

**No. 18313**

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**DENMARK  
and  
TURKEY**

**Agreement on a Danish Government Credit to Turkey.  
Signed at Copenhagen on 4 September 1979**

*Authentic text: English.*

*Registered by Denmark on 22 February 1980.*

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**DANEMARK  
et  
TURQUIE**

**Accord relatif à un crédit du Gouvernement danois à la Turquie. Signé à Copenhague le 4 septembre 1979**

*Texte authentique : anglais.*

*Enregistré par le Danemark le 22 février 1980.*

## AGREEMENT<sup>1</sup> BETWEEN THE GOVERNMENT OF DENMARK AND THE GOVERNMENT OF TURKEY ON A DANISH GOVERNMENT CREDIT TO TURKEY

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Whereas the Government of Turkey has requested the Government of Denmark, as a member of the Consortium for Turkey established under the auspices of the Organization for Economic Cooperation and Development, to assist Turkey in overcoming its present economic difficulties, it has been agreed that a Danish Government Credit shall be extended to the Government of Turkey on the terms and conditions set forth below.

*Article I.* The Government of Denmark (hereinafter called "the Lender") will make available to the Government of Turkey (hereinafter called "the Borrower") a Credit in an amount of 25 (twenty-five) million Danish kroner for the financing of imports essential for the economic growth of Turkey.

*Article II.* Subject to the provisions of Article VII, the Credit shall be made available to the Borrower in two instalments, each in the amount of 12.500.000 DKr, in 1979 and 1980 respectively.

*Article III.* The Borrower shall pay to the Lender interest at the rate of eight per cent (8%) per annum on the principal amount of the Credit outstanding from time to time. Interest shall be payable semi-annually on 30th June and 31st December of each year, the first payment to be made on 30th June, 1980.

*Article IV.* The Borrower shall repay the principal of the Credit in twenty semi-annual instalments of 1.250.000 DKr each, commencing on 31st December 1984 and ending on 30th June 1994.

*Article V.* The principal of, and interest on, the Credit shall be paid in Danish kroner to Danmarks Nationalbank to the credit of the current account of the Ministry of Finance with Danmarks Nationalbank.

*Article VI.* In regard to the repayment of the Credit, the Borrower undertakes to give the Lender no less favourable treatment than that accorded to other foreign creditors.

*Article VII.* Prior to the transfer to the Borrower of the first of the two instalments mentioned in Article II, the Borrower will satisfy the Lender that all constitutional and other requirements laid down by statute in the Borrower's home country have been met, so that this Credit Agreement will constitute an obligation binding on the Borrower.

*Article VIII.* The Credit shall be repaid without deduction for, and free from, any taxes and charges, and free from all restrictions imposed under the laws of the Borrower. This Agreement shall be free from any present and future taxes imposed under existing or future laws of the Borrower in connection with the issue, execution, registration, entry into force of the Agreement, or otherwise.

*Article IX.* This Agreement shall come into force on the date of signature.

*Article X.* When the Credit has been repaid, the Agreement shall terminate forthwith.

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<sup>1</sup> Came into force on 4 September 1979 by signature, in accordance with article IX.

IN WITNESS WHEREOF the Parties hereto, acting through their representatives duly authorized for this purpose, have caused this Agreement to be signed in two copies in the English language in Copenhagen on 4 September 1979.

For the Government of Denmark:

MOGENS ISAKSEN

For the Government of Turkey:

BEHIÇ HAZAR

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