

No. 16375

**FEDERAL REPUBLIC OF GERMANY
and
CYPRUS**

**Agreement concerning financial assistance. Signed at
Nicosia on 19 May 1976**

Authentic texts: German and English.

Registered by the Federal Republic of Germany on 1 February 1978.

**RÉPUBLIQUE FÉDÉRALE D'ALLEMAGNE
et
CHYPRE**

Accord d'aide financière. Signé à Nicosie le 19 mai 1976

Textes authentiques : allemand et anglais.

Enregistré par la République fédérale d'Allemagne le 1^{er} février 1978.

AGREEMENT¹ BETWEEN THE GOVERNMENT OF THE FEDERAL REPUBLIC OF GERMANY AND THE GOVERNMENT OF THE REPUBLIC OF CYPRUS CONCERNING FINANCIAL ASSISTANCE

The Government of the Federal Republic of Germany and the Government of the Republic of Cyprus,

In the spirit of the friendly relations existing between the Federal Republic of Germany and the Republic of Cyprus,

Desiring to strengthen and intensify those friendly relations by fruitful co-operation in the field of development assistance,

Aware that the maintenance of those relations constitutes the basis of the present Agreement,

Intending to contribute to economic and social development in the Republic of Cyprus,

Have agreed as follows:

Article 1. (1) The Government of the Federal Republic of Germany shall enable the Government of the Republic of Cyprus to raise with the *Kreditanstalt für Wiederaufbau* (Development Loan Corporation), Frankfurt/Main, a loan up to 8,000,000 DM (eight million German Marks) for the project "Irrigation in Rural Areas" if, after examination, it has been found eligible for promotion.

(2) The project referred to in paragraph 1 above may be replaced by other projects if the Government of the Republic of Cyprus and the Government of the Federal Republic of Germany so agree.

Article 2. The utilization of the loan as well as the terms and conditions on which it is granted shall be governed by the provisions of the agreements to be concluded between the borrower and the *Kreditanstalt für Wiederaufbau*, which shall be subject to the laws and regulations applicable in the Federal Republic of Germany.

Article 3. The Government of the Republic of Cyprus shall exempt the *Kreditanstalt für Wiederaufbau* from all taxes and other public charges levied in Cyprus at the time of the conclusion, or during the implementation of the agreements referred to in article 2 of the present Agreement.

Article 4. The Government of the Republic of Cyprus shall allow passengers and suppliers free choice of transport enterprises for such transportation by sea or air of persons and goods as results from the granting of the loan, abstain from taking any measures that might exclude or impair the participation of transport enterprises having their place of business in the German area of application of the present Agreement, and grant permits for such participation as required.

Article 5. Supplies and services for projects financed from the loan shall, unless otherwise provided for in individual cases, be subject to international public tender.

¹ Came into force on 19 May 1976 by signature, in accordance with article 8.

Article 6. With regard to supplies resulting from the granting of the loan, the Government of the Federal Republic of Germany attaches particular importance to preference being given to products of industries of Land Berlin.

Article 7. With the exception of those provisions of article 4 which refer to air transport, this Agreement shall also apply to Land Berlin, provided that the Government of the Federal Republic of Germany does not make a contrary declaration to the Government of the Republic of Cyprus within three months of the date of entry into force of this Agreement.

Article 8. The present Agreement shall enter into force on the date of signature thereof.

DONE at Nicosia on 19th May 1976, in duplicate in the English and German languages, both texts being equally authentic.

For the Government
of the Federal Republic
of Germany:

[Signed — Signé]¹

For the Government
of the Republic of Cyprus:

[Signed — Signé]²

¹ Signed by Gottfried Pagenstert — Signé par Gottfried Pagenstert.

² Signed by I. Cl. Christophides — Signé par I. Cl. Christophides.