

CANADA

**AGREEMENT BETWEEN THE INTER-AMERICAN DEVELOPMENT BANK AND THE
GOVERNMENT OF CANADA FOR THE PROVISION OF FUNDS FOR A
SPECIAL PROGRAM FOR FINANCING THE PREPARATION OF DEVELOP-
MENT PROJECTS**

PREAMBLE

WHEREAS the Government of Canada (hereinafter referred to as "Canada") has indicated its desire to make a further contribution to Latin American economic development;

WHEREAS it is the desire of the Inter-American Development Bank (hereinafter referred to as "the Bank") and the Government of Canada to finance a special Inter-American program of project preparation, the aim of which is to improve development project preparation so that the public and private international financing institutions may more effectively contribute to the economic progress of the developing member countries of the Bank.

NOW, THEREFORE, the parties hereto agree as follows:

ARTICLE I

Purpose of the Program

The Bank will utilize the funds made available by Canada under this Agreement to assist in the formulation of well prepared development projects in eligible member countries of the Bank, as part of an Inter-American effort to increase the number of development projects available for consideration by public and private international financing institutions.

ARTICLE II

Amount Available

- (a) For the purpose of this Agreement, Canada shall make available to the Bank, up to One Million Five Hundred Thousand Canadian dollars (Cdn\$ 1,500,000) to finance operations in accordance with the terms of this Agreement.
- (b) For the purposes of this Agreement, the funds referred to in paragraph (a) shall be deposited to a special account of the Bank established in a Canadian bank of its choice.

ARTICLE III

Eligible Beneficiaries

The funds provided by Canada under this Agreement will be made available to governments and public and private entities of member countries which are eligible to receive financing from the Bank and which propose to the Bank project development proposals supported by adequate documentation.