

LAW
on Borrowing by the Republic of Macedonia from the
European Bank for Reconstruction and Development - World Bank under the Loan
Agreement for the Regional and Local Roads Programme Support Project

Article 1

Republic of Macedonia shall borrow a loan from the European Bank for Reconstruction and Development - World Bank in the amount of EUR 70,000,000 intended for realization of the Regional and Local Roads Programme Support Project.

Article 2

The conditions and the manner of using the loan referred to in Article 1 of this Law shall be determined under Loan Agreement for the Regional and Local Roads Programme Support Project, to be concluded between the Government of the Republic of Macedonia and the International Bank for Reconstruction and Development - World Bank.

On behalf of the Republic of Macedonia, the Loan Agreement referred to in paragraph 1 of this Article shall be signed by the Minister of Finance or a person authorized by him/her.

Article 3

The repayment period of the loan referred to in Article 1 of this Law shall be 20 years including 5-year grace period. Interest rate of the loan shall be LIBOR (for euro currency) plus the variable spread. Interest rate may be reduced upon previously adopted decision by the International Bank for Reconstruction and Development - World Bank.

The loan shall be repaid in 30 semi-annual annuities, on each 15th March and 15th September in the year. In the period 15th September 2013 - 15th September 2027, 29 equal semi-annual installments shall be repaid, each amounting to 3.33% of the loan, i.e. EUR 2,331,000, while on 15th March 2028, the last installment shall be repaid in the amount of 3.43% of the loan, i.e. EUR 2,401,000.

During the 5-year grace period, which is also project implementation period, only the loan interest shall be paid.

On the day of the disbursement of the proceeds, the Republic of Macedonia shall pay the World Bank one-off fee in the amount of 0.25% of the loan amount

Article 4

Fund for National and Regional Roads shall be the beneficiary of the loan referred to in Article 1 of this Law.

Article 5

The Republic of Macedonia shall repay the loan referred to in Article 1 of this Law from the Budget of the Republic of Macedonia.

Article 6

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