

No. 30348

**REPUBLIC OF KOREA
and
UGANDA**

**Exchange of notes constituting an agreement concerning the
Economic Development Cooperation Fund Loan to the
Republic of Uganda. Kampala, 3 January 1992**

Authentic text: English.

Registered by the Republic of Korea on 6 October 1993.

**RÉPUBLIQUE DE CORÉE
et
OUGANDA**

**Échange de notes constituant un accord relatif à un prêt du
Fonds de coopération au développement économique à la
République de l'Ouganda. Kampala, 3 janvier 1992**

Texte authentique : anglais.

Enregistré par la République de Corée le 6 octobre 1993.

EXCHANGE OF NOTES CONSTITUTING AN AGREEMENT¹ BETWEEN THE GOVERNMENT OF THE REPUBLIC OF KOREA AND THE GOVERNMENT OF THE REPUBLIC OF UGANDA CONCERNING THE ECONOMIC DEVELOPMENT COOPERATION FUND LOAN TO THE REPUBLIC OF UGANDA

I

EMBASSY OF THE REPUBLIC OF KOREA
KAMPALA, UGANDA

January 3, 1992

Excellency,

I have the honour to confirm the following understanding recently reached between the Government of the Republic of Korea and the Government of the Republic of Uganda concerning a Korean loan to be extended to the Government of the Republic of Uganda with a view to supporting the economic development efforts of the Republic of Uganda and promoting the economic cooperation between the two countries.

1. The Government of the Republic of Korea shall enable the Government of the Republic of Uganda to obtain a loan in Korean Won up to the amount of five billion four hundred and six million Won (W5,406,000,000.-) (hereinafter referred to as "the Loan") from the "Economic Development Cooperation Fund" for the implementation of the Regional Telephone Network Expansion Project (hereinafter referred to as "the Project").
2. (1) The utilization of the loan as well as the terms and conditions on which it is made available shall be governed by the provisions of a loan agreement

¹ Came into force on 3 January 1992, the date of the note in reply, in accordance with the provisions of the said notes.

(hereinafter referred to as "the Loan Agreement") which will be concluded between the Export-Import Bank of Korea (hereinafter referred to as "the Bank") and the Government of the Republic of Uganda in accordance with the relevant laws and regulations of the Republic of Korea.

- (2) The Loan Agreement will contain, inter alia, the following principles:
 - (a) The repayment period will be twenty five (25) years including the grace period of seven (7) years.
 - (b) The rate of interest will be two and a half (2.5) percent per annum.
 - (c) The disbursement period will be thirty three (33) months from the date of the signing of the Loan Agreement or the period on which the Government of the Republic of Uganda and the Bank will agree.
 - (3) The Loan Agreement will be concluded after the Bank is satisfied with its administrative requirements and the implementation program of the Ugandan executing agency for the Project.
- 3.
- (1) The Loan will be extended to cover payments to be made by the Ugandan executing agency to suppliers, contractors and/or consultants of eligible source countries under such contracts as may be entered into between them for procurements of goods and/or services required for the implementation of the Project.
 - (2) The scope of the eligible source countries mentioned in sub-paragraph (1) above will be agreed upon between the authorities concerned of the two Governments.