

PARLIAMENT OF THE REPUBLIC OF MACEDONIA

Pursuant to paragraphs 1 and 2, Article 75 of the Constitution of the Republic of Macedonia, President of the Republic of Macedonia and President of the Parliament of the Republic of Macedonia shall issue the following

DEGREE

ON PROMULGATION OF THE LAW ON BORROWING A LOAN BY THE REPUBLIC OF MACEDONIA AT THE EUROPEAN BANK FOR RECONSTRUCTION AND DEVELOPMENT UNDER THE LOAN AGREEMENT FOR FINANCING THE PROJECT “CONSTRUCTION OF NEW AND RECONSTRUCTION OF THE EXISTING PARTS OF THE SECTION BELJAKOVCE-KRIVA PALANKA – ESTERN PART OF RAIL CORRIDOR VIII, PHASE 2“

Law on Borrowing a Loan by the Republic of Macedonia at the European Bank for Reconstruction and Development under the Loan Agreement for Financing the Project “Construction of New and Reconstruction of the Existing Parts of the Section Beljakovce-Kriva Palanka – Eastern Part of Rail Corridor VIII, Phase 2“, adopted by the Parliament of the Republic of Macedonia at its session held on 2nd December 2014, shall be promulgated.

No.07-4511/1
2nd December 2014

President
of the Republic of Macedonia
Gorge Ivanov, in his own hand

President
of the Parliament of the Republic
of Macedonia,
Trajko Veljanovski, in his own hand

LAW ON BORROWING A LOAN BY THE REPUBLIC OF MACEDONIA AT THE EUROPEAN BANK FOR RECONSTRUCTION AND DEVELOPMENT UNDER THE LOAN AGREEMENT FOR FINANCING THE PROJECT “CONSTRUCTION OF NEW AND RECONSTRUCTION OF THE EXISTING PARTS OF THE SECTION BELJAKOVCE-KRIVA PALANKA – ESTERN PART OF RAIL CORRIDOR VIII, PHASE 2“

Article 1

Republic of Macedonia shall borrow a loan from the European Bank for Reconstruction and Development in the amount of EUR 145,000,000 intended for implementation of the Project “Construction of New and Reconstruction of the Existing Parts of the Section Beljakovce-Kriva Palanka – Eastern Part of Rail Corridor VIII, Phase 2“.

Article 2

Terms and conditions and manner of using the Loan referred to in Article 1 of this Law shall be determined in Loan Agreement for Financing the Project “Construction of New and Reconstruction of the Existing Parts of the Section Beljakovce-Kriva Palanka – Eastern Part of Rail Corridor VIII, Phase 2“, which shall be concluded between Republic of Macedonia and the

European Bank for Reconstruction and Development. Minister of Finance or person authorized by him shall sign, on behalf of the Republic of Macedonia, the Loan Agreement referred to in paragraph 1 of this Article.

Article 3

Repayment period of the Loan referred to in Article 1 of this Law shall be 15 years, including four years grace period.

Interest rate shall be variable six month EURIBOR, plus 1% margin.

Republic of Macedonia shall pay the European Bank for Reconstruction and Development front-end fee in the amount of 1% of the loan amount.

Commitment charges in the amount of 0.5% of the amount of undisbursed loan funds shall be paid to the European Bank for Reconstruction and Development on annual basis.

Article 4

As regards the implementation of the Project referred to in Article 1 of this Law, Public Enterprise Macedonian Railway Infrastructure – Skopje shall conclude Project Agreement.

Article 5

The Project shall be implemented by Public Enterprise Macedonian Railway Infrastructure – Skopje, in cooperation with the Ministry of Transport and Communications and the Ministry of Finance.

Article 6

On-Lending Agreement shall be concluded between Public Enterprise Macedonian Railway Infrastructure – Skopje, Ministry of Finance and Ministry of Transport and Communications for the funds referred to in Article 1 of this Law.

Article 7

Republic of Macedonia shall repay the Loan referred to in Article 1 of this Law with the funds to be collected on the basis of repayment of funds borrowed by the Public Enterprise Macedonian Railway Infrastructure – Skopje, in line with the On-Lending Agreement referred to in Article 6 of this Law.

Article 8

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