

January 25, 1990

FINANCING MEMORANDUM

REPUBLIC OF THE PHILIPPINES Southern Mindanao Agricultural Programme (SMAP)

FINANCING AGREEMENT

The emission of the European Communities, hereinafter referred to as "THE COMMISSION", acting for and on behalf of the European Economic Community, hereinafter referred to as "THE COMMUNITY"

of the one part, and

The Government of the Republic of the Philippines, hereinafter referred to as "THE RECIPIENT"

of the other part,

HAVE AGREED AS FOLLOWS:

The project referred to in Article 1 below shall be executed and financed out of the budget resources of THE COMMUNITY in accordance with the provisions set out in this memorandum. The technical, legal, and administrative framework within which the project referred to in Article 1 below shall be implemented is set out in the General Conditions annexed to the Framework Agreement of 8 November 1984 between THE COMMISSION and THE RECIPIENT, as supplemented by the terms of this Memorandum and the Special Provisions annexed hereto.

ARTICLE 1 NATURE AND SUBJECT

As part of its 1989 aid programme, THE COMMUNITY shall contribute, by way of grant, towards the financing of the following project:

Project number : ALA/PHI/89I8

Title : Southern Mindanao Agricultural Programme (SMAP)

hereinafter referred to as "THE PROJECT".

ARTICLE 2 COMMITMENT OF THE COMMUNITY

The commitment of THE COMMUNITY is fixed at 16 500 000 ECU (sixteen million five hundred thousand ECU), hereinafter referred to as "THE EEC GRANT".

This commitment is subject to an expiry date, after which any balance of funds remaining available under THE EEC GRANT shall be automatically cancelled, THE COMMISSION may however, depending on the circumstances, agree to an appropriate extension of this expiry date, should such an extension be requested and properly justified by THE RECIPIENT.