

CONFIRMED COPY

A.I.D. Loan No. 617-H-003

L O A N A G R E E M E N T

(Uganda - Kyambogo Teacher Training College)

BETWEEN

THE GOVERNMENT OF UGANDA

AND

THE UNITED STATES OF AMERICA

Dated: October 19, 1964

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LOAN AGREEMENT

AGREEMENT, dated the 19TH day of October, 1964 between the GOVERNMENT OF UGANDA ("Borrower") and the UNITED STATES OF AMERICA, acting through the AGENCY FOR INTERNATIONAL DEVELOPMENT ("A.I.D.").

1. The Loan

SECTION 1.1. The Loan. Pursuant to the Foreign Assistance Act of 1961, as amended, A.I.D. hereby agrees to lend Borrower an amount not to exceed Four Hundred Thousand United States dollars (\$400,000) to assist the Borrower in financing the foreign exchange and local currency costs of goods and services required for the Project as defined in Section 1.2. Goods and services financed hereunder are hereinafter referred to as "Eligible Items". The aggregate amount disbursed hereunder is hereinafter referred to as "Principal".

SECTION 1.2. The Project. As used in this Agreement "Project" shall mean the construction of facilities for the expansion of the Kyumbura Teacher Training College in Uganda. The Project is described in more detail in Annex A hereto, the specific details of which may be modified by written agreement of Borrower and A.I.D.

2. Terms of Repayment

SECTION 2.1. Interest Rate. During the ten (10) year period immediately following the date of the first disbursement under this loan

Borrower shall pay to A.I.D. in United States dollars interest at the rate of three-quarters of one percent ($3/4$ of 1%) per annum on the unrepaid Principal and on any interest that is due and unpaid. Thereafter, Borrower shall pay to A.I.D. in United States dollars interest at the rate of two percent (2%) per annum on the unrepaid Principal and on any interest that is due and unpaid. Interest payments shall be due and payable semi-annually, commencing on a date to be specified by A.I.D. but in no event later than six (6) months after the date of the first disbursement hereunder. Interest shall accrue from the dates of the respective disbursements hereunder and shall be computed on the basis of a 365-day year.

SECTION 2.2. Repayment. Borrower shall repay the Principal to A.I.D. in United States dollars in sixty-one (61) semi-annual installments, the first installment to be due and payable nine and one-half ($9\ 1/2$) years after the first interest payment is due in accordance with Section 2.1. Repayment shall be made in accordance with Annex B attached hereto and made a part hereof. If the loan is not completely disbursed by the date when the first repayment installment is due, Annex B will be revised by A.I.D. so as to reflect the revised Principal disbursed and to permit sixty-one substantially level sums of Principal and Interest.

SECTION 2.3. Application and Place of Payment. All payments shall be applied first to the payment of any accrued interest and then to the repayment of Principal. All payments shall be made payable to the

order of Agency for International Development and shall be deemed to have been paid when received by the U.S.A.I.D. Mission at Kampala, Uganda or as otherwise specified by A.I.D.

SECTION 2.4. Prepayment. Borrower shall have the right to prepay, without penalty, on any date on which an interest payment is due, all or any part of the Principal. Any prepayment shall be applied first to the payment of any accrued interest and then to the remaining installments of Principal in the inverse order of the maturity.

3. Conditions Precedent

SECTION 3.1. Conditions Precedent. Unless A.I.D. otherwise agrees in writing, prior to the first disbursement or to the issuance of the first letter of commitment hereunder, Borrower shall furnish A.I.D. in form and substance satisfactory to A.I.D.:

- (a) An opinion of the Attorney General of the Borrower, or of other legal counsel satisfactory to A.I.D., that this Agreement has been duly authorized or ratified by, and executed on behalf of, Borrower and constitutes a valid and legally binding obligation of Borrower in accordance with its terms;
- (b) A specimen signature of each person designated in Section 11.1 as a representative of Borrower;

- (c) A contract in form and substance satisfactory to A.I.D. with a firm approved by A.I.D. for the construction services required for the Project.

SECTION 3.2. Terminal Date for Fullfillment of Conditions Precedent.

Except as A.I.D. may otherwise agree in writing, if the conditions required by Section 3.1 have not been fulfilled within one-hundred and twenty (120) days of the date of this Agreement A.I.D. may at any time thereafter give notice to Borrower of termination of this Agreement.

4. Covenants Concerning Procurement

SECTION 4.1. Source of Procurement.

1. Goods.

(a). Except as A.I.D. may otherwise agree in writing, all goods, materials and equipment (hereafter called "Goods") financed hereunder shall have their source in East Africa (throughout this agreement East Africa shall mean Uganda, Kenya, and the United Republic of Tanganyika and Zanzibar) or in the United States. Goods shall be deemed to have their source in East Africa if they (i) are mined, grown, or produced in East Africa (ii) are procured in East Africa and (iii) do not contain any components imported from a country not included in A.I.D. Geographic Code 899 as in effect at the time of procurement. Goods shall be deemed to have their source in the United States if they (i) are mined, grown or produced in the United States (ii) are procured in the United States, and (iii) are

shipped either directly from the United States to East Africa or from the United States to a free port or bonded warehouse and thereafter shipped to East Africa in the same form in which received at such free port or bonded warehouse; provided, however no good which is produced in the United States through manufacturing, processing or assembly shall be deemed to have its source in the United States if it contains (i) any component from a country not included in A.I.D. Geographic Code 899 as in effect at the time of procurement by or for the Borrower or (ii) components imported into the United States from countries included in Code 899 and acquired by the producer in the form in which they were imported and the total costs of such components delivered at the point of production amounts to more than ten percent (10%) of the lowest price (excluding the cost of ocean transportation and marine insurance) at which the supplier makes the good available for export sale.

(b) Except as A.I.D. may otherwise agree in writing, all goods connected with the Project which are not financed hereunder shall have their source in East Africa or countries included in A.I.D. Geographic Code 899 as in effect at the time of procurement. Goods not financed hereunder shall be deemed to have their source in East Africa or in countries included in Code 899 if they are mined, grown or produced in and also procured from East Africa or Code 899 countries.

2. Services

(a) Except as A.I.D. may otherwise agree in writing, services to be financed hereunder shall be procured as follows:

- (1) Transportation services to be financed hereunder shall be provided by a United States flag carrier.
- (2) Marine Insurance may be financed under the loan, provided the insurance is placed, in the United States, with a company or companies authorized to do a marine insurance business in any state of the United States.
- (3) Services to be financed hereunder which are to be performed under the prime contract for construction of the Project or under contracts for engineering, architectural or other professional services related to the Project shall have their source in the United States or East Africa.

(b) Except as A.I.D. may otherwise agree in writing, all services connected with the Project which are not financed hereunder shall be procured in East Africa or in countries included in A.I.D. Geographic Code 899 as in effect at the time of procurement.

SECTION 4.2. Method of Procurement. No more than reasonable

prices shall be paid for any Eligible Item and all such items (except architectural, engineering, management, and such items (except architectural, engineering, management, and such other professional services as A.I.D. may specify) shall be procured on a fair competitive basis. Reasonable prices (except for the foregoing professional services) should normally approximate the lowest competitive price for the Eligible Items procured, operating costs, quality, time and cost of delivery, terms of payment, and other factors considered.

SECTION 4.3. Date of Procurement. No goods and services may be financed hereunder which arise out of orders or contracts firmly placed or entered into prior to the date of this Agreement.

SECTION 4.4. Final Plans, Bid Documents and Procurement Contracts. Borrower shall submit final plans, specifications and cost estimates of the Project for A.I.D. approval. Unless A.I.D. otherwise agrees in writing, Borrower shall submit to A.I.D. prime bid invitations, bid documents, proposed contracts, contract awards and executed contracts for the procurement of Eligible Items. Borrower covenants and agrees that no prime bid invitations, bid documents or proposed contracts shall be issued, and no contract shall be awarded, until Borrower has received written approval of such from A.I.D. Unless A.I.D. otherwise agrees in writing, no prime contract shall be financed hereunder unless it has been approved in writing

by A.I.D. Borrower shall obtain the written approval of A.I.D. prior to any amendment, assignment or cancellation to such contracts.

SECTION 4.5. Publicizing Procurement. In order that American small business shall have the opportunity to participate in furnishing Eligible Items, Borrower shall, at such time prior to ordering or contracting for any Eligible Item estimated to cost more than equivalent of Five Thousand United States dollars (\$5,000) as A.I.D. may specify, and promptly after the award of any contract therefor costing more than the equivalent of \$25,000, cause to be received by A.I.D. such information thereon as A.I.D. may require.

SECTION 4.6. Marine Insurance. If in connection with the placement of marine insurance on shipments financed under United States legislation authorizing assistance to other nations, the Borrowing Country, by statute, decree, rule, or regulation, favors any insurance company of any country over any marine insurance company authorized to do business in any state of the United States of America, goods financed hereunder shall during the continuance of such discrimination be so insured in the United States with a company or companies authorized to do a marine insurance business in any state of the United States of America.

SECTION 4.7. Ocean Shipment. In order for goods to be eligible for

financing at least fifty percent (50%) of the gross tonnage of all goods (computed separately for dry bulk carriers, dry cargo liners, and tankers) financed hereunder which shall be transported on ocean vessels shall be transported on privately owned United States-flag commercial vessels. No goods may be financed hereunder which are transported on any ocean vessel (i) which A.I.D., in a notice to Borrower, has designated as ineligible to carry A.I.D.-financed commodities or (ii) which has been chartered for the carriage of A.I.D.-financed commodities unless such charter has been approved in advance by A.I.D. Within forty-five (45) days following the end of each calendar quarter, Borrower shall furnish A.I.D. with a statement in form and substance satisfactory to A.I.D., reporting on compliance with the requirements of this Section.

SECTION 4.8. Insurance. Borrower shall cause all goods, equipment and materials financed hereunder to be insured against risks incident to their transit to the point of their use in the Project. Such insurance shall be consistent with sound commercial practice and the insurance proceeds shall be payable in the currency in which such goods, equipment or materials were paid for. The Borrower shall give prompt notice of the accrual to Borrower of proceeds from insurance on any Eligible Item, whether or not such insurance was financed hereunder. Such proceeds, less the cost to Borrower of such insurance not financed hereunder, shall, unless A.I.D.

otherwise agrees in writing;

- (a) Be used to pay for procurement of Eligible Items for the Project in accordance with the terms of this Agreement; or
- (b) Be promptly paid to A.I.D.; any such payment shall be first applied to any accrued interest and then to installments of Principal in the inverse order of their maturity.

5. Disbursements

SECTION 5.1. Forms of Disbursement. Disbursements under this loan shall be made as follows:

- (a) For costs payable in United States dollars, Borrower may from time to time request A.I.D. to issue letters of commitment for payment of such costs to one or more banks in the United States, designated by Borrower and satisfactory to A.I.D., committing A.I.D. to reimburse such bank or banks for payments made through letters of credit or otherwise, to Borrower or any designee of Borrower, pursuant to such documentation as A.I.D. may prescribe;
- (b) For Costs payable in East African currency, Borrower shall from time to time (i) make available such currency for

payment of these costs in a manner satisfactory to A.I.D. and (ii) request A.I.D. to make available to Borrower through the opening or amendment of special letters of credit by A.I.D. in favor of Borrower or its designee an amount of United States dollars equivalent to the amount of East African currency made available hereunder, which dollars shall be utilized for procurement from the United States in accordance with requirements prescribed by A.I.D. The United States dollar equivalent of the East African currency made available hereunder shall be calculated at a rate of exchange in Uganda which would lawfully yield the largest amount of East African currency per United States dollar on the date of opening or amendment of the applicable special letter of credit;

- (c) Through such other means as Borrower and A.I.D. may agree to in writing;
- (d) Banking charges incurred in connection with letters of commitment or special letters of credit shall be for the account of the Borrower and may be financed by the loan.

SECTION 5.2. Date of Disbursements. Disbursements hereunder shall be deemed to occur on the date on which payment by A.I.D. is made

either directly to Borrower or its designee or to a banking institution under a letter of commitment issued pursuant to Section ~~5~~⁵ 1(a) or on the date on which a special letter of credit is opened or amended pursuant to Section 5.1(b).

SECTION 5.3. Terminal Date for Requests and for Disbursements.

Except as A.I.D. may otherwise agree in writing, no letters of commitment shall be issued in response to requests received from Borrower more than two (2) years after the date of this Agreement, and no disbursement shall be made against documentation received more than two and one-half (2 1/2) years after the date of this Agreement.

6. Special Warranties

SECTION 6.1. Execution and Completion of Project. Borrower warrants that it shall cause the Project to be carried out with due diligence and efficiency, providing any additional resources and paying all additional costs, in addition to the costs financed hereunder, which may be required to complete the Project. Borrower further warrants that the Project shall be carried out in conformity with sound engineering and financial practices, and in accordance with any contracts, arrangements or plans and specifications approved by A.I.D. Borrower agrees to obtain the written approval of A.I.D. prior to any material modification of such arrangements, plans or specifications.

SECTION 6.2. Maintenance of Eligible Items. Borrower warrants that it shall adequately maintain, repair and operate in accordance with sound engineering and financial practices, all Eligible Items and any construction or facility resulting from their use.

SECTION 6.3. Utilization of Eligible Items. Borrower warrants that all Eligible Items shall be used exclusively for the Project. In the case of any goods financed hereunder which are not fully expended through their use for the Project, the foregoing provisions shall apply until such time as they can no longer be usefully employed for the Project, provided that no goods financed hereunder shall be exported from the Borrowing Country without the prior approval of A.I.D., and no Eligible Item shall at any time be used to promote or assist any project or activity associated with or financed by any country, other than the Borrowing Country, not included in Code 899 of the A.I.D. Geographic Book as in effect at the time of such projected use without the prior written consent of A.I.D.

SECTION 6.4. Information and Marking. Borrower warrants that it will cooperate with A.I.D. in making information concerning this loan public and shall make appropriate arrangements to carry out A.I.D.'s usual requirements with respect thereto.

SECTION 6.5. Notice of Material Developments. Borrower warrants that it has disclosed to A.I.D. all circumstances which may materially affect its utilization of the Eligible Items or its ability to discharge

its obligations under this Agreement and further warrants that it will inform A.I.D. of any conditions which interfere, or which it is reasonable to believe will interfere, with any of the foregoing.

7. General Warranties

SECTION 7.1. Taxes. Borrower warrants that this Agreement and the amount lent hereunder shall be free from, and the Principal and interest shall be paid without deduction for and free from, any taxation or fees imposed under any laws in effect within the Borrowing Country. No taxes, tariffs, duties or other levies of any nature whatsoever imposed under laws in effect in the Borrowing Country may be financed hereunder. The Borrower shall exempt all parties to contracts financed hereunder, to which the Borrower is a party, and any property or transactions related to such contracts, from such taxes, tariffs, duties and other levies except taxes or levies in the nature of income taxes.

SECTION 7.2. Commissions, Fees, and Other Payments. Borrower warrants that in connection with obtaining this Loan or taking any action under or with respect to this Agreement it has not paid or agreed to pay and will not pay or agree to pay nor, to the best of its knowledge, has there been paid or will there be paid or agreed to be paid by any other person or entity, commissions, fees, or other payments of any kind, except as regular compensation to Borrower's full-time officers and employees or

as compensation for bona fide professional, technical or other comparable services. Borrower shall promptly report to A.I.D. any payment or agreement to pay for such bona fide professional, technical or comparable services to which it is a party or of which it has knowledge (indicating whether such payment has or is to be made on a contingent fee basis). If the amount of any such payment is deemed excessive and Borrower fails to cause a reduction satisfactory to A.I.D., A.I.D. may either require the Borrower to immediately make prepayment of the amount by which such payment is deemed excessive or, if a sufficient portion of the loan remains undisbursed, reduce the amount of the Loan by such amount. If either step is taken by A.I.D., the last scheduled repayment shall be reduced by the amount prepaid or withheld.

SECTION 7.3. Renegotiations of Terms. Borrower agrees that, at any time or times when it is requested to do so by A.I.D., but not sooner than six (6) months prior to the date when the first repayment of Principal is due, it will negotiate with A.I.D. acceleration of the repayment of Principal. It is agreed that Borrower and A.I.D. will mutually determine to what extent repayment should be accelerated on the basis of one or more of the following criteria:

- (a) Significant improvement in the internal economic and financial situation of the Borrowing Country;

- (b) Favorable trends in the balance of payments and foreign exchange holdings of the Borrowing Country;
- (c) Ability of the Borrowing Country to make future repayments of A.I.D. loans without interfering with the services of debts owing to any United States Government agency or any international organization of which the United States is a member, or other external debt.

8. Records; Reports; Inspections

SECTION 8.1. Maintenance of Records. Borrower shall maintain or cause to be maintained books, records, and other documents ("Records") pertaining to this Agreement, the Project, and all operations of Borrower pertaining to this Agreement and the Project; such Records shall be adequate to identify Eligible Items and to disclose the use thereof in the Project and shall be maintained in such manner as A.I.D. may reasonably require.

SECTION 8.2. Reports. Borrower shall furnish A.I.D. with such information and reports relating to the Project, operations of Borrower thereunder, Eligible Items, and this Loan as A.I.D. may reasonably request.

SECTION 8.3. Inspections and Audit. Authorized representatives of A.I.D. shall have the right at all reasonable times to inspect the Project and audit all operations of Borrower pertaining to this Agreement, the utilization of all Eligible Items, the Records referred to in Section

9.1, and any other documents, correspondence, memoranda, or records relating to this Loan or the Project. Borrower shall cooperate with A.I.D. to facilitate such inspection and shall afford a reasonable opportunity for authorized representatives of A.I.D. to visit any operation of Borrower and any part of Uganda for any purpose related to this Loan.

9. Remedies of A.I.D.

SECTION 9.1. Events of Default; Acceleration. If any one or more of the following events ("Events of Default") shall occur:

- (a) Borrower shall fail to pay in full any interest or installment of Principal when due;
- (b) Borrower shall fail to comply with any other provisions contained herein;
- (c) Any representation or warranty made by or on behalf of Borrower with respect to obtaining this Loan or made or required to be made hereunder is incorrect in any material respect;
- (d) A material default or breach shall have occurred under any other agreement between Borrower or any of its agencies and A.I.D.;

then A.I.D., at its option, may give Borrower notice that all or any part of the unrepaid Principal shall be due and payable sixty days thereafter,

and, unless the default is cured within sixty (60) days, such Principal and all interest accrued thereon shall then be due and payable.

SECTION 9.2. Termination of Disbursement; Transfer of Goods to

A.I.D. In the event that at any time:

- (a) An Event of Default has occurred;
- (b) An event occurs which A.I.D. determines to be an extraordinary situation which makes it improbable that the purposes of this Loan will be attained or that Borrower will be able to perform its obligations hereunder;
- (c) A breach shall have occurred under any other agreement between Borrower or any of its agencies and the United States or any of its agencies; or
- (d) Any disbursement would be in violation of any legislation from time to time governing A.I.D.;

then A.I.D., at its option, may (i) decline to issue further letters of commitment; (ii) suspend or cancel outstanding letters of commitment to the extent that they have not been utilized through the issuance of irrevocable letters of credit, giving notice to Borrower promptly thereafter; (iii) decline to make disbursements other than under letter of commitment; and (iv) at A.I.D.'s expense, direct that title to goods financed hereunder shall be transferred to A.I.D., if the goods are in a deliverable

state and have not been offloaded in ports of entry of the Borrowing Country. To the extent that any cost connected with the purchase and transportation of these goods have been financed hereunder, these amounts shall be deducted from Principal.

SECTION 9.3. Refunds. If A.I.D. determines that any disbursement is not supported by valid documentation in accordance with the terms of this Agreement, or is not made or used in accordance with the terms of this Agreement, or was at the time of disbursement in violation of the legislation governing A.I.D., A.I.D., at its option, may notwithstanding the availability of any other remedy provided for under this Agreement or the exercise of the remedy provided for in Section 9.2., require Borrower to pay to A.I.D., within thirty (30) days after receipt of a request therefor, an amount not to exceed the amount of such disbursement, provided that such request by A.I.D. shall be made not later than five (5) years after the date of the final disbursement hereunder. Any such refund received by A.I.D. shall be applied first to any accrued interest and then to repayment of Principal.

SECTION 9.4. Waivers of Default. No delay in exercising or omission to exercise any right, power, or remedy accruing to A.I.D. under this Agreement shall be construed as a waiver of any of these rights, powers, or remedies.

SECTION 9.5. Expenses of Collection. All reasonable costs incurred by A.I.D. (other than salaries of its staff) after an Event of Default has occurred in connection with the collection of amounts due under this Agreement may be charged to Borrower and reimbursed as A.I.D. shall specify.

10. Promissory Notes

SECTION 10.1. Promissory Notes. Borrower agrees to deliver, within thirty (30) days after the date of any request of A.I.D. therefor, promissory notes payable to or on the order of A.I.D. in such denominations and aggregate principal amount specified in such request, not exceeding, however, the aggregate amount of the unrepaid Principal and accrued interest at the time of such request and for which promissory notes shall not theretofore have been so delivered or requested. The terms of the notes shall conform to the terms of this Loan Agreement with such modification in form and substance as A.I.D. may reasonably request. Borrower shall also furnish A.I.D. with such legal opinion or opinions with respect to these promissory notes as A.I.D. may reasonably request.

11. Representatives and Communications

SECTION 11.1. Use of Representatives. (a) All actions required or permitted to be performed or taken under this Agreement by Borrower or A.I.D. may be performed by their respective duly authorized representatives.

(b) Borrower hereby designates the Permanent Secretary to the Treasury as its representative with authority to designate by notice to A.I.D., other representatives of Borrower in its dealings with A.I.D. Borrower's representatives designated pursuant to the preceding sentence, unless A.I.D. is given notice otherwise, shall have authority to agree on behalf of Borrower to any modification of this Agreement. Each notice of designation of a representative of Borrower shall contain a specimen signature of each representative so designated. Until receipt by A.I.D. of written notice of revocation by Borrower of the authority of any of its representatives, A.I.D. may accept the signature of such representatives on any instrument as conclusive evidence that any action effected by such instrument is authorized by Borrower.

SECTION 11.2. Communications. Any communication or document given, made, or sent by Borrower or A.I.D. pursuant to this Agreement shall be in writing and shall be deemed to have been duly given, made or sent to the party to which it is addressed when it shall be delivered by hand, mail, telegram, cable, or radiogram to such party at the following address:

To Borrower:

Mail Address: **Secretary to the Treasury**
Ministry of Finance
P.O.Box 103
Entebbe, Uganda

Cable Address:

FINSEC Entebbe

To A.I.D. (two copies):

Mail Address: Office of Capital Development and Finance
Bureau for Africa
Agency for International Development
Department of State
Washington, D.C. 20523

Cable Address: AID
Washington, D.C.

Borrower shall also provide the USAID Mission, Uganda with a copy of all communications or documents sent to A.I.D. Other addresses may be substituted for the above upon giving of notice as provided herein.

All communications and documents submitted to A.I.D. hereunder shall be in English and all technical and engineering specifications therein shall be in terms of United States standards, except as A.I.D. may otherwise agree in writing.

12. Applicable Law

SECTION 12.1. Applicable Law. This Loan Agreement shall be deemed to be a contract made under, and shall be governed solely by and construed in accordance with, the internal laws of the District of Columbia, United States of America.

13. Implementation Letters

SECTION 13.1. Implementation Letters. A.I.D. will transmit Implementation Letters setting forth the procedures for utilizing the proceeds of the Loan and providing information to assist in carrying out

the terms of the Loan Agreement. Nothing in these letters and the attachments thereto is intended to alter the scope or the terms of this Agreement.

IN WITNESS WHEREOF, Borrower and United States of America, acting through A.I.D. have executed this Loan Agreement on the date first written above.

THE GOVERNMENT OF UGANDA

By: *L. Kalule-Settala*

L. Kalule-Settala

Title: Minister of Finance, GOU

THE UNITED STATES OF AMERICA

By: *Newman Jeffrey*

Newman Jeffrey

Title: Director, U.S.A.I.D. Kampala

ANNEX A

DETAILED DESCRIPTION OF PROJECT

The Project is the expansion of existing facilities of the Kyambogo Teacher Training College near Kampala, Uganda.

The expansion will be accomplished by the construction of the following new structures:

a. Four Senior Staff Houses: Each house will contain a living room, dining room area, study, kitchen and storage, a bathroom and three bedrooms. Attached to each house by an enclosed "drying yard" is a one-car garage. Estimated living space: 1,400 square feet for each house. Each house will have a reinforced concrete foundation and superstructure, brick side walls and a wood truss roof covered with standard asbestos cement sheets. Each will be a one-story structure.

b. Three Dormitories: Each dormitory will be a three-story structure containing 36 double bedrooms - twelve on each floor. Also on each floor there will be two toilets - one at each end. Estimated space: 9,000 square feet per dormitory. Each dormitory will have a reinforced concrete foundation and superstructure, reinforced concrete floor slabs, beams, and columns of simple design. The external side walls will be 9-inch brick walls, and the roof will be of the flat type. On the roof there will be space for clothes drying,

covered by a roof of quarry tile, and with sides of pre-cast grill blocks. The interior partitions of the building will be of 6-inch concrete block wall.

c. Four Flats in a two-story building: Each flat will have a living and dining room area, a kitchen and utility rooms, a bathroom and three bedrooms. In the back of the building there will be bedrooms and toilets for four servants, and a laundry area. Close by, near the entrance of the building, there will be situated four garages - one for each flat. Estimated space: 1,200 square feet per flat. The building has a reinforced concrete foundation and superstructure, with brick siding. It has a wood truss roof covered with standard asbestos cement sheets.

The project shall also include the construction or installation of an oxidization plant, ground-mounted transformer, incinerator, sewerage, and new road-way with pertinent culverting.

ANNEX B

SCHEDULE OF REPAYMENT

<u>Payment Number</u>	<u>Principal Repayment</u>
1	\$ 4,791.20
2	4,839.11
3	4,887.50
4	4,936.38
5	4,985.74
6	5,035.60
7	5,085.96
8	5,136.81
9	5,188.18
10	5,240.06
11	5,292.47
12	5,345.39
13	5,398.84
14	5,452.83
15	5,507.36
16	5,562.43
17	5,618.06
18	5,674.24
19	5,730.98
20	5,788.29
21	5,846.17
22	5,904.64
23	5,963.68
24	6,023.32
25	6,083.55
26	6,144.39
27	6,205.83
28	6,267.89
29	6,330.57
30	6,393.87
31	6,457.81
32	6,522.39
33	6,587.62
34	6,653.49
35	6,720.03
36	6,787.23
37	6,855.10
38	6,923.65
39	6,992.89

Payment Number

Principal Repayment

40	\$ 7,062.82
41	7,133.44
42	7,204.78
43	7,276.83
44	7,349.59
45	7,423.09
46	7,497.32
47	7,572.29
48	7,648.02
49	7,724.50
50	7,801.74
51	7,879.76
52	7,958.56
53	8,038.14
54	8,118.52
55	8,199.71
56	8,281.71
57	8,364.52
58	8,448.17
59	8,532.65
60	8,617.98
61	8,704.31
	<hr/>
	\$ 400,000.00