

**LOAN AGREEMENT BETWEEN THE GOVERNMENT OF CANADA AND THE ANDEAN  
DEVELOPMENT CORPORATION FOR PRE-INVESTMENT STUDIES OR  
INDUSTRIAL DEVELOPMENT PROJECTS**

WHEREAS the Government of Canada (hereinafter referred to as "Canada") is willing to make a development loan available to the Andean Development Corporation (hereinafter referred to as "the Corporation") for on-lending in its member countries on the terms and conditions provided herein; and

WHEREAS the Corporation wishes to obtain a loan from Canada for this purpose;

NOW, THEREFORE, the parties hereto agree as follows:

**ARTICLE I**

***The Loan***

***Section 1.01***

Canada shall make available to the Corporation on the terms and conditions hereinafter set forth a loan in an amount not to exceed five million Canadian dollars (Cdn \$5,000,000).

***Section 1.02***

Canada shall deposit in a Canadian Bank of the Corporation's choice the full amount of the Loan.

***Section 1.03***

This Loan shall be free of interest, commitment and service charges.

***Section 1.04***

Repayment of the principal amount of the Loan shall be made by the Corporation in eighty (80) semi-annual instalments of sixty-two thousand and five hundred Canadian dollars (Cdn \$62,500) each, due and payable on the last day of March and September in each succeeding year commencing on March 31, 1984 and ending on September 30, 2023.

***Section 1.05***

The Corporation shall have the right to prepay the Loan, in whole or in part on any date without notice to Canada. The amount of any such prepayment shall be applied to the instalments of principal then remaining payable in the reverse order of their maturity.

***Section 1.06***

All repayments as set forth herein shall be made by the Corporation in Canadian dollars to the Receiver General of Canada, and shall be deemed to have been paid when received by the Receiver General of Canada.