

No. 29662

**FEDERAL REPUBLIC OF GERMANY
and
PAKISTAN**

**Agreement concerning financial cooperation (with annex).
Signed at Islamabad on 17 September 1990**

Authentic texts: German and English.

Registered by Germany on 23 March 1993.

**RÉPUBLIQUE FÉDÉRALE D'ALLEMAGNE
et
PAKISTAN**

**Accord de coopération financière (avec annexe). Signé à Isla-
mabad le 17 septembre 1990**

Textes authentiques : allemand et anglais.

Enregistré par l'Allemagne le 23 mars 1993.

AGREEMENT¹ BETWEEN THE GOVERNMENT OF THE ISLAMIC
REPUBLIC OF PAKISTAN — ACTING THROUGH ITS PRESI-
DENT — AND THE GOVERNMENT OF THE FEDERAL REPUB-
LIC OF GERMANY CONCERNING FINANCIAL COOPERATION
IN 1990

The Government of the Islamic Republic of Pakistan
- acting through its President -

and

the Government of the Federal Republic of Germany,

in the spirit of the friendly relations existing between the Islamic
Republic of Pakistan and the Federal Republic of Germany,

desiring to strengthen and intensify those friendly relations
through financial cooperation 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
Islamic Republic of Pakistan,

have agreed as follows:

Article 1

The Government of the Federal Republic of Germany shall enable
the Government of the Islamic Republic of Pakistan or another
recipient to be determined jointly by the two Governments to
obtain from the Kreditanstalt für Wiederaufbau (Development Loan
Corporation), Frankfurt/Main, a loan of up to DM 25,000,000
(twenty-five million Deutsche Mark) to meet foreign exchange costs

¹ Came into force on 17 September 1990 by signature, in accordance with article 7.

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 shipping documents have been drawn up or service contracts have been concluded after 20 February 1990.

Article 2

- (1) The utilization of the loan 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 loan and the Kreditanstalt für Wiederaufbau, which agreement shall be subject to the laws and regulations applicable in the Federal Republic of Germany.
- (2) The Government of the Islamic Republic of Pakistan, in so far as it is not itself the borrower, shall guarantee to the Kreditanstalt für Wiederaufbau all payments in Deutsche Mark to be made in fulfilment of the borrower's liabilities under the agreement to be concluded pursuant to paragraph 1 above.

Article 3

The Government of the Islamic Republic of Pakistan shall exempt the Kreditanstalt für Wiederaufbau from all taxes and other public charges levied in the Islamic Republic of Pakistan 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 Islamic Republic of Pakistan shall allow passengers and suppliers free choice of transport enterprises for such transportation by sea, land or air of persons and goods as results from the granting of the loan, 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 loan, 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

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 Islamic Republic of Pakistan 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 Islamabad on 17th Sept -1990
in duplicate in the English and German languages, both texts
being equally authentic.

For the Government
of the Islamic Republic of Pakistan:

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For the Government
of the Federal Republic of Germany:

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17-9-90

¹ Muntaz Ali.

² A. Vestring.

Annex to the Agreement of 17th Sept-1990 between the Government of the Islamic Republic of Pakistan and the Government of the Federal Republic of Germany concerning Financial Cooperation in 1990

1. List of goods and services eligible for financing from the loan under Article 1 of the above Agreement
 - (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 plant protection agents and pesticides, medicaments and dyes.
 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 loan.
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