<i>Date Payment Due</i>	<i>Payment of Principal (expressed in dollars)*</i>	<i>Date Payment Due</i>	<i>Payment of Principal (expressed in dollars)*</i>
September 1, 1975	485,000	September 1, 1979	645,000
March 1, 1976	505,000	March 1, 1980	670,000
September 1, 1976	520,000	September 1, 1980	695,000
March 1, 1977	540,000	March 1, 1981	720,000
September 1, 1977	560,000	September 1, 1981	745,000
March 1, 1978	580,000	March 1, 1982	770,000
September 1, 1978	600,000	September 1, 1982	800,000
March 1, 1979	625,000	March 1, 1983	830,000

<i>Date Payment Due</i>	<i>Payment of Principal (expressed in dollars)*</i>	<i>Date Payment Due</i>	<i>Payment of Principal (expressed in dollars)*</i>
September 1, 1983.	860,000	September 1, 1985.	990,000
March 1, 1984	890,000	March 1, 1986	1,025,000
September 1, 1984.	920,000	September 1, 1986.	1,070,000
March 1, 1985	955,000		

* To the extent that any portion of the Loan is repayable in a currency other than dollars (see General Conditions, Section 4.02), the figures in this column represent dollar equivalents determined as for purposes of withdrawal.

PREMIUMS ON PREPAYMENT AND REDEMPTION

The following percentages are specified as the premiums payable on repayment in advance of maturity of any portion of the principal amount of the Loan pursuant to Section 3.05 (b) of the General Conditions or on the redemption of any Bond prior to its maturity pursuant to Section 8.15 of the General Conditions :

<i>Time of Prepayment or Redemption</i>	<i>Premium</i>
Not more than three years before maturity	1½%
More than three years but not more than six years before maturity	2½%
More than six years but not more than eleven years before maturity.	4%
More than eleven years but not more than thirteen years before maturity	6%
More than thirteen years before maturity	7½%

SCHEDULE 4

PROCUREMENT

1. (a) If bidders are required to prequalify, the Borrower shall, before qualification is invited, inform the Bank in detail of the procedure to be followed and shall introduce such modifications in said procedure as the Bank shall reasonably request. The list of prequalified bidders, together with a statement of their qualifications and of the reasons for the exclusion of any applicant for prequalification, shall be furnished by the Borrower to the Bank for its comments before the applicants are notified and the Borrower shall make such additions to or deletions from the said list as the Bank shall reasonably request.

(b) Before bids are invited, the Borrower shall furnish to the Bank, for its comments, the text of the invitations to bid and the plans, specifications and other bidding documents, together with a description of the advertising procedures to be followed for the bidding, and shall make such modifications in the said documents or procedure as the Bank shall reasonably request. Any further modification to the bidding documents shall require the Bank's concurrence before it is issued to the prospective bidders.

(c) After bids have been received and evaluated, the Borrower shall, before a final decision on the award is made, inform the Bank of the name of the bidder to whom it intends to award the contract and shall furnish to the Bank, in sufficient time for its review, a detailed report on the evaluation and comparison of the bids received,

together with the reasons for the intended award. The Bank shall promptly inform the Borrower whether it has any objection to the intended award on the ground that it would be inconsistent with the *Guidelines for Procurement under World Bank Loans and IDA Credits* referred to in Section 2.03 of this Agreement or with the Loan Agreement, and shall state the reasons for any objections it may have.

(d) If the contract shall be awarded over the Bank's reasonable objection, or if its terms and conditions shall, without the Bank's concurrence, materially differ from those on which bids were asked, no expenditure thereunder shall be financed out of the proceeds of the Loan pursuant to paragraph 4 (c) of Schedule 1 to this Agreement.

(e) Two copies of the contract shall be furnished to the Bank promptly after its execution and prior to the submission to the Bank of the first application for withdrawal of funds from the Loan Account in respect of any such contract.

2. Except as the Bank shall otherwise agree, no construction work shall be started prior to the engagement of the consultants for construction supervision referred to in Section 3.02 (a) of this Agreement.

3. Except as the Bank shall otherwise agree, construction work included in Parts A-I, A-II and A-III of the Project shall be tendered in three separate contracts, one for each part.

SCHEDULE 5 DESIGN STANDARDS

- | | |
|---|---|
| 1. <i>Runway</i> | |
| 1.1 Width of structural pavement | 45.0 meters |
| 1.2 Width of paved shoulders | 15.0 meters |
| 1.3 Lateral spacing between edge lights . . . | 60.0 meters maximum |
| 1.4 Effective longitudinal gradient | 1% maximum |
| 1.5 Transverse gradient | 1.5% maximum |
| 2. <i>Taxiways</i> | |
| 2.1 Width of structural pavement | 30.0 meters (international)
22.5 meters (domestic) |
| 2.2 Width of paved shoulders | 10.6 meters (international)
7.6 meters (domestic) |
| 2.3 Spacing between center-line lights. . . . | 30.0 meters |
| 2.4 Longitudinal gradient | 1.5% maximum |
| 2.5 Transverse gradient | 1.5% maximum |
| 3. <i>Clearances</i> | |
| 3.1 Distance between runway and taxiway
center-lines | 180.0 meters minimum |
| 3.2 Distance between taxiway center-lines . . | 90.0 meters minimum |

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT

GENERAL CONDITIONS, DATED 31 JANUARY 1969

GENERAL CONDITIONS APPLICABLE TO LOAN AND GUARANTEE AGREEMENTS

[Not published herein. See United Nations, Treaty Series, vol. 691, p. 300.]
