No. 26778

FEDERAL REPUBLIC OF GERMANY and UNITED REPUBLIC OF TANZANIA

Agreement concerning financial cooperation (with annex). Signed at Dar es Salaam on 24 April 1987

Authentic texts: German and English.

Registered by the Federal Republic of Germany on 5 September 1989.

RÉPUBLIQUE FÉDÉRALE D'ALLEMAGNE et RÉPUBLIQUE-UNIE DE TANZANIE

Accord de coopération financière (avec annexe). Signé à Dar es-Salaam le 24 avril 1987

Textes authentiques: allemand et anglais.

Enregistré par la République fédérale d'Allemagne le 5 septembre 1989.

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

The Government of the United Republic of Tanzania and

The Government of the Federal Republic of Germany,

In the spirit of the friendly relations existing between the United Republic of Tanzania 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 United Republic of Tanzania,

With reference to item 7.1.1 of the Minutes of the intergovernmental negotiations, dated 22 January 1987,

Have agreed as follows:

Article 1

The Government of the Federal Republic of Germany shall enable the Government of the United Republic of Tanzania to obtain from the Kreditanstalt fur Wiederaufbau (Development Loan Corporation), Frankfurt/Main, a financial contribution of up to DM 5,000,000 (five million Deutsche Mark) to meet foreign exchange costs resulting from the purchase of goods and services to cover current civilian requirements, and to meet foreign exchange and local currency costs of transport, insurance and assembly arising in connection with the importation of goods financed under this Agreement. The supplies and services must be such as are covered by the list annexed to this Agreement and for which supply or service contracts have been concluded after 22 January 1987.

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 fur Wiederaufbau, which shall be subject to the laws and regulations applicable in the Federal Republic of Germany.

Article 3

The Government of the United Republic of Tanzania shall exempt the Kreditanstalt fur Wiederaufbau from all taxes and other public charges levied in the United

¹ Came into force on 24 April 1987 by signature, in accordance with article 7.

Republic of Tanzania 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 United Republic of Tanzania 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 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 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 United Republic of Tanzania 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 Dar es Salaam on 24.04.87, in duplicate in the English and German languages, both texts being equally authentic.

For the Government of the Federal Republic of Germany:

[Signed - Signé]1

For the Government of the United Republic of Tanzania:

[Signed — Signé]²

¹ Signed by Christel Steffler — Signé par Christel Steffler.

ANNEX TO THE AGREEMENT BETWEEN THE GOVERNMENT OF THE UNITED REPUBLIC OF TANZANIA AND THE GOVERNMENT OF THE FEDERAL REPUBLIC OF GERMANY CONCERNING FINANCIAL CO-OPERATION

- 1. List of goods and services eligible for financing from the financial contribution under Article 1 of the Agreement of 24.04.87:
 - (a) Industrial raw and auxiliary materials as well as semi-manufactures,
 - (b) Industrial equipment, as well as agricultural machinery and implements,
 - (c) Spare parts and accessories of all kinds,
- (d) Chemical products, in particular fertilizers, plant protection agents, pesticides, medicaments,
- (e) Other industrial products of importance for the development of the United Republic of Tanzania,
 - (f) Advisory services, patents and licence fees.

The goods and services referred to in sub-paragraphs (a) to (f) above shall be procured in the Federal Republic of Germany.

- 2. Imports not included in the above list may only be financed with the prior approval of the Government of the Federal Republic of Germany.
- 3. The importation of luxury and consumer goods for personal needs as well as any goods and facilities serving military purposes may not be financed from the financial contribution.