

No. 26683

FEDERAL REPUBLIC OF GERMANY
and
HONDURAS

Agreement concerning financial cooperation—*Health Programme Choluteca/Valle*. Signed at Tegucigalpa on 25 March 1987

Authentic texts: German and Spanish.

Registered by the Federal Republic of Germany on 16 June 1989.

RÉPUBLIQUE FÉDÉRALE D'ALLEMAGNE
et
HONDURAS

Accord de coopération financière — *Programme Sanitaire Choluteca/Valle*. Signé à Tegucigalpa le 25 mars 1987

Textes authentiques : allemand et espagnol.

Enregistré par la République fédérale d'Allemagne le 16 juin 1989.

[TRANSLATION — TRADUCTION]

AGREEMENT¹ BETWEEN THE GOVERNMENT OF THE FEDERAL
REPUBLIC OF GERMANY AND THE GOVERNMENT OF THE
REPUBLIC OF HONDURAS CONCERNING FINANCIAL COOP-
ERATION

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 Republic of Honduras
and the Federal Republic of Germany,

Desiring to strengthen and enhance these friendly relations through financial
cooperation as partners,

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

Intending to contribute to social and economic development in the Republic of
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 and/or another recipient to be selected
jointly by both Governments to raise from the Kreditanstalt für Wiederaufbau (De-
velopment Loan Corporation), Frankfurt am Main, for the “Choluteca/Valle sanitation
programme” project, provided that, after examination, it qualifies for promo-
tion, a loan of up to DM 9,750,000 (nine million seven hundred and fifty thousand
deutsche mark) and, for any collateral measures necessary for the implementation
and maintenance of the project, a financial contribution of up to DM 250,000 (two
hundred and fifty thousand deutsche mark), for a total of up to DM 10,000,000 (ten
million deutsche mark).

(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 of Frankfurt am Main further
loans for the project referred to in paragraph 1 or further financial contributions for
any collateral measures necessary for its implementation and maintenance.

(3) The project referred to in paragraph 1 above may be replaced by other
projects if the Government of the Federal Republic of Germany and the Govern-
ment of the Republic of Honduras so agree. Any financial contributions not used for
collateral measures in accordance with paragraphs 1 and 2 shall be converted into
loans.

Article 2

Utilization of the amount 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 contracts to be concluded between the Kreditanstalt für Wiederaufbau and the

¹ Came into force on 25 March 1987 by signature, in accordance with article 7.

recipient of the loan and financial contribution; these contracts 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 the Republic of Honduras in connection with the conclusion and implementation of the contracts referred to in article 2.

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 passengers and goods as results from granting the loan and the financial contribution, 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 granting the loan and the financial contribution, 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 also apply 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, D.C., on 25 March 1987, 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
of the Federal Republic of Germany

For the Government
of the Republic of Honduras:

[Signed]

GUILLERMO CÁCERES PINEDA
Deputy Minister for Foreign Affairs