

No. 18509

**FEDERAL REPUBLIC OF GERMANY
and
LESOTHO**

**Agreement concerning financial co-operation. Signed at
Maseru on 20 December 1978**

Authentic texts: German and English.

Registered by the Federal Republic of Germany on 14 April 1980.

**RÉPUBLIQUE FÉDÉRALE D'ALLEMAGNE
et
LESOTHO**

**Accord de coopération financière. Signé à Maseru le
20 décembre 1978**

Textes authentiques : allemand et anglais.

Enregistré par la République fédérale d'Allemagne le 14 avril 1980.

AGREEMENT¹ BETWEEN THE GOVERNMENT OF THE KINGDOM OF LESOTHO AND THE GOVERNMENT OF THE FEDERAL REPUBLIC OF GERMANY CONCERNING FINANCIAL CO-OPERATION

The Government of the Kingdom of Lesotho and the Government of the Federal Republic of Germany,

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

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 this Agreement,

Intending to contribute to economic and social development in the Kingdom of Lesotho,

Have agreed as follows:

Article 1. The Government of the Federal Republic of Germany shall enable the Kingdom of Lesotho to obtain from the Kreditanstalt für Wiederaufbau (Development Loan Corporation), Frankfurt/Main, a financial contribution of up to DM 6,500,000 (six million five hundred thousand Deutsche Mark) for the "Basic Agricultural Services Programme".

Article 2. The utilization of the financial contribution as well as the terms and conditions on which it is granted shall be governed by the provisions of the financing agreement to be concluded between the Government of the Kingdom of Lesotho 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 Kingdom of Lesotho shall exempt the Kreditanstalt für Wiederaufbau from all taxes and other public charges levied in the Kingdom of Lesotho in connection with the conclusion and implementation of the financing agreement referred to in article 2 of this Agreement.

Article 4. The Government of the Kingdom of Lesotho 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 contribution, abstain from taking any measures that might exclude or impair the participation on equal terms of transport enterprises having their place of business in the German area of application of this Agreement, and grant the relevant permits as required for the participation of such enterprises.

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

Article 6. With regard to supplies and services resulting from the granting of the contribution, the Government of the Federal Republic of Germany attaches

¹ Came into force on 20 December 1978 by signature, in accordance with article 8.

particular importance to preferential use being made of the economic potential 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 Kingdom of Lesotho within three months of the date of entry into force of this Agreement.

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

DONE at Maseru on the twentieth day of December 1978 in duplicate in the English and German languages, both texts being equally authentic.

For the Government
of the Kingdom of Lesotho:
[Signed — Signé]¹

For the Government
of the Federal Republic of Germany:
[Signed — Signé]²

¹ Signed by Sekhonyana — Signé par Sekhonyana.

² Signed by Regenhardt — Signé par Regenhardt.