

LAW
ON BORROWING A LOAN BY THE REPUBLIC OF MACEDONIA FROM THE COUNCIL OF EUROPE
DEVELOPMENT BANK UNDER THE FRAMMEWORK LOAN AGREEMENT FOR PARTIAL FINANCING
OF THE PROJECT FOR HOUSING OF VULNERABLE GROUPS

Official Gazette of the Republic of Macedonia no. 133/2009

Article 1

Republic of Macedonia shall borrow a loan from the Council of Europe Development Bank in the amount of EUR 25,350,000, for partial financing of the Project for Housing of Vulnerable Groups.

Article 2

The conditions and the manner of using the loan funds referred to in Article 1 of this Law shall be determined in the Framework Loan Agreement for partial financing of the Project for Housing of Vulnerable Groups to be concluded between the Republic of Macedonia and the Council of Europe Development Bank.

Manners of using the funds of each tranche separately shall be determined under the additional loan agreements, being an integral part of the Framework Loan Agreement for partial financing of the Project for Housing of Vulnerable Groups.

On behalf of the Republic of Macedonia, the Framework Loan Agreement referred to in paragraph 1 of this Article shall be signed by the Minister of Finance.

Article 3

Repayment deadline for the loan referred to in Article 1 of this Law shall be 20 years, including 5- year grace period.

Loan shall be disbursed in two tranches at least.

First tranche shall be disbursed within 12 months from the entry into force of the Framework Loan Agreement referred to in Article 2 paragraph 1 of this Law and shall not exceed 33% of the total loan amount.

Disbursement of each next tranche shall be realized after the Republic of Macedonia informs the Council of Europe Development Bank in writing that 90% of the previous tranche amount has been allocated.

Article 4

Interest rate shall be determined for each loan tranche separately, on the day of disbursement of the loan funds, depending on which interest rate is more favourable for the Republic of Macedonia (fixed or variable one).

Article 5

Project for Housing of Vulnerable Groups under the Framework Loan Agreement referred to in Article 2 paragraph 1 of this Law shall be realized by the Ministry of Transport and Communications.

Article 6

The Republic of Macedonia shall repay the loan from the Budget of the Republic of Macedonia.

Article 7

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