

No. 25144

**FEDERAL REPUBLIC OF GERMANY
and
LESOTHO**

**Agreement concerning financial co-operation. Signed at
Maseru on 15 January 1986**

Authentic texts: German and English.

Registered by the Federal Republic of Germany on 24 July 1987.

**RÉPUBLIQUE FÉDÉRALE D'ALLEMAGNE
et
LESOTHO**

**Accord de coopération financière. Signé à Maseru le 15 jan-
vier 1986**

Textes authentiques : allemand et anglais.

Enregistré par la République fédérale d'Allemagne le 24 juillet 1987.

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

The Government of the Kingdom of Lesotho and the Government of the Federal Republic of Germany,

In the spirit of the friendly relations existing between the Kingdom of Lesotho 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 Kingdom of Lesotho,

Have agreed as follows:

Article 1. (1) The Government of the Federal Republic of Germany shall enable the Government of the Kingdom of Lesotho to obtain from the Kreditanstalt für Wiederaufbau (Development Loan Corporation), Frankfurt/Main, a financial contribution of up to DM 15,400,000 (fifteen million four hundred thousand Deutsche Mark) for the project "Sewage disposal in 13 villages".

(2) This Agreement shall also apply if, at a later date, the Government of the Federal Republic of Germany enables the Government of the Kingdom of Lesotho to obtain from the Kreditanstalt für Wiederaufbau further financial contributions for the preparation of the project referred to in paragraph 1 above or for attendant measures required for its implementation and support.

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

Article 2. The utilization of the amount referred to in Article 1 of this Agreement and the terms and conditions on which it is made available, as well as the procedure for awarding contracts, shall be governed by the provisions of the agreement to be concluded between the recipient of the financial contribution and the Kreditanstalt für Wiederaufbau, which agreement shall be subject to the laws and regulations applicable in the Federal Republic of Germany.

Article 3. The Government of the Kingdom of Lesotho shall exempt the Kreditanstalt für Wiederaufbau from all taxes and other public charges levied in the Kingdom of Lesotho in connection with the conclusion and implementation of the agreement referred to in Article 2 of the present Agreement.

Article 4. The Government of the Kingdom of Lesotho shall allow passengers and suppliers free choice of transport enterprises for such transportation by sea, land

¹ Came into force on 15 January 1986 by signature, in accordance with article 7.

or air of persons and goods as results from the granting of the financial contribution, abstain from taking any measures that might exclude or impair the participation on equal terms 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 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 Kingdom of Lesotho 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 Maseru on 15 January 1986, in duplicate in the English and German languages, both texts being equally authentic.

For the Government
of the Kingdom of Lesotho:

[Signed — Signé]¹

For the Government
of the Federal Republic of Germany:

[Signed — Signé]²

¹ Signed by E. R. Sekhonyana — Signé par E. R. Sekhonyana.

² Signed by Wolter — Signé par Wolter.