

November 25, 1987

**AGREEMENT BETWEEN THE GOVERNMENT OF THE REPUBLIC OF
THE PHILIPPINES AND THE GOVERNMENT OF THE FEDERAL
REPUBLIC OF GERMANY CONCERNING FINANCIAL CO-
OPERATION**

The Government of the Republic of the Philippines
and

the Government of the Federal Republic of Germany,

in the spirit of the friendly relations existing between the Republic of the Philippines
and the Federal Republic of Germany,

desiring to strengthen and intensify those friendly relations through financial co-
operation in a spirit of partnership,

aware that the maintenance of those relations constitutes the basis of this
Agreement,

intending to contribute to social and economic development in the Republic of the
Philippines,

with reference to the Concluding Report, dated 26 November 1987, of the German-
Philippine intergovernmental negotiations held in Manila from 24 to 26 November
1987,

have agreed as follows:

ARTICLE 1

(1) The Government of the Federal Republic of Germany shall enable the
Government of the Republic of the Philippines and/or other recipients to be
determined jointly by the two Governments to obtain from the Kreditanstalt für
Wiederaufbau (Development Loan Corporation), Frankfurt/Main, loans up to a total
of DM 35,000,000 (thirty-five million Deutsche Mark) for projects selected by the
two Governments pursuant to item 2.2.2 of the Concluding Report of 25 November
1987 if, after examination, the projects have been found eligible for promotion.

(2) The selected projects referred to in paragraph 1 above may be replaced by other
projects if the Government of the Republic of the Philippines and the Government of
the Federal Republic of Germany so agree.

ARTICLE 2

(1) The utilization of the amount referred to in Article 1 of this Agreement and the
terms and conditions on which it is made available, as well as the procedure for
awarding contracts, shall be governed by the provisions of the agreements to be
concluded between the recipients of the loans and the Kreditanstalt für
Wiederaufbau, which agreements shall be subject to the laws and regulations
applicable in the Federal Republic of Germany.