

CANADA

AGREEMENT DATED 4 DECEMBER, 1964 BETWEEN THE GOVERNMENT OF CANADA AND THE INTER-AMERICAN DEVELOPMENT BANK HEREINAFTER REFERRED TO AS THE "BANK" TO PROVIDE FOR THE ADMINISTRATION BY THE BANK OF CERTAIN FUNDS TO BE MADE AVAILABLE BY THE GOVERNMENT OF CANADA FOR ECONOMIC, TECHNICAL, AND EDUCATIONAL ASSISTANCE TO LATIN AMERICAN COUNTRIES WHICH ARE MEMBERS OF THE BANK.

PREAMBLE

WHEREAS the Government of Canada has indicated its desire to make a further contribution to Latin American economic, technical, and educational development through the extension of special development loans for this purpose;

WHEREAS the purpose of the Inter-American Development Bank is to contribute to the development of its Latin American member countries;

WHEREAS in the view of all its members the Inter-American Development Bank is an appropriate multilateral institution through which such Canadian assistance could be made available;

WHEREAS the Bank, in compliance with general policy directives from its Board of Governors, has determined that close cooperation with the Canadian Government for administration of Canadian external assistance to the Latin American member countries would strengthen the efforts of the Bank to foster greater economic and social growth of such countries;

Now, THEREFORE, the parties hereto agree as follows:

Section 1. Basic Authorization of Bank

On behalf of the Government of Canada and subject to the provisions of this Agreement, the Bank is authorized, as administrator, to make loans in Latin American countries, members of the Bank, to assist in financing specific projects or programs which have a high priority for accelerating economic, technical, and educational development in such member countries.

Section 2. Amounts Available

- (a) For the purposes of this Agreement, the Government of Canada shall make available up to C\$10,000,000 to finance in Latin American member countries such projects or programs as may be agreed.
- (b) (i) The Bank shall establish in its name a special current account for the purposes of this Agreement, in a bank of its choice;
- (ii) The Bank shall advise the External Aid Office of the Government of Canada, by letter or telegram, on or about the last day of each month, of the cash requirements it estimates will be needed to meet loan disbursements in the next ensuing month; and
- (iii) The External Aid Office shall, as quickly as possible, secure the issue of a cheque (advance payment) to the Bank for deposit to the above-mentioned special current account.

Section 3. Terms of Loans

- (a) Loans shall have maturities of up to 50 years, depending on the circumstances of the particular project. Loans with a maturity of 50 years