

**No. 23547**

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**FEDERAL REPUBLIC OF GERMANY  
and  
ZAMBIA**

**Agreement concerning financial co-operation. Signed at  
Lusaka on 9 August 1984**

*Authentic texts: German and English.*

*Registered by the Federal Republic of Germany on 17 September 1985.*

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**RÉPUBLIQUE FÉDÉRALE D'ALLEMAGNE  
et  
ZAMBIE**

**Accord de coopération financière. Signé à Lusaka le 9 août  
1984**

*Textes authentiques : allemand et anglais.*

*Enregistré par la République fédérale d'Allemagne le 17 septembre 1985.*

## AGREEMENT<sup>1</sup> BETWEEN THE GOVERNMENT OF THE REPUBLIC OF ZAMBIA AND THE GOVERNMENT OF THE FEDERAL REPUBLIC OF GERMANY CONCERNING FINANCIAL CO-OPERATION

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

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

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 Republic of Zambia,

With reference to the intergovernmental negotiations held in Lusaka from 24 to 29 November 1983 and the Summary Record of 29 November 1983,

Have agreed as follows:

*Article 1.* (1) The Government of the Federal Republic of Germany shall enable the Government of the Republic of Zambia to obtain from the Kreditanstalt für Wiederaufbau (Development Loan Corporation), Frankfurt/Main, loans up to a total of DM 37,000,000 (thirty-seven million Deutsche Mark) and a financial contribution of up to DM 1,000,000 (one million Deutsche Mark).

(2) The loans shall be used in accordance with sub-paragraphs (a) to (d) below if, after examination, the individual projects have been found eligible for promotion, and the financial contribution shall be used in accordance with sub-paragraph (e) below, as follows:

- (a) Up to DM 14,000,000 (fourteen million Deutsche Mark) for the "Agricultural regional development project Gwembe valley";
- (b) Up to DM 7,500,000 (seven million five hundred thousand Deutsche Mark) for the project "Rehabilitation of maize mills";
- (c) Up to DM 4,500,000 (four million five hundred thousand Deutsche Mark) for the project "Equipment for the Zambian railway workshop Kabwe";
- (d) Up to DM 11,000,000 (eleven million Deutsche Mark) for the project "Water supplies Chipata".<sup>2</sup> The loan of up to DM 3,000,000 (three million Deutsche Mark) referred to in Article 1 (2) (f) of the Agreement of 13 September 1983<sup>2</sup> is thus increased by an amount of up to DM 11,000,000 (eleven million Deutsche Mark) to a total of up to DM 14,000,000 (fourteen million Deutsche Mark);
- (e) Up to DM 1,000,000 (one million Deutsche Mark) for the project "Study and Expert Fund III".

(3) This Agreement shall also apply if, at a later date, the Government of the Federal Republic of Germany enables the Government of the Republic of Zambia to

<sup>1</sup> Came into force on 9 August 1984 by signature, in accordance with article 7.

<sup>2</sup> United Nations, *Treaty Series*, vol. 1392, p. 55.

obtain from the Kreditanstalt für Wiederaufbau further loans or financial contributions for the preparation of the projects referred to in paragraph 2 (a) to (d) above or financial contributions for attendant measures required for their implementation and support.

(4) The projects referred to in paragraph 2 (a) to (d) above may be replaced by other projects if the Government of the Republic of Zambia and the Government of the Federal Republic of Germany so agree.

Financial contributions for preparatory and attendant measures pursuant to paragraphs 2 and 3 above shall be converted into loans in the event that they are not used for such measures.

*Article 2.* The utilization of the amounts referred to in Article 1 of this Agreement, the terms and conditions on which they are made available as well as the procedure to be followed in awarding the contracts shall be governed by the provisions of the agreements to be concluded between the recipients of the loans and the financial contribution 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 Zambia shall exempt the Kreditanstalt für Wiederaufbau from all taxes and other public charges levied in the Republic of Zambia in connection with the conclusion and implementation of the agreements referred to in Article 2 of the present Agreement.

*Article 4.* The Government of the Republic of Zambia 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 loans and the financial contribution, abstain from taking any measures that might exclude or impair the 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.* With regard to supplies and services resulting from the granting of the loans and the financial contribution, the Government of the Federal Republic of Germany attaches particular importance to preferential use being made of the economic potential of Land Berlin.

*Article 6.* 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 Republic of Zambia within three months of the date of entry into force of this Agreement.

*Article 7.* This Agreement shall enter into force on the date of signature thereof.

DONE at Lusaka on 9th August, 1984, in duplicate in the English and German languages, both texts being equally authentic.

[Signed — Signé]<sup>1</sup>

For the Government  
of the Republic of Zambia

[Signed — Signé]<sup>2</sup>

For the Government  
of the Federal Republic of Germany

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<sup>1</sup> Signed by Dr. E. C. Kaunga — Signé par E. C. Kaunga.

<sup>2</sup> Signed by Detlef Boldt — Signé par Detlef Boldt.