

No. 29675

**FEDERAL REPUBLIC OF GERMANY
and
LESOTHO**

**Agreement concerning financial cooperation. Signed at
Maseru on 18 May 1990**

Authentic texts: German and English.

Registered by Germany on 23 March 1993.

**RÉPUBLIQUE FÉDÉRALE D'ALLEMAGNE
et
LESOTHO**

**Accord de coopération financière. Signé à Maseru le 18 mai
1990**

Textes authentiques : allemand et anglais.

Enregistré par l'Allemagne le 23 mars 1993.

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 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
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 2,550,000 (two million five hundred and fifty thousand Deutsche Mark) for the project "Rural water-supply and sanitary installations".

¹ Came into force on 18 May 1990 by signature, in accordance with article 7.

- (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 loans or financial contributions for the preparation of the project "Rural water-supply and sanitary installations" or further financial contributions for attendant measures required for its implementation.
- (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 financing agreement to be concluded between the recipient of the financial contribution and the Kreditanstalt für Wiederaufbau, which 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 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

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

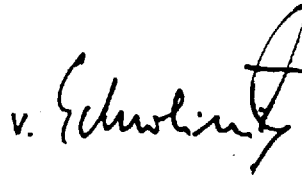
This Agreement shall enter into force on the date of signature thereof.

DONE at *Maseru* on *May 18th, 1990*
in duplicate in the English and German languages, both texts
being equally authentic.

For the Government
of the Kingdom of Lesotho:

For the Government
of the Federal Republic of Germany:

 ¹

 ²

¹ Tom Thabane.

² V. Schweinitz.