

**No. 21993**

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**FEDERAL REPUBLIC OF GERMANY  
and  
BANGLADESH**

**Agreement concerning financial co-operation (with annex).  
Signed at Bonn on 17 September 1981**

*Authentic texts: German, Bengali and English.*

*Registered by the Federal Republic of Germany on 28 June 1983.*

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**RÉPUBLIQUE FÉDÉRALE D'ALLEMAGNE  
et  
BANGLADESH**

**Accord de coopération financière (avec annexe). Signé à  
Bonn le 17 septembre 1981**

*Textes authentiques : allemand, bengali et anglais.*

*Enregistré par la République fédérale d'Allemagne le 28 juin 1983.*

AGREEMENT<sup>1</sup> BETWEEN THE GOVERNMENT OF THE FEDERAL  
REPUBLIC OF GERMANY AND THE GOVERNMENT OF THE  
PEOPLE'S REPUBLIC OF BANGLADESH CONCERNING  
FINANCIAL CO-OPERATION

The Government of the Federal Republic of Germany and the Government of the People's Republic of Bangladesh,

In the spirit of the friendly relations existing between the Federal Republic of Germany and the People's Republic of Bangladesh,

Desiring to strengthen and intensify those friendly relations through financial co-operation in a spirit of partnership,

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

Intending to contribute to social and economic development in the People's Republic of Bangladesh,

Have agreed as follows:

*Article 1.* (1) The Government of the Federal Republic of Germany shall enable the Government of the People's Republic of Bangladesh to obtain from the Kreditanstalt für Wiederaufbau (Development Loan Corporation), Frankfurt/Main, financial contributions up to a total of DM 120,000,000 (one hundred and twenty million deutsche mark).

(2) The financial contributions shall be used as follows:

- (a) Up to DM 40,000,000 (forty-eight million deutsche mark) to meet foreign exchange costs resulting from the purchase of goods and services to cover current civilian requirements, and to meet foreign exchange and local currency costs of transport, insurance and assembly arising in connection with the importation of goods financed under this Agreement. The supplies and services must be such as are covered by the list annexed to this Agreement and for which supply or service contracts have been concluded after 1 September 1981;
- (b) Up to DM 10,000,000 (ten million deutsche mark) to meet foreign exchange costs resulting from the purchase of fertilizers, if, after examination, the project has been found eligible for promotion;
- (c) Up to DM 7,000,000 (seven million deutsche mark) for the promotion of Development Banks (Bangladesh Shilpa Rin Sangstha and Bangladesh Krishi Bank), if, after examination, the project has been found eligible for promotion;
- (d) Up to DM 35,000,000 (thirty-five million deutsche mark) for projects in the field of electricity generation and transmission, if, after examination, the projects have been found eligible for promotion;
- (e) Up to DM 20,000,000 (twenty million deutsche mark) for projects to be selected jointly by the two Governments (project aid), if, after examination, the projects have been found eligible for promotion.

<sup>1</sup> Came into force on 17 September 1981 by signature, in accordance with article 8.

(3) The projects referred to in paragraph 2 (b), (c) and (d) above may be replaced by other projects if the Government of the Federal Republic of Germany and the Government of the People's Republic of Bangladesh so agree.

*Article 2.* The utilization of the financial contributions referred to in Article 1 of this Agreement as well as the terms and conditions on which they are made available shall be governed by the provisions of the financing agreements to be concluded between the Kreditanstalt für Wiederaufbau and the Government of the People's Republic of Bangladesh, which shall be subject to the laws and regulations applicable in the Federal Republic of Germany.

*Article 3.* The Government of the People's Republic of Bangladesh shall exempt the Kreditanstalt für Wiederaufbau from all taxes and other public charges levied in the People's Republic of Bangladesh in connection with the conclusion and implementation of the financing agreements referred to in Article 2 of the present Agreement.

*Article 4.* The Government of the People's Republic of Bangladesh 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 financial contributions, abstain from taking any measures that might exclude or impair the fair and equal participation of transport enterprises having their 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 financial contributions pursuant to Article 1 (2) (b), (c), (d) and (e) 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 financial contributions, the Government of the Federal Republic of Germany attaches 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 People's Republic of Bangladesh 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 Bonn on 17th September 1981 in duplicate in the German, Bengali and English languages, all three texts being authentic. In case of divergent interpretations of the German and Bengali texts, the English text shall prevail.

For the Government  
of the Federal Republic of Germany:

[Signed — Signé]<sup>1</sup>

[Signed — Signé]<sup>2</sup>

For the Government  
of the People's Republic of Bangladesh:

[Signed — Signé]<sup>3</sup>

<sup>1</sup> Signed by Walter Gorenflos — Signé par Walter Gorenflos.

<sup>2</sup> Signed by Dr. Franz Klamser — Signé par Franz Klamser.

<sup>3</sup> Signed by S. Alam — Signé par S. Alam.

ANNEX TO THE AGREEMENT OF [17 SEPTEMBER 1981] BETWEEN THE GOVERNMENT OF THE FEDERAL REPUBLIC OF GERMANY AND THE GOVERNMENT OF THE PEOPLE'S REPUBLIC OF BANGLADESH CONCERNING FINANCIAL CO-OPERATION

1. List of goods and services eligible for financing from the financial contribution under Article 1 (2) (a) of the Agreement of [17 September 1981]:

- (a) Industrial raw and auxiliary materials as well as semi-manufactures,
- (b) Industrial equipment as well as agricultural machinery and implements,
- (c) Spare parts and accessories of all kinds,
- (d) Chemical products, in particular plant protection agents, pesticides, medicaments and dyes,
- (e) Means of transport,
- (f) Other industrial products of importance for the development of the People's Republic of Bangladesh,
- (g) Advisory services, patents and licence fees.

2. Imports not included in the above list may only be financed with the prior approval of the Government of the Federal Republic of Germany.

3. The importation of luxury and consumer goods for personal needs as well as any goods and facilities serving military purposes may not be financed from the financial contribution.