

AGREEMENT, DATED APRIL 22, 1977, BETWEEN THE GOVERNMENT OF CANADA (HEREINAFTER REFERRED TO AS "THE GOVERNMENT") AND THE INTERNATIONAL DEVELOPMENT ASSOCIATION (HEREINAFTER REFERRED TO AS "THE ASSOCIATION") TO PROVIDE FOR THE ADMINISTRATION BY THE ASSOCIATION OF CERTAIN FUNDS TO BE MADE AVAILABLE BY THE GOVERNMENT FOR SPECIFIC DEVELOPMENT PROJECTS

PREAMBLE

WHEREAS the Government and the Association have cooperated and intend to continue to cooperate in the financing of development projects in member countries of the Association, in many instances by means of the co-financing of such projects;

WHEREAS the Government wishes to make available, through the services of the Association, some of its bilateral development aid funds for projects of high developmental priority in member countries of the Association in which the Government has a development aid program;

WHEREAS the Association is prepared to administer, on a mutually acceptable basis, the funds which the Government intends to make so available, through co-financing with its own resources;

NOW THEREFORE the Government and the Association have agreed as follows:

Section 1. Basic Authorization of the Association

On behalf of the Government of Canada and subject to the provisions of this Agreement, the Association is authorized, as administrator, to enter into agreements with member countries of the Association, providing for loans (hereinafter called "loans") for the financing of specific projects 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 shall make available up to thirty-five million Canadian dollars (Can. \$35,000,000) to co-finance, with the Association's own resources, such projects as may be agreed;
- (b)
 - (i) the Association shall establish in its name a special non-interest bearing account in the Bank of Canada for the purposes of this Agreement;
 - (ii) the Association shall advise in advance the Canadian International Development Agency ("CIDA") by letter or telex of the cash requirements it estimates will be needed to meet disbursements in respect of each loan in the three next ensuing months;
 - (iii) the Government shall promptly deposit in the Association's abovementioned special account the amount of cash so estimated to be needed;
 - (iv) all payments from and payments to Canada shall be made in Canadian dollars.