No. 8272

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT, COLONY OF SOUTHERN RHODESIA and UNITED KINGDOM OF GREAT BRITAIN AND NORTHERN IRELAND

Loan Assumption Agreement—*Southern Rhodesia African Agricultural Project.* Signed at Salisbury, on 30 December 1963

Official text: English.

Registered by the International Bank for Reconstruction and Development on 21 July 1966.

BANQUE INTERNATIONALE POUR LA RECONSTRUCTION ET LE DÉVELOPPEMENT, COLONIE DE LA RHODÉSIE DU SUD et ROYAUME-UNI DE GRANDE-BRETAGNE ET D'IRLANDE DU NORD

Contrat de transfert d'emprunt — *Projet relatif à l'agriculture africaine en Rhodésie du Sud.* Signé à Salisbury, le 30 décembre 1963

Texte officiel anglais.

Enregistré par la Banque internationale pour la reconstruction et le développement le 21 juillet 1966.

No. 8272. LOAN ASSUMPTION AGREEMENT[1] (*SOUTHERN RHODESIA AFRICAN AGRICULTURAL PROJECT*) BETWEEN THE COLONY OF SOUTHERN RHODESIA, THE INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT AND THE UNITED KINGDOM OF GREAT BRITAIN AND NORTHERN IRELAND. SIGNED AT SALISBURY, ON 30 DECEMBER 1963

AGREEMENT, dated December 30, 1963, between COLONY OF SOUTHERN RHODESIA (hereinafter called Southern Rhodesia) of the first part, INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT (hereinafter called the Bank) of the second part, and the UNITED KINGDOM OF GREAT BRITAIN AND NORTHERN IRELAND (hereinafter called the United Kingdom) of the third part.

WHEREAS (A) Pursuant to a Loan Agreement dated April 1, 1960[2] between the Federation of Rhodesia and Nyasaland (hereinafter called the Federation) and the Bank, the Bank made to the Federation a loan (hereinafter called the Loan) in various currencies in an aggregate principal amount equivalent to five million six hundred thousand dollars ($5,600,000) for the development of African agriculture in Southern Rhodesia (hereinafter called the Project), on the terms and conditions set forth in the Loan Agreement;

(B) By an Agreement (hereinafter called the Project Agreement) dated April 1, 1960[2] between Southern Rhodesia and the Bank Southern Rhodesia undertook certain obligations in respect of the Projcet;

(C) By an Agreement (hereinafter called the Guarantee Agreement) dated April 1, 1960[2] between the United Kingdom and the Bank the United Kingdom agreed to guarantee the Loan as therein provided;

(D) Pursuant to an Agreement (hereinafter called the Subsidiary Loan Agreement) dated May 25, 1960 between the Federation and Southern Rhodesia, the Federation re-lent to Southern Rhodesia in currency of the Federation the equivalent of the proceeds of the Loan, on the terms and conditions set forth in the Subsidiary Loan Agreement;

(E) The Federation has repaid pursuant to the Loan Agreement the equivalent of $930,000 of the principal of the Loan and has made all interest payments due on the Loan to and including the payment due on December 1, 1963;

[1] Came into force at the time of the dissolution of the Federation of Rhodesia and Nyasaland, which took place immediately before 1 January 1964, in accordance with article V.
[2] United Nations, *Treaty Series*, Vol. 379, p. 397.

(F) It is planned to dissolve the Federation;

(G) Southern Rhodesia has agreed to assume on the date of such dissolution the obligations of the Federation under the Loan Agreement and the United Kingdom concurs in the assumption of such obligations; and

(H) On the dissolution of the Federation, the obligations of Southern Rhodesia under the Subsidiary Loan Agreement will lapse;

NOW THEREFORE it is hereby agreed as follows :

Article I

DEFINITIONS

Section 1.01. Except where the context otherwise requires, the following terms have the following meanings wherever used in this Agreement:

The term " Loan Agreement " means the Loan Agreement dated April 1, 1960 between the Federation and the Bank; and such term includes all schedules to such Loan Agreement and Loan Regulations No. 4 of the Bank dated June 15, 1956,[1] as made applicable to such Loan Agreement.

The term " dollars " and the sign " $ " mean dollars in currency of the United States of America.

Article II

ASSUMPTION OF OBLIGATIONS UNDER LOAN AGREEMENT

Section 2.01. Southern Rhodesia hereby assumes, and agrees to carry out, all the obligations of the Federation under the Loan Agreement, and the Bank hereby recognizes the succession of Southern Rhodesia to the rights of the Federation under the Loan Agreement, with the same effect as though Southern Rhodesia were substituted for the Federation as a party to such Agreement and as though the words " Southern Rhodesia " were substituted for the the word " Borrower " wherever used therein, subject to the following modifications of the Loan Agreement :

(*a*) By the deletion of Section 1.01 and the substitution therefor of the following new Section, namely :

> " SECTION 1.01. The parties to this Loan Agreement accept all the provisions of Loan Regulations No. 4 of the Bank dated June 15, 1956,[1] subject, however, to the modifications thereof set forth in Schedule 3[2] to the Loan Agreement and to the further modifications thereof set forth in the Schedule[3] to the Loan Assumption Agreement dated December 30,

[1] United Nations, *Treaty Series*, Vol. 260, p. 376.
[2] United Nations, *Treaty Series*, Vol. 379, p. 420.
[3] See p. 252 of this volume.