

No. 23539

FEDERAL REPUBLIC OF GERMANY
and
HONDURAS

Agreement concerning financial co-operation. Signed at Tegucigalpa on 25 October 1984

Authentic texts: German and Spanish.

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

RÉPUBLIQUE FÉDÉRALE D'ALLEMAGNE
et
HONDURAS

Accord de coopération financière. Signé à Tegucigalpa le 25 octobre 1984

Textes authentiques : allemand et espagnol.

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

[TRANSLATION — TRADUCTION]

AGREEMENT¹ BETWEEN THE GOVERNMENT OF THE FEDERAL
REPUBLIC OF GERMANY AND THE GOVERNMENT OF THE
REPUBLIC OF HONDURAS CONCERNING FINANCIAL CO-
OPERATION

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

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

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 Honduras,

Have agreed as follows:

Article 1. (1) The Government of the Federal Republic of Germany shall enable the Government of the Republic of Honduras or other borrower to be designated jointly by the two Governments to raise a loan of up to DM 14,000,000 (fourteen million deutsche mark) with the Kreditanstalt für Wiederaufbau (Development Loan Corporation), Frankfurt am Main, for the project "Santa Bárbara regional development programme".

(2) 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 Honduras to obtain from the Kreditanstalt für Wiederaufbau, Frankfurt am Main, further loans or financial contributions for preparing the project referred to in paragraph 1 or financial contributions for collateral measures required for its implementation and maintenance.

(3) The project referred to in paragraph 1 may be replaced by other projects if the Government of the Federal Republic of Germany and the Government of the Republic of Honduras so agree.

Article 2. Utilization of the sum referred to in article 1, the terms and conditions on which it is granted and the procurement procedure to be applied shall be governed by the contract to be concluded between the Kreditanstalt für Wiederaufbau and the recipient of the loan; this contract shall be subject to the laws and regulations applicable in the Federal Republic of Germany.

Article 3. The Government of the Republic of Honduras shall exempt the Kreditanstalt für Wiederaufbau from all taxes and other fiscal charges levied in Honduras in connection with the conclusion and implementation of the contract referred to in article 2.

¹ Came into force on 25 October 1984 by signature, in accordance with article 7.

Article 4. The Government of the Republic of Honduras 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 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. 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*.

Article 6. With the exception of those provisions of article 4 which refer to air transport, this Agreement shall apply also 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 Honduras within the three months following the date of entry into force of this Agreement.

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

DONE at Tegucigalpa on 25 October 1984, in two originals, in the German and Spanish languages, both texts being equally authentic.

For the Government of the Federal Republic of Germany:

[Signed]

Dr. ECKEHARD SCHÖBER
Ambassador Extraordinary and Plenipotentiary
of the Federal Republic of Germany

For the Government of the Republic of Honduras:

[Signed]

Dr. EDGARDO PAZ BARNICA
Minister for Foreign Affairs of the Republic of Honduras
