

Official Gazette of the RM, no. 188 dated 31 December 2013

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PARLIAMENT OF THE REPUBLIC OF MACEDONIA

Pursuant to Article 75, paragraphs 1 and 2 of the Constitution of the Republic of Macedonia, President of the Republic of Macedonia and President of the Parliament of the Republic of Macedonia shall issue the following

DECREE

ON PROMULGATION OF THE LAW ON GUARANTEE BY THE REPUBLIC OF MACEDONIA OF LIABILITIES UNDER THE FINANCE CONTRACT AS REGARDS THE LOAN FOR FINANCING SMALL AND MEDIUM-SIZE ENTERPRISES AND OTHER PRIORITY PROJECTS – STAGE IV, TO BE CONCLUDED BETWEEN THE EUROPEAN INVESTMENT BANK AND THE MACEDONIAN BANK FOR DEVELOPMENT PROMOTION

Law on Guarantee by the Republic of Macedonia of Liabilities under the Finance Contract as regards the Loan for Financing Small and Medium–Size Enterprises and Other Priority Projects – Stage IV, to be concluded between the European Investment Bank and the Macedonian Bank for Development Promotion, adopted by the Parliament of the Republic of Macedonia at its session held on 27 December 2013 shall be promulgated.

No. 07-5148/1  
27 December 2013  
Skopje

President  
of the Republic of Macedonia,  
Gorge Ivanov, in his own hand

President  
of the Parliament of the Republic  
of Macedonia,  
Trajko Veljanoski, in his own hand

LAW

ON GUARANTEE BY THE REPUBLIC OF MACEDONIA OF LIABILITIES UNDER THE FINANCE CONTRACT AS REGARDS THE LOAN FOR FINANCING SMALL AND MEDIUM-SIZE ENTERPRISES AND OTHER PRIORITY PROJECTS – STAGE IV, TO BE CONCLUDED BETWEEN THE EUROPEAN INVESTMENT BANK AND THE MACEDONIAN BANK FOR DEVELOPMENT PROMOTION

Article 1

Republic of Macedonia shall guarantee the settlement of liabilities under the Finance Contract as regards the loan for the Project for Financing Small and Medium-Size Enterprises and Other Priority Projects - Stage IV in the amount of EUR 100,000,000, to be concluded between the European Investment Bank and the Macedonian Bank for Development Promotion, should the Macedonian Bank for Development Promotion fail to meet and settle the liabilities under the terms and conditions envisaged in the Finance Contract.

## Article 2

Terms and conditions and the manner of using the loan referred to in Article 1 of this Law shall be determined in a Finance Contract to be concluded between the European Investment Bank and the Macedonian Bank for Development Promotion under the Project for Financing Small and Medium-Size Enterprises and Other Priority Projects – Stage IV.

## Article 3

All financial liabilities arising from the Finance Contract referred to in Article 1 of this Law, as well as the loan servicing, shall be settled by the Macedonian Bank for Development Promotion from the revenues it generates, within the deadlines and under the terms and conditions set in the Finance Contract.

## Article 4

The loan referred to in Article 1 of this Law shall be disbursed in 15 tranches. Minimum amount of each tranche shall be EUR 5,000,000.

Repayment period of each loan tranche may be from at least four years up to eight years at the most from the Scheduled Disbursement Date, including a grace period which may range from 60 days to two years at the most from the Scheduled Disbursement Date.

Loan repayment period shall be determined for each tranche separately on the day of submission of the disbursement request by the Macedonian Bank for Development Promotion.

The tranche may be also repaid in a single installment, being a date falling between three and five years from the Scheduled Disbursement Date.

## Article 5

Interest rate shall be determined for each tranche separately on the day of submission of the disbursement request by the Macedonian Bank for Development Promotion, depending on which interest rate shall be more favourable for the Republic of Macedonia (fixed or floating).

## Article 6

To the end of regulating the mutual rights and obligations arising from the Finance Contract and the Guarantee Agreement, Ministry of Finance and Macedonian Bank for Development Promotion shall conclude separate agreement.

## Article 7

This Law shall enter into force on the day it is published in the „Official Gazette of the Republic of Macedonia“.