

**INTERNATIONAL BANK FOR
RECONSTRUCTION AND DEVELOPMENT,
INTERNATIONAL DEVELOPMENT ASSOCIATION
and INTER-AMERICAN DEVELOPMENT BANK**

**Memorandum of Understanding (with annexes) relating
to the North Road Project in Honduras. Signed at
Washington, on 22 July 1965**

Official text : English.

*Filed and recorded at the request of the International Bank for Reconstruction and
Development and the International Development Association on 28 April
1966.*

**BANQUE INTERNATIONALE POUR
LA RECONSTRUCTION ET LE DÉVELOPPEMENT,
ASSOCIATION INTERNATIONALE
DE DÉVELOPPEMENT et
BANQUE INTERAMÉRICAINNE DE DÉVELOPPEMENT**

**Mémorandum d'accord (avec annexes) concernant le projet
relatif à la route du Nord au Honduras. Signé à
Washington, le 22 juillet 1965**

Texte officiel anglais.

*Classé et inscrit au répertoire à la demande de la Banque internationale pour la
reconstruction et le développement et de l'Association internationale de
développement le 28 avril 1966.*

No. 618. MEMORANDUM OF UNDERSTANDING¹ BETWEEN THE INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT, THE INTERNATIONAL DEVELOPMENT ASSOCIATION AND THE INTERAMERICAN DEVELOPMENT BANK RELATING TO THE NORTH ROAD PROJECT IN HONDURAS. SIGNED AT WASHINGTON, ON 22 JULY 1965

1. To assist the Republic of Honduras (the Borrower) in financing the construction and engineering services described in Annex A of this Memorandum, (hereinafter referred to as the Project), the International Bank for Reconstruction and Development (IBRD) has agreed to lend the equivalent of \$6,000,000,² the International Development Association (IDA) the equivalent of \$3,500,000³ and the Inter-American Development Bank (IDB) the equivalent of \$9,500,000 out of a total loan of \$10,130,000 made to the Borrower for this and other purposes.

2. The IBRD/IDA and IDB, being cognizant of their common interest in the carrying out and successful completion of the Project, desire to cooperate closely in the administration of their respective loans and in the supervision of the execution of the Project. Each of them will keep the others currently informed of the progress of the Project (exchanging views periodically) and forward to the others copies of all correspondence with the Borrower. Each will inform the others if any event comes to its knowledge which materially affects the progress of the Project or threatens to impede it and will take care to consult the others concerning the action that it proposes to take in respect thereof prior to the taking of such action. In addition, each of them agrees to consult the others before taking any measure of common interest, including the exercise of any right of action which might lead to the suspension, cancellation or prematuring of any or all of the loans or any part thereof. Nothing in the foregoing in any way limits the right of each institution to receive reports and inspect the Project, in accordance with the terms of their respective agreements with the Borrower. If there is a difference of view about what action should be taken, each will use its best efforts promptly to resolve that difference before acting.

¹ Came into force on 22 July 1965, upon signature.

² See p. 255 of this volume.

³ See p. 279 of this volume.