

No. 24233

**SPAIN
and
ALGERIA**

**Basic Agreement on economic co-operation. Signed at
Madrid on 3 July 1985**

Authentic texts: Spanish, French and Arabic.

Registered by Spain on 18 June 1986.

**ESPAGNE
et
ALGÉRIE**

**Accord-Cadre de coopération économique. Signé à Madrid
le 3 juillet 1985**

Textes authentiques : espagnol, français et arabe.

Enregistré par l'Espagne le 18 juin 1986.

[TRANSLATION — TRADUCTION]

**BASIC AGREEMENT¹ ON ECONOMIC COOPERATION BETWEEN
THE GOVERNMENT OF SPAIN AND THE GOVERNMENT OF
THE PEOPLE'S DEMOCRATIC REPUBLIC OF ALGERIA**

The Government of Spain and the Government of the People's Democratic Republic of Algeria,

In the spirit of friendship and cooperation which unites the two countries and wishing, to their mutual advantage, to develop economic and industrial cooperation between them,

In accordance with their wish to initiate comprehensive cooperation over the medium and long term so as to enhance and intensify their relations,

Wishing to reflect in their co-operative relations the objectives common to both Parties for the establishment of a new international economic order,

Have agreed as follows:

Article 1. The two Governments shall co-operate over the medium and long term within the context of a comprehensive approach, with a view to intensifying and diversifying their economic relations.

Article 2. Such cooperation shall be designed to improve and strengthen the economic potential of each of the two countries, particularly with respect to the means of conception, production and implementation of projects.

Article 3. The two Parties shall ensure that all cooperation activities are integrated with the priorities and objectives established under the economic policies of each country.

Article 4. All cooperation activities shall be designed to promote the diversification and dynamic and harmonious development of relations in all spheres.

Article 5. Where appropriate, cooperation activities shall specifically ensure the integration of transfers of technology, and of technological expertise and innovations.

The two Governments shall take measures to give impetus, support and encouragement designed to promote optimum conditions for the transfer of technology.

Every aspect of cooperation between the two countries and between agencies in the two countries shall be reflected in medium and long-term comprehensive cooperation objectives.

To that end the two Parties shall ensure, by appropriate means, that there is effective linkage and the requisite coherence between the various forms of cooperation.

¹ Came into force on 20 April 1986, the date of the last of the notifications (effected on 7 January and 20 April 1986) by which the Contracting Parties informed each other of the completion of the formalities required by their respective legislation, in accordance with article 15 (A).

Article 6. The two Parties shall encourage specific activities designed to promote cooperation between small and medium-sized enterprises, and shall encourage the development of institutional exchanges and contacts as well as the necessary establishment of appropriate structures.

Article 7. With a view to ensuring the lasting and harmonious development of cooperation between them, the two Governments shall endeavour to ensure that activities which are undertaken jointly are completed, in accordance with the principles and objectives laid down in this Agreement.

For that purpose, the two Governments shall use their influence and their good offices to encourage compliance with the contractual commitments undertaken by enterprises of the two countries in the context of relations between them.

To that end, the two Governments shall endeavour to facilitate the friendly settlement of any differences that may arise between economic agents with regard to the execution of contracts, and shall seek to devise joint solutions that will enable economic agents to discharge their obligations and thus resolve their differences.

Article 8. With a view to promoting cooperation between the two countries, the two Parties shall specify priority, but not exclusive, sectors of bilateral cooperation, in accordance with the objectives and economic priorities of each country.

Article 9. The two Parties agree to consider the possibilities of new forms of cooperation, and, in particular, to encourage the formation of mixed investment companies between the economic agents of the two countries operating in each of the two countries as well as in third countries.

Article 10. The two Parties agree that questions relating to the transport of goods shall, where necessary, be the subject of agreements to be concluded between the competent authorities of the two countries.

Article 11. The two Parties agree to initiate cooperation between their respective foreign trade agencies, the National Institute for the Promotion of Exports (INFE) and the National Centre for Foreign Trade (CNCE).

Article 12. The two Parties agree that medium and long-term financial cooperation is essential to the development of economic relations between the two countries and undertake to review the prospects for improving the terms of financing with a view to promoting the development of their economic cooperation, in accordance with the legislation of their respective countries.

Article 13. The Joint Committee responsible for monitoring the implementation of this Agreement shall examine the problems arising from its execution, consider appropriate solutions and meet under the aegis of the Joint Commission established under the Protocol of 11 May 1983.

Article 14. Any dispute arising over the interpretation or implementation of this Agreement shall be resolved by the two Governments by common agreement.

Article 15. (A) This Agreement shall enter into force on the date on which the Contracting Parties inform each other that they have completed the formalities required under the legislation of their respective countries.

(B) This Agreement shall remain in force for a period of five years. It shall be renewed by tacit agreement unless it is denounced by one of the Contracting Parties at least six months prior to the date of expiry.

(C) The expiry of this Agreement shall not affect the execution of projects initiated during the period in which it was in force.

DONE at Madrid on 3 July 1985, in the Arabic, French and Spanish languages, the three texts being equally authentic.

For the Government
of the People's Democratic Republic
of Algeria:

[Signed]

AHMED TALEB IBRAHINI
Member of the Political Bureau
of the FLN Party
Minister for Foreign Affairs

For the Government
of Spain:

[Signed]

FERNANDO MORÁN LÓPEZ
Minister for Foreign Affairs