

No. 18916

**UNITED STATES OF AMERICA
and
EGYPT**

**Project Loan Agreement for the Port of Suez project (with
annex). Signed at Cairo on 30 September 1978**

Authentic text: English.

Registered by the United States of America on 12 June 1980.

**ÉTATS-UNIS D'AMÉRIQUE
et
ÉGYPTE**

**Accord de prêt pour un projet relatif au complexe portuaire
de Suez (avec annexe). Signé au Caire le 30 septembre
1978**

Texte authentique : anglais.

Enregistré par les États-Unis d'Amérique le 12 juin 1980.

PROJECT LOAN AGREEMENT¹ AMONG THE ARAB REPUBLIC OF EGYPT, THE UNITED STATES OF AMERICA AND THE MINISTRY OF MARITIME TRANSPORT FOR THE PORT OF SUEZ PROJECT

Dated: September 30, 1978

A.I.D. Loan Number 263-K-049
Project Number 263-0047

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¹ Came into force on 30 September 1978 by signature.

² Not printed herein. For the text of the Standard Provisions Annex, see "Project Loan Agreement among the Arab Republic of Egypt, the United States of America and the Ministry of Irrigation for Canal Maintenance. Signed at Cairo, on 27 September 1977," United Nations, *Treaty Series*, vol. 1169, No. I-18595.

PROJECT LOAN AGREEMENT dated September 30, 1978, among the ARAB REPUBLIC OF EGYPT (“Borrower”), the MINISTRY OF MARITIME TRANSPORT (“MMT”), and the UNITED STATES OF AMERICA, acting through the AGENCY FOR INTERNATIONAL DEVELOPMENT (“A.I.D.”).

Article 1. THE AGREEMENT

The purpose of this Agreement is to set out the understandings of the parties named above (“Parties”) with respect to the undertaking by the Borrower of the Project described below, and with respect to the financing of the Project by the Parties.

Article 2. THE PROJECT

Section 2.1. DEFINITION OF PROJECT. The Project, which is further described in Annex 1, will consist of assistance to the Government of the Arab Republic of Egypt to increase the capacity and efficiency of cargo operations at Ports Ibrahim and Adabiyah, located at Port Suez, in order to alleviate port congestion, stimulate expansion of commercial traffic and reduce related Egyptian local currency and foreign exchange expenditures. The Loan will be used to fund rehabilitation, modernization and expansion of marine and civil works, cargo handling equipment and associated services for engineering, management and training. Annex 1, attached, amplifies the above definition of the Project. Within the limits of the above definition of the Project, elements of the amplified description stated in Annex 1 may be changed by written agreement of the authorized representatives of the Parties named in Section 9.2., without formal amendment of this Agreement.

Article 3. FINANCING

Section 3.1. THE LOAN. To assist the Borrower to meet the costs of carrying out the Project, A.I.D., pursuant to the Foreign Assistance Act of 1961, as amended, agrees to lend the Borrower under the terms of this Agreement not to exceed thirty million United States (“U.S.”) dollars (\$30,000,000) (“Loan”). The aggregate amount of disbursements under the Loan is referred to as “Principal.”

The Loan may be used only to finance foreign exchange costs, as defined in Section 7.1., of goods and services required for the Project.

Section 3.2. BORROWER RESOURCES FOR THE PROJECT. (a) The Borrower agrees to provide or cause to be provided for the Project all funds, in addition to the Loan, and all other resources required to carry out the Project effectively and in a timely manner.

(b) The resources provided by Borrower for the Project will be not less than Fifty-Three Million Twenty Thousand Egyptian Pounds (L.E. 53,020,000), including costs borne on an “in-kind” basis.

Section 3.3. PROJECT ASSISTANCE COMPLETION DATE. (a) The “Project Assistance Completion Date” (PACD), which is June 30, 1984, or such other date as the Parties may agree to in writing, is the date by which the Parties estimate that all services financed under the Loan will have been performed and all goods financed under the Loan will have been furnished for the Project as contemplated in this Agreement.

(b) Except as A.I.D. may otherwise agree in writing, A.I.D. will not issue or approve documentation which would authorize disbursement of the Loan for services performed subsequent to the PACD or for goods furnished for the Project, as contemplated in this Agreement, subsequent to the PACD.

(c) Requests for disbursement, accompanied by necessary supporting documentation prescribed in Project Implementation Letters, are to be received by A.I.D. or any bank described in Section 8.1. no later than nine (9) months following the PACD, or such other period as A.I.D. agrees to in writing. After such period, A.I.D., giving notice in writing to the Borrower, may at any time or times reduce the amount of the Loan by all or any part thereof for which requests for disbursement, accompanied by necessary supporting documentation prescribed in Project Implementation Letters, were not received before the expiration of said period.

Article 4. LOAN TERMS

Section 4.1. INTEREST. The Borrower will pay to A.I.D. interest which will accrue at the rate of two percent (2%) per annum for ten (10) years following the date of the first disbursement hereunder and at the rate of three percent (3%) per annum thereafter on the outstanding balance of Principal and on any due and unpaid interest. Interest on the outstanding balance will accrue from the date (as defined in Section 8.3.) of each respective disbursement, and will be payable semiannually. The first payment of interest will be due and payable no later than six (6) months after the first disbursement hereunder, on a date to be specified by A.I.D.

Section 4.2. REPAYMENT. The Borrower will repay to A.I.D. the Principal within forty (40) years from the date of the first disbursement of the Loan in sixty-one (61) approximately equal semiannual installments of Principal and interest. The first installment of Principal will be payable nine and one-half (9½) years after the date on which the first interest payment is due in accordance with Section 4.1. A.I.D. will provide the Borrower with an amortization schedule in accordance with this Section after the final disbursement under the Loan.

Section 4.3. APPLICATION, CURRENCY, AND PLACE OF PAYMENT. All payments of interest and Principal hereunder will be made in U.S. Dollars and will be applied first to the payment of interest due and then to the repayment of Principal. Except as A.I.D. may otherwise specify in writing, payments will be made to the Controller, Office of Financial Management, Agency for International Development, Washington, D.C. 20523, U.S.A., and will be deemed made when received by the Office of Financial Management.

Section 4.4. PREPAYMENT. Upon payment of all interest and any refunds then due, the Borrower may prepay, without penalty, all or any part of the Principal. Unless A.I.D. otherwise agrees in writing, any such prepayment will be applied to the installments of Principal in the inverse order of their maturity.

Section 4.5. RENEGOTIATION OF TERMS. (a) The Borrower and A.I.D. agree to negotiate, at such time or times as either may request, an acceleration of the repayment of the Loan in the event that there is any significant and continuing improvement in the internal and external economic and financial position and prospects of the Arab Republic of Egypt, which enable the Borrower to repay the Loan on a shorter schedule.

(b) Any request by either Party to the other to so negotiate will be made pursuant to Section 9.1. and will give the name and address of the person or persons who will represent the requesting Party in such negotiations.

(c) Within thirty (30) days after delivery of a request to negotiate, the requested party will communicate to the other, pursuant to Section 9.1. the name and address of the person or persons who will represent the requested Party in such negotiations.

(d) The representatives of the Parties will meet to carry on negotiations no later than thirty (30) days after delivery of the requested Party's communication under Sub-section (c). The negotiations will take place at a location mutually agreed upon by the representatives of the Parties, provided that, in the absence of mutual agreement, the negotiations will take place at the office of Borrower's Minister of Economy and Economic Development in the Arab Republic of Egypt.

Section 4.6. TERMINATION ON FULL PAYMENT. Upon payment in full of the Principal and any accrued interest, this Agreement and all obligations of the Borrower and A.I.D. under it will cease.

Article 5. CONDITIONS PRECEDENT TO DISBURSEMENT

Section 5.1. FIRST DISBURSEMENT. Prior to the first disbursement under the Loan, or to the issuance by A.I.D. of documentation pursuant to which disbursement will be made, Borrower will, except as the Parties may otherwise agree in writing, furnish to A.I.D., in form and substance satisfactory to A.I.D.:

- (a) An opinion of the Egyptian Minister of Justice or other legal counsel acceptable to A.I.D., that the Loan Agreement and the Reloan Agreement have been duly authorized and/or ratified by, and executed on behalf of, the Borrower and MMT and that they constitute valid and legally binding obligations in accordance with all of their terms;
- (b) A statement of the names of the persons holding or acting in the offices of the Borrower specified in Section 9.2. and of any additional representatives, together with a specimen signature of each person specified in such statement;
- (c) An executed contract acceptable to A.I.D. for the consulting engineering services for the Project with a firm acceptable to A.I.D.;
- (d) A Reloan Agreement satisfactory to A.I.D. for the Project between the GOE and MMT;
- (e) Evidence that a Project Unit has been established in the General Authority for the Red Sea Ports ("Port Authority") and that the members of that Unit will have as their full-time responsibility the monitoring and implementing of the Project;
- (f) Evidence of MMT plans to seek or provide the necessary authority for the Port Authority pursuant to the Covenant in Section 6.3. below;
- (g) Evidence of MMT plans to remove sunken and other destroyed vessels from Suez Port pursuant to the Covenant in Section 6.4. below;
- (h) Such other documentation as A.I.D. may reasonably require.

Section 5.2. ADDITIONAL DISBURSEMENT FOR REHABILITATION AND MODERNIZATION OF THE EXISTING PORT. Prior to any disbursement under the Loan, or to the issuance by A.I.D. of documentation pursuant to which disbursement will be made, for the rehabilitation and modernization of the existing port, the Borrower will, except as the Parties may otherwise agree in writing, furnish to A.I.D. in form and substance satisfactory to A.I.D.:

- (a) A detailed implementation plan for rehabilitation and modernization of the existing port in CPM/PERT format specifying items to be procured and the proposed contracting procedures for goods and services;
- (b) Evidence that all Egyptian currency for the first fiscal year in which funds will be required for rehabilitation and modernization, in an amount based on the estimate by the Consulting Engineer and as approved by MMT, has been budgeted by the Borrower and is available for expenditure by the Port Authority;

- (c) Evidence that the Port Authority is staffed and fully operational and that the Chairman of the Board of Directors and a full-time Director General have been appointed.

Section 5.3. ADDITIONAL DISBURSEMENT FOR EXPANSION OF PORT ADABIYAH. Prior to any disbursement under the Loan, or to the issuance by A.I.D. of documentation pursuant to which disbursement will be made, for expansion of Port Adabiyah, the Borrower will, except as the Parties may otherwise agree in writing, furnish to A.I.D., in form and substance satisfactory to A.I.D.:

- (a) A detailed implementation plan for expansion of Port Adabiyah in CPM/PERT format specifying the items to be procured and the proposed contracting procedure for goods and services;
- (b) Evidence that all Egyptian currency required for the first fiscal year in which funds will be required for expansion of Port Adabiyah, in an amount based on the estimate by the Consulting Engineer, and as approved by MMT, has been budgeted by the Borrower and is available for expenditure by the Port Authority;
- (c) An executed contract for the dredging, piling and construction work related to the expansion of Port Adabiyah.

Section 5.4. ADDITIONAL DISBURSEMENT FOR TRAINING. Prior to disbursement under the Loan, or to issuance by A.I.D. of documentation pursuant to which disbursement will be made, for training, the Borrower will, except as the Parties may otherwise agree in writing, furnish to A.I.D. in form and substance satisfactory to A.I.D., a proposed training program to be implemented in the succeeding year with particular emphasis on mid-level management and operations showing the categories and identities of trainees, and the nature, length and purpose of the training.

Section 5.5. NOTIFICATION. When A.I.D. has determined that the Conditions Precedent specified in Sections 5.1., 5.2. and 5.3. have been met, it will promptly notify the Borrower.

Section 5.6. TERMINAL DATES FOR CONDITIONS PRECEDENT. (a) If all of the conditions specified in Section 5.1. have not been met within 120 days from the date of this Agreement, or such later date as A.I.D. may agree to in writing, A.I.D., at its option, may terminate this Agreement by written notice to Borrower.

(b) If all of the conditions specified in Section 5.2. have not been met within 180 days, or if all the conditions specified in Section 5.3. have not been met within twenty-four months, from the date of this Agreement, or such later date as A.I.D. may agree to in writing, A.I.D., at its option, may cancel the then undisbursed balance of the Loan to the extent not irrevocably committed to third parties and may terminate this Agreement by written notice to the Borrower. In the event of such termination, the Borrower will repay immediately the Principal then outstanding and any accrued interest; on receipt of such payments in full, this Agreement and all obligations of the Parties hereunder will terminate.

Article 6. SPECIAL COVENANTS

Section 6.1. PROJECT EVALUATION. The Parties agree to establish an evaluation program as part of the Project. Except as the Parties otherwise agree in writing, the program will include, during the implementation of the Project and at one or more points thereafter: (a) evaluation of progress toward attainment of the objectives of the Project; (b) identification and evaluation of problem areas or constraints which may inhibit such attainment; (c) assessment of how such information may be

used to help overcome such problems, and (d) evaluation, to the degree feasible, of the overall development impact of the Project.

Section 6.2. RELOAN AGREEMENT. In order to assist MMT in carrying out the Project, the Borrower shall, except as A.I.D. may otherwise agree in writing, relend to MMT the proceeds of the Loan under a reloan agreement ("Reloan Agreement") to be entered into between the Borrower and MMT under terms and conditions satisfactory to A.I.D. Such terms and conditions shall include, but not be limited to, a repayment period not to exceed twenty-five (25) years, including a 5-year grace period, and an interest rate of eight and one-half per cent (8½%) per annum, with principal amount and schedule of repayments, including interest, denominated in U.S. dollars, repayments to be made in Egyptian Pounds calculated at the highest rate prevailing and declared for foreign currency by the competent authorities of the Borrower in effect on the date of each repayment.

Section 6.3. PORT AUTHORITY. The Borrower and MMT agree to take all necessary action within their power to take, or seek all necessary action not within their power to take, to provide the Port Authority with authority for all port related functions (other than fire and policy protection) including, without limitation:

- (a) Authority to establish harbor rules and regulations within the Suez Port;
- (b) Authority to establish and publish a tariff of port charges;
- (c) Authority to develop its own employment standards, wage scales and regulations outside the Government Civil Service System in order that it may provide qualified and experienced management for the port;
- (d) Control of the Suez branches of the Canal Stevedoring Co. and the Storage and Silos Co.;
- (e) Control of placement of cargo in transit sheds, warehouses and open storage areas and assessment and collection of storage charges;
- (f) Assignment of tugs and pilots for the docking and undocking of vessels.

Section 6.4. CLEARING OF PORT. The Borrower and MMT agree to take all necessary steps to clear Suez Port of all sunken and other destroyed vessels.

Section 6.5. ORGANIZATION. The Borrower and MMT agree that MMT will establish a finance and accounting department within the Port Authority concurrently with the establishment of financial and accounting systems in order to generate financial and statistical data pertinent to the Suez Port for planning, management and control purposes.

Section 6.6. TARIFFS. The Borrower and MMT agree that MMT will:

- (a) Prepare and complete within one year from the date of execution of this Agreement a study of its port tariff policy;
- (b) Establish a port tariff policy pursuant to the recommendations of such study to insure all services and facilities provided by the Authority are covered by revenues not later than January 1, 1980.

Section 6.7. EQUIPMENT. The Borrower and MMT agree that the Port Authority will procure all general and containerized cargo handling equipment for the first stage of development beginning in 1984, and shall be provided with all necessary funds to effect such procurement.

Section 6.8. SHIPPING AGENT'S SERVICES. The Borrower and MMT agree to take all necessary action to permit private sector shipping agency companies to com-

pete with the Canal Shipping Agency Company for the provision of shipping agent's services for vessels over 400 tons.

Article 7. PROCUREMENT SOURCE

Section 7.1. FOREIGN EXCHANGE COSTS. Disbursements pursuant to Section 8.1. will be used exclusively to finance the costs of goods and services required for the Project having their source and origin in the United States (Code 000 of the A.I.D. Geographic Code Book as in effect at the time orders are placed or contracts entered into for such goods or services) ("Foreign Exchange Costs"), except as A.I.D. may otherwise agree in writing, and except as provided in the Project Loan Standard Provisions Annex, Section C.1 (b) with respect to marine insurance.

Article 8. DISBURSEMENTS

Section 8.1. DISBURSEMENT FOR FOREIGN EXCHANGE COSTS. (a) After satisfaction of conditions precedent, the Borrower may obtain disbursements of funds under the Loan for the Foreign Exchange Costs of goods or services required for the Project in accordance with the terms of this Agreement, by such of the following methods as may be mutually agreed upon:

- (1) By submitting to A.I.D., with necessary supporting documentation as prescribed in Project Implementation Letters, (a) requests for reimbursement for such goods or services, or (b) requests for A.I.D. to procure commodities or services in Borrower's behalf for the Project; or
- (2) By requesting A.I.D. to issue Letters of Commitment for specified amounts (a) to one or more U.S. banks, satisfactory to A.I.D., committing A.I.D. to reimburse such bank or banks for payments made by them to contractors or suppliers, under Letter of Credit or otherwise, for such goods or services, or (b) directly to one or more contractors or suppliers, committing A.I.D. to pay such contractors or suppliers for such goods or services.

(b) Banking charges incurred by Borrower in connection with Letters of Commitment and Letters of Credit will be financed under the Loan unless the Borrower instructs A.I.D. to the contrary. Such other charges as the Parties may agree to may also be financed under the Loan.

Section 8.2. OTHER FORMS OF DISBURSEMENT. Disbursements of the Loan may also be made through such other means as the Parties may agree to in writing.

Section 8.3. DATE OF DISBURSEMENT. Disbursements by A.I.D. will be deemed to occur on the date on which A.I.D. makes a disbursement to the Borrower or its designee, or to a bank, contractor or supplier pursuant to a Letter of Commitment, contract, or purchase order.

Article 9. MISCELLANEOUS

Section 9.1. COMMUNICATIONS. Any notice, request, document, or other communication submitted by either Party to the other under this Agreement will be in writing or by telegram or cable, and will be deemed duly given or sent when delivered to such Party at the following address:

To the Borrower:

Ministry of Economy and Economic Cooperation
8, Adly Street
Cairo, Egypt

or

Ministry of Maritime Transport
7, Abdel Khalek Sarwat
Cairo, Egypt

To A.I.D.:

A.I.D.
U.S. Embassy
Cairo, Egypt

All such communications will be in English, unless the Parties otherwise agree in writing. Other addresses may be substituted for the above upon the giving of notice.

Section 9.2. REPRESENTATIVES. For all purposes relevant to this Agreement, the Borrower will be represented by the individuals holding or acting in the offices of Minister of Economy and Economic Cooperation, Minister of Maritime Transport, Deputy Chairman of the General Authority for Arab and Foreign Investment and Free Zones, and A.I.D. will be represented by the individual holding or acting in the office of Director, U.S.A.I.D., each of whom, by written notice, may designate additional representatives for all purposes other than exercising the power under Section 2.1. to revise elements of the amplified description in Annex 1. The names of the representatives of the Borrower, with specimen signatures, will be provided to A.I.D., which may accept as duly authorized any instrument signed by such representatives in implementation of this Agreement, until receipt of written notice of revocation of their authority.

Section 9.3. STANDARD PROVISIONS ANNEX. A "Project Loan Standard Provisions Annex" (Annex 2)¹ is attached and forms part of this Agreement.

Section 9.4. INVESTMENT GUARANTY PROJECT APPROVAL. Construction work to be financed under this Agreement is agreed to be a project approved by the Arab Republic of Egypt pursuant to the agreement between it and the United States of America on the subject of investment guaranties, and no further approval by the Arab Republic of Egypt will be required to permit the United States to issue investment guaranties under that agreement covering a contractor's investment in that project.

IN WITNESS WHEREOF, the Borrower and the United States of America, each acting through its duly authorized representative, have caused this Agreement to be signed in their names and delivered as of the day and year first above written.

Arab Republic of Egypt:

By: [Signed]
Name: MAHMOUD SALAH EL DIN HAMED
Title: Minister of Finance and Acting
Minister of Economy and Eco-
nomic Cooperation

United States of America:

By: [Signed]
Name: HERMANN FR. EILTS
Title: American Ambassador

Ministry of Maritime Transport:

By: [Signed]
Name: YEHIA RAMADAN
Title: Deputy Minister of Maritime
Transport

¹ See note 2 on p. 4 of this volume.

ANNEX 1

PROJECT DESCRIPTION

The purpose of this Project is to provide Egypt with port facilities at Port of Suez capable of handling the projected increase in Port of Suez cargo during the next decade.

The Project will have three elements:

1. Rehabilitation and Modernization. The rehabilitation and modernization of the existing Port Ibrahim and Port Adabiyah will increase cargo throughput capacity from the existing 644,000 metric tons a year to 1,135,000 metric tons a year.

2. Expansion. The expansion of the Port at Adabiyah by constructing four deepwater multi-purpose berths capable of handling 480,000 metric tons a year of cargo will increase total Port of Suez capacity to 1,615,000 metric tons a year.

3. Port Authority. Financing will be provided to create an efficient, financially viable Port Authority with full autonomy and control.

To achieve these results inputs will consist of capital, equipment, services, technical assistance and training.

The following provides additional details with respect to the above elements of the Project.

Rehabilitation and Modernization

(1) Port Ibrahim

- (a) Demolish, dismantle and remove: all buildings and structures around the present entrance gate, except the existing residence; Buildings No. 3, 4 and 12; abandoned structure and small building between Buildings No. 1 and 2; all buildings between Buildings No. 6 and 8; all buildings between Buildings No. 16 and 19; all military installations within contract area; all wire fencing and other types of fencing and their supports within the contract area, exclusive of perimeter fencing; all abandoned vehicles, boats, equipment, rubble, debris, and trash within contract area; double spur railroad along north side of the North Mole up to the turnout leading to the spur along south side of the Mole; paving stones west of Building No. 1 in the North Mole; unsound bituminous paving in the contract area; electrical materials and equipment from all areas and facilities and from all buildings except Buildings No. 9 and 20; damaged and inoperative plumbing fixtures and piping in all areas and facilities.
- (b) Rehabilitate: existing Buildings No. 1, 2, 15, 16, 17, 18 and 19; patch all floors in transit sheds.
- (c) Construct new buildings: port services building; gate control building; generator control building; fire station; garage; public toilets; fire pump buildings.
- (d) Earthwork, roads, pavements: excavate/fill, grade, pave and/or resurface roadways and storage areas.
- (e) Fencing: new chain link and wall fences.
- (f) Water storage and supply: provide new saltwater fire fighting system including seawater intake, pump house, fire pump and distribution system with hydrants; connect existing water supply system to new piping in buildings.
- (g) Ventilation: provide turbine ventilators in the roofs of Warehouses No. 6, 9 and 10.
- (h) Sanitary drainage facilities: repair existing and install new septic tanks sewage systems for all buildings.

- (i) Electrical work: new electrical system complete with transformers, switchgear and underground distribution system throughout the port; rewire and relamp all facilities and buildings, except Buildings No. 9 and 20.
 - (j) Dock fenders: fendering for the quay wall on the south side of the North Mole.
- (2) Adabiyah
- (k) Demolish/dismantle and remove from the pier area: cranes on rails; crane rails and hardware; railtracks, ties and hardware, except for one line; electrical installations, equipment and poles; abandoned equipment; paving, rubble and debris.
 - (l) Relocate or remove: military installations in contract area.
 - (m) Rehabilitate buildings: generator building for new electrical equipment.
 - (n) Construct new buildings: pump house; fire station; change house; gate control building.
 - (o) Rehabilitation of existing pier: create a rock, gravel, sand and rubble-faced berm on the north side and east end of the existing pier; construct a concrete anchor wall in the existing earth filled piers to anchor the south sheet pile wall; drive piles and construct a new reinforced concrete deck 25 meters wide over the fill slope on the north side of the existing pier for a length of 200 meters starting from the eastern end; dredge in front of the dock to provide a toe for the berm and to facilitate future dredging to 13 meters.
 - (p) Dock fenders: fender both the existing south side of the pier and the new concrete deck on the north side.
 - (q) Earthwork, roads, pavements: fill/excavate, grade, compact and pave and/or resurface the pier and storage areas.
 - (r) Fencing and gates: new chain link gates and wall fences.
 - (s) Electrical work: new electrical system complete with generator, transformers, switchgear and underground distribution system throughout the port; rewire and relamp all facilities and buildings; new exterior area and security lighting; telephone panel board in the new power house building and empty conduits to all buildings.
 - (t) Fire fighting: provide new saltwater fire fighting system including seawater intake, pump house, fire service and distribution system with hydrants.

Cargo Handling Equipment. Cargo handling equipment selected for procurement on the basis of existing fleet and proposed operations is as follows:

	<i>No. (approx.)</i>
Forklift Trucks, 4t	19
Forklift Trucks, 15t	2
Cranes, 30t	2
Cranes, 70t	1
Tractors, Highway	3
Trailers, Container 20 ft.	6
Trailers, Container 40 ft.	4
Trailers, Low Bed	1
Service Equipment	
Fire Trucks	3
Service Trucks (Maintenance)	1
Tank Truck	1
Cotton Bale	7
Pallets	4,000

Expansion of Port Adabiyah. Major new facilities to be constructed at Adabiyah during the first stage of development include the following:

- (1) A marginal wharf consisting of a reinforced concrete deck supported on concrete piling.
- (2) A storage area totalling about 30 hectares to be located between the marginal wharf and the administration zone. Berths 5 and 6 each have a transit shed.
- (3) The existing scale house will be relocated to a new location near the main entrance gate to become more accessible to entering and departing trucks.
- (4) New buildings, consisting of two transit sheds, a port services building, terminal office, gear shed, electrical sub-station, water tank and pump house.
- (5) The present highway will be retained as far as practical; however, the alignment needs to be slightly shifted to provide a larger radius curve near the main entrance gate to the port.

ATTACHMENT A TO ANNEX 1

PROJECT FINANCIAL PLAN (Source and application of funding) (000)

(as of September 1978)

Project No. 263-K-0047

<i>Project inputs</i>	<i>Loan (\$)</i>	<i>Amount for a fully funded project Borrower/Grantee (L.E.)</i>	
Rehabilitation/modernization			
Wheat handling system	2,396	1,588	
Cargo handling equipment	2,866	4	
Maintenance equipment	783		
Structures	3,265	6,356	
Spare parts	36		
ST	9,346		7,948
First stage development			
Structures	9,560	22,370	
Training	107		
Working capital	43	180	
ST	9,710		22,550
Engineering	5,080		690
Escalation	5,864	21,832	
GRAND TOTAL	30,000		53,020