ANNEX "A"

PROCUREMENT PROCEDURES

Procurement of Services

The normal procedures of the Bank for the selection and contracting of consulting firms and/or individual consultants shall be followed.

Therefore, for the present purposes of this Agreement, services from Canadian firms or their subsidiaries abroad shall be eligible for financing and Canadian firms shall mean firms incorporated in Canada, and managed and operated from Canada, employing Canadian personnel and having not less than 51 per cent of their shares beneficially owned by Canadians.

The Bank shall supply to the Canadian International Development Agency on a periodic basis the names of all Canadian consulting firms, individual Canadian consultants or suppliers of services who have registered with it. The Canadian International Development Agency will notify the Bank in writing which Canadian consultants or suppliers of services it considers eligible under this Agreement. For the purposes of this Agreement, the Bank will approve the retaining of only Canadian consultants or suppliers of services whose names appear on the Canadian International Development Agency's eligibility lists. The Bank will consult with the Canadian International Development Agency regarding any Canadian consultants or suppliers of services whose eligibility has not thus been determined.

Likewise, for the purposes of this Agreement and as provided therein, services from firms and/or individual consultants of the Bank's eligible member countries shall be eligible for financing and, for present purposes, these firms shall mean firms incorporated in the above countries, managed and operated from them, employing nationals of the eligible member countries, and having not less than 51% of their shares beneficially owned by individuals or firms of the eligible member countries.