

PDWAS 455 880

402-61-660-00-68-51

AID Loan No. 660-T-014
Capital Assistance Paper No. A.I.D. AID/DLC/P-2057
Project No. 660-21-350-054

Abstracted
Date 1-24-75
By [Signature]

CAPITAL ASSISTANCE LOAN AUTHORIZATION

A.I.D. Loan No. : 660-T-014
Provided under : FAA Section 103, Food and Nutrition
For : Zaire -- Water Transport Improvements,
Final Design

Pursuant to the authority vested in the Assistant Administrator for Africa of the Agency for International Development ("A.I.D.") by the Foreign Assistance Act of 1961, as amended, and the delegations of authority issued thereunder, I hereby authorize the establishment of a loan, pursuant to Section 103 of said Act, to the Government of the Republic of Zaire ("Borrower") of not to exceed SIX HUNDRED FIFTY THOUSAND UNITED STATES DOLLARS (\$650,000) to assist in financing the United States dollar costs of goods and services necessary for final engineering design, cost estimates, implementation plans, bid documents, and assistance in the bid review process, for (1) improvement and expansion of the port facility at Bumba, (2) rehabilitation of the Boyera Shipyard at Mbandaka, and (3) procurement of a buoy tender ("Project"). To accomplish the foregoing, the loan funds will be provided to the Borrower, of which up to six hundred thirty seven thousand United States dollars (\$637,000) will be reloaned to the National Transportation Office (ONATRA) with the remaining funds to be used by the Borrower in support of the project. This loan shall be subject to the following terms and conditions:

1. Interest Rates and Terms of Repayment

- (a) The Borrower shall, in United States dollars:
- (i) Repay the loan to A.I.D. within forty (40) years from the date of the first disbursement under the loan, including a grace period of not to exceed ten(10) years.
 - (ii) Pay to A.I.D. interest on the unrepaid principal, and on any interest accrued thereon, at the rate of two percent (2%) per annum during the grace period and three percent (3%) per annum thereafter.

(b) ONATRA shall, in legal tender of Zaire;

(i) Repay to the Borrower the amount of the reloan within a period of not to exceed ten (10) years from the date of the first disbursement under the reloan, including a grace period of not to exceed two (2) years.

(ii) Pay to the Borrower interest on the outstanding balance payable under subparagraph (b)(i) above, at a rate of not less than seven and one-fourth percent (7.25%) per annum.

2. Other terms and conditions

(a) Except as A.I.D. should otherwise agree in writing, goods and services financed under this loan shall be procured from countries included in A.I.D. Geographic Code 941.

(b) The loan shall be subject to such other terms and conditions as A.I.D. may deem advisable.

Assistant Administrator for Africa

2.6 November 1974
Date

Capital Assistance Committee:

REDSO/WA

Chairman and Loan Officer	Justin Williams
Engineering Adviser	Frederic Bergier
Legal Adviser	James Phippard
USAID Mission Coordinator	Joseph Guardiano

AID/W

Project Design Officer	Graham Thompson
Desk Officer	Theodor Bratrud, J
Engineer	Ronald Henrikson
Lawyer	Edward A. Dragon

CLEARANCES

SER/FM: SBrown SB Date 11/14/74

AA/AFR: DBrown DB Date 11/14/74

AA/AFR: EScoll ES Date 11/14/74

AFR/DP: RHuesmann RH Date 11/14/74

PPC/DPR: AHandly AH Date 11/14/74

AA/PPC: PBirnbaum PB Date 11/21/74

AFR/DS: SKlein SK Date 11/14/74

AFR/CWA: DGriffith DG Date 11/14/74

SER/ENGR: RHenrikson RH Date 11/14/74 (phone)

GC/AFR: EADragon EA Date 11/14/74

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AID-7-158
(2-63)

KEG:LL/14/74

AGENCY FOR INTERNATIONAL DEVELOPMENT
WASHINGTON, D. C. 20523

REQUEST FOR AND ADVICE OF ALLOTMENT

1. ALLOTTEE Assistant Administrator, Africa	2. COUNTRY ZAIRE
3. FISCAL YEAR 1975	4. NUMBER 1 AID Loan # 660-T-014
5. APPROPRIATION SYMBOL 72-11X1023	6. ALLOTMENT SYMBOL 402-61-660-00-68-51
7. FUNCTION AND PURPOSE Food Production and Nutrition - Loans	
8. REFERENCES Capital Assistance Loan Authorization, AID Loan No -- 660-T-014 660-T-014	

9. Previous Total \$ 0

10. Change + 650,000 -

11. New Total \$ 650,000 ✓

12. LIMITATIONS

13. REMARKS

Funds to be utilized to assist in financing the United States dollar costs of good and services for final engineering design, cost estimates, etc., for Zaire Water Transport Improvements.

AFR/DS:ES ~~ES~~ AFR/DS:SKlein (info)
AFR/CWA:DGriffith (info)

IT IS REQUESTED THAT THE ALLOTMENT ACTION REQUESTED ABOVE BE AUTHORIZED

U _____ APPROVAL

You are hereby authorized to incur, or to authorize the incurrence, of obligations within the indicated amounts and time periods for the purposes and under the conditions indicated on this advice. This authority is to be exercised in accordance with applicable orders, regulations and other directives, including those delegating or assigning authority to execute documents resulting in obligations of funds.

BY AUTHORITY OF THE ADMINISTRATOR, AID:

(Signature) *Bernice Baker*
CHIEF, FUNDS CONTROL DIVISION

Date Authorized: 11/15/74

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AK 12/10/74

ACTION MEMORANDUM

RECEIVED

DEC 10 11 20 AM '74

TO : AA/PPC, Mr. Philip Birnbaum
FROM : PPC/DPR, Arthur Handly
SUBJECT : Zaire Water Transport

INTERNATIONAL
LOAN BRANCH

Problem: Because the proposed loan is under \$2.0 million and the request for authorization comes during a period under which AID is operating under the continuing resolution, your approval is required on each individual loan commitment.

Discussion: This proposal is to finance the foreign exchange costs of the final engineering design of improvements to the Bumba Port and the Mbandaka Shipyard in Zaire and to finance foreign exchange costs of specification and IFB preparation for a buoy tender for the upper Zaire River. This project will result in workable and technically accurate final engineering plans for the proposed port and shipyard improvements, enabling ONATRA to proceed with the construction phase, once it arranges suitable financing; unless the engineering design indicates one or both of the projects to be technically or economically unfeasible, a possibility considered remote, the Directorate of River Routes (RVF) will also be able to proceed with procurement of the buoy tender, if financing is available.

Recommendation: That you approve this loan commitment.

APPROVED A. She
DISAPPROVED _____
DATE 11/21/74

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