No. 16802

FEDERAL REPUBLIC OF GERMANY and JORDAN

Agreement concerning financial co-operation. Signed at Amman on 31 May 1977

Authentic texts: German and English. Registered by the Federal Republic of Germany on 30 June 1978.

RÉPUBLIQUE FÉDÉRALE D'ALLEMAGNE et JORDANIE

Accord de coopération financière. Signé à Amman le 31 mai 1977

Textes authentiques : allemand et anglais. Enregistré par la République fédérale d'Allemagne le 30 juin 1978. AGREEMENT¹ BETWEEN THE GOVERNMENT OF THE FEDERAL REPUBLIC OF GERMANY AND THE GOVERNMENT OF THE HASHEMITE KINGDOM OF JORDAN CONCERNING FINAN-CIAL CO-OPERATION

The Government of the Federal Republic of Germany and the Government of the Hashemite Kingdom of Jordan,

In the spirit of friendly relations existing between the Federal Republic of Germany and the Hashemite Kingdom of Jordan,

Desiring to strengthen and intensify those friendly relations by fruitful cooperation 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 Hashemite Kingdom of Jordan,

Have agreed as follows:

Article 1. (1) The Government of the Federal Republic of Germany shall enable the Government of the Hashemite Kingdom of Jordan or other borrowers to be jointly selected by the two Governments to raise with the *Kreditanstalt für Wiederaufbau* (Development Loan Corporation), Frankfurt/Main, loans up to a total of DM 48,500,000 (forty-eight million five hundred thousand German Marks) for the following projects:

- a) Irrigation Project, Southern Jordan Valley (increase),
- b) Domestic Water Supply, Southern Jordan Valley (increase),
- c) Equipments and Consulting Services for Aqaba (increase),
- d) Engineering Services for the Extension of the East Ghor Canal,
- e) Grain Mill and Stores,
- f) Granting of Agricultural Credits (ACC/JCO),
- g) Expansion of Aqaba Power Station (Phase II),

if, after examination, they have been found eligible for promotion.

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

Article 2. (1) The utilization of the loans as well as the terms and conditions on which they are granted shall be governed by the provisions of the agreements to be concluded between the borrowers and the Kreditanstalt für Wiederaufbau, which shall be subject to the laws and regulations applicable in the Federal Republic of Germany.

(2) The Government of the Hashemite Kingdom of Jordan shall, to the extent that it is not itself the borrower, guarantee to the Kreditanstalt für Wiederaufbau all payments in German Marks to be made in fulfilment of the borrowers' liabilities under the agreements to be concluded pursuant to paragraph 1 above.

¹ Came into force on 31 May 1977 by signature, in accordance with article 8.

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

The Government of the Hashemite Kingdom of Jordan shall allow Article 4. passengers and suppliers free choice of transport enterprises for such transportation by land, sea or air of persons and goods as results from the granting of the loans, 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 the relevant permits as required for the participation of such enterprises.

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

Article 6. With regard to supplies resulting from the granting of the loans, 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 Hashemite Kingdom of Jordan 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 Amman on 31st May 1977 in duplicate in the English and German languages, both texts being equally authentic.

For the Government

For the Government of the Federal Republic of Germany: of the Hashemite Kingdom of Jordan:

[Signed - Signé]¹

[Signed - Signé]²

¹ Signed by Dr. H. Schmidt-Dornedden - Signé par H. Schmidt-Dornedden.

² Signed by Dr. Hanna Odeh – Signé par Hanna Odeh.