

No. 19455

**SWEDEN
and
UNITED REPUBLIC OF TANZANIA**

Development Co-operation Agreement — *Kidatu Hydroelectric Project*. Signed at Washington on 12 July 1974

Authentic text: English.

Registered by Sweden on 9 December 1980.

**SUÈDE
et
RÉPUBLIQUE-UNIE DE TANZANIE**

Contrat de coopération pour le développement — *Projet hydroélectrique de Kidatu*. Signé à Washington le 12 juillet 1974

Texte authentique : anglais.

Enregistré par la Suède le 9 décembre 1980.

DEVELOPMENT CO-OPERATION AGREEMENT¹ (*KIDATU HYDRO-ELECTRIC PROJECT ADDITIONAL FINANCING*) BETWEEN THE KINGDOM OF SWEDEN (hereinafter called Sweden) AND THE UNITED REPUBLIC OF TANZANIA (hereinafter called Tanzania)

Whereas (A) by a Development Credit Agreement dated December 14, 1970 (hereinafter called the Development Credit Agreement), between Sweden and Tanzania,² Sweden has made available to Tanzania a development credit (hereinafter called the Swedish Credit) to assist in the financing of a hydroelectric project (hereinafter called the Project) described in schedule 1 to the Joint Financing Agreement (as defined in recital (E) hereinafter);

(B) Tanzania has requested Sweden to provide additional financing for the Project and Sweden is willing to agree to such request upon the terms and conditions hereinafter set forth;

(C) The International Bank for Reconstruction and Development (hereinafter called the Bank) and Tanzania Electric Supply Company Limited (hereinafter called the Company) have executed and delivered an agreement³ (hereinafter called the Bank Agreement) of even date with the Development Credit Agreement providing for the Bank to make a loan to the Company to assist in the financing of the Project;

(D) By an agreement dated June 24, 1974 (hereinafter called the Bank Amending Agreement, between the Bank, the Company and Tanzania,⁴ the Bank has agreed to amend the Bank Agreement in order to provide additional financing for the Project;

(E) Sweden, Tanzania, the Bank and the Company have executed and delivered an agreement dated December 14, 1970⁵ (hereinafter called the Joint Financing Agreement), in respect of the allocation, withdrawal and use of the proceeds of the financing under the Development Credit Agreement and the Bank Agreement and the execution of the Project, as well as other matters; and

(F) By an agreement of even date herewith⁶ (hereinafter called the Joint Financing Amending Agreement), Sweden, Tanzania, the Bank and the Company have agreed to amend the Joint Financing Agreement for the purpose of reflecting therein the provisions of this Agreement and of the Bank Amending Agreement;

Now therefore, Sweden and Tanzania agree as follows:

Article I. THE SWEDISH CONTRIBUTION

1. Sweden shall make available to Tanzania an amount of twenty million Swedish Kronor (SKr20,000,000) (hereinafter called the Swedish Contribution) subject to the provisions set forth or referred to in this Agreement and to such other provisions as may be agreed upon between the Parties.

¹ Came into force on 26 September 1974, the date when the amending Agreement between the International Bank for Reconstruction and Development, the United Republic of Tanzania and Tanzania Electric Supply Company Limited signed at Washington on 24 June 1974 (see note 4 below) itself became effective, in accordance with article III (1).

² United Nations, *Treaty Series*, vol. 878, p. 37.

³ See United Nations, *Treaty Series*, vol. 878, p. 4, note 3.

⁴ See p. 33 of this volume.

⁵ United Nations, *Treaty Series*, vol. 878, p. 13.

⁶ See p. 376 of this volume.

2. The terms of the Swedish Contribution shall be set forth in annual agreements on development co-operation between the Parties.

3. Amounts to be made available for withdrawal during each Swedish fiscal year shall be agreed upon in the above-mentioned annual agreements between Sweden and Tanzania concluded prior to the respective Swedish fiscal year, provided that sufficient amounts shall be so agreed and made available in each fiscal year to allow the withdrawal of the Swedish Contribution (as defined in the Agreement amending Joint Financing Agreement) to be made in accordance with the provisions of article II of the Joint Financing Agreement.

Article II. APPLICATION OF THE DEVELOPMENT CREDIT AGREEMENT

1. Articles II, III, IV and VI of the Development Credit Agreement shall apply to this Agreement. However, the closing date for withdrawals, with regard to funds made available under this Agreement, shall be as agreed upon between the Parties.

Article III. EFFECTIVE DATE; TERMINATION

1. This Agreement shall become effective after signature by duly authorized representatives of the Parties and concurrently with the Bank Amending Agreement becoming effective.

2. This Agreement shall terminate when the Parties have fulfilled all obligations arising hereunder.

IN WITNESS WHEREOF, the Kingdom of Sweden and the United Republic of Tanzania, acting through their representatives thereunto duly authorized, have caused this Agreement to be signed. Done in the District of Columbia, United States of America, on the 12th day of July 1974, in two original copies in English.

For the Kingdom of Sweden:

By: WILHELM WACHTMEISTER

For the United Republic of Tanzania:

By: G. M. CHAGUZA
