No. 20304

FEDERAL REPUBLIC OF GERMANY and PERU

Agreement concerning financial co-operation. Signed at Lima on 21 January 1980

Authentic texts: German and Spanish. Registered by the Federal Republic of Germany on 31 July 1981.

RÉPUBLIQUE FÉDÉRALE D'ALLEMAGNE et PÉROU

Accord de coopération financière. Signé à Lima le 21 janvier 1980

Textes authentiques : allemand et espagnol. Enregistré par la République fédérale d'Allemagne le 31 juillet 1981.

[TRANSLATION—TRADUCTION]

AGREEMENT¹ BETWEEN THE GOVERNMENT OF THE FED-ERAL REPUBLIC OF GERMANY AND THE GOVERNMENT OF THE REPUBLIC OF PERU CONCERNING FINANCIAL CO-OPERATION

The Government of the Federal Republic of Germany and the Government of the Republic of Peru,

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

Desiring to strengthen and enhance these friendly relations through financial co-operation as partners,

Aware that the maintenance of these relations constitutes the basis of this Agreement,

Intending to contribute to social and economic development in Peru,

Have agreed as follows:

Article 1. The Government of the Federal Republic of Germany shall enable the Government of the Republic of Peru to obtain from the Kreditanstalt für Wiederaufbau, Frankfurt am Main, for the "Jequetepeque Irrigation Project", a further loan of up to DM 30 million (thirty million Deutsche Mark).

Article 2. The utilization of this loan as well as the terms and conditions on which it is granted shall be governed by the contracts to be concluded between the borrower 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 Republic of Peru shall exempt the Kreditanstalt für Wiederaufbau from all taxes and other fiscal charges levied in Peru in connection with the conclusion and implementation of the contracts referred to in article 2.

Article 4. The Government of the Republic of Peru shall allow passengers and suppliers free choice of transport enterprises for such transport by sea and air of persons and goods as results from the granting of the loan, refrain from taking any measures that might exclude or impede the participation on equal terms of transport enterprises having their principal place of business in the German area of application of this Agreement, and grant any necessary permits for the participation of such enterprises.

Article 5. Supplies and services for projects financed from the loan 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 loan, the Government of the Federal Republic of Germany attaches particular importance to preference being given to the economic potential of Land Berlin.

¹ Came into force on 21 January 1980 by signature, in accordance with article 8.

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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 declaration to the contrary to the Government of the Republic of Peru 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 its signature.

DONE at Lima on 21 January 1980, in duplicate, in the German and Spanish languages, both texts being equally authentic.

For the Government of the Federal Republic of Germany: HANS-WERNER LOECK Ambassador of the Federal Republic of Germany

> For the Government of the Republic of Peru: ARTURO GARCÍA Minister for Foreign Affairs of Peru