

Section 8 Disbursement under Loans

Disbursement of funds provided under this Agreement shall be effected through the Bank, in accordance with its normal disbursement procedures, with such special requirements, if any, as may be necessary to assure compliance with the requirements of Sections 4 and 5. With respect to each disbursement, the Bank shall submit to the External Aid Office such documents or other statements as may be agreed to from time to time with that Office.

Section 9. Records of Bank

The Bank shall maintain separate records and accounts of funds provided under this Agreement, received and disbursed by it, and make such of these records and accounts available to the External Aid Office as the latter may reasonably request, and in any event, furnish to the Government of Canada through the External Aid Office within 60 days after the end of the Canadian fiscal year a detailed statement of account, including the status of each loan made hereunder with funds provided under this Agreement.

Section 10. Project Supervision

The Bank, on behalf of the Government of Canada, shall have the sole responsibility for project supervision and control but shall keep the External Aid Office informed with respect to the implementation of each project or program financed with funds made available under this Agreement.

Section 11. Standard of Care

The Bank shall exercise the same care in the discharge of its functions under this Agreement as it exercises with respect to the administration and management of its own affairs.

Section 12. Transferability of Obligations

Contracts entered into by the Bank on behalf of the Government of Canada shall contain provisions permitting the transfer of obligations arising thereunder from the Bank to the Government of Canada.

Section 13. Payments of Receipts to the Government of Canada.

All monies received in repayment of loans out of Canadian Government funds, or by way of interest or charges thereon, shall be paid to the Bank, which, except as specified in Section 3(c) above, shall transfer such funds to the Government of Canada (through the External Aid Office) within fifteen (15) days after their receipt by the Bank.

Section 14. Bank not Obligated

Loans made by the Bank under this Agreement shall not constitute part of the Bank's own resources or involve any guarantee or other similar financial obligation of the Bank.

Section 15. Consultation

- (a) The External Aid Office and the Bank shall consult with each other from time to time on all matters arising out of this Agreement.
- (b) Such consultation may be effected through the Canadian Ambassador in Washington, D.C., who shall be authorized to give approval of loans as specified in Section 6 above.