

20182284157

**PARLIAMENT OF THE REPUBLIC OF MACEDONIA**

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

**DECREE ON PROMULGATION OF THE LAW ON GUARANTEE BY THE REPUBLIC OF MACEDONIA OF LIABILITIES UNDER THE LOAN AGREEMENT, FOR FINANCING THE PROJECT „WIND FARM BODANCI – SEDOND PHASE“, TO BE CONCLUDED BETWEEN THE KFW DEVELOPMENT BANK AND AD ELEM**

Law on Guarantee by the Republic of Macedonia of Liabilities under the Loan Agreement, for financing the Project „Wind Farm Bogdanci – Second Phase“, to be concluded between the KfW Development Bank and AD ELEM,

adopted by the Parliament of the Republic of Macedonia at its session held on 11<sup>th</sup> December 2018, shall be promulgated.

No. 08-7135/1  
11<sup>th</sup> December 2018  
Skopje

President  
of the Republic of Macedonia,  
**Gorge Ivanov**, Ph.D., in his own hand

President  
of the Parliament of the Republic  
of Macedonia,  
**Talat Xhaferi**, MA, in his own hand

**LAW ON GUARANTEE BY THE REPUBLIC OF MACEDONIA OF LIABILITIES UNDER THE LOAN AGREEMENT, FOR FINANCING THE PROJECT „WIND FARM BODANCI – SEDOND PHASE“, TO BE CONCLUDED BETWEEN THE KFW DEVELOPMENT BANK AND AD ELEM**

Article 1

Republic of Macedonia shall guarantee the settlement of liabilities and fulfillment of the provisions in the Loan Agreement, to be concluded between the KfW Development Bank and AD ELEM for financing the Project „Wind Farm Bogdanci – Second Phase“ in the amount of EUR 18,000,000, within the deadlines and under the terms and conditions provided in the Loan Agreement, should AD ELEM fail to meet and settle the liabilities under the Loan Agreement.

#### Article 2

Terms and conditions and the manner of using the Loan referred to in Article 1 of this Law shall be determined in the Loan Agreement to be concluded between the KfW Development Bank and AD ELEM for financing the Project „Wind Farm Bogdanci – Second Phase“.

#### Article 3

All liabilities arising from the Loan Agreement referred to in Article 1 of this Law, as well as the loan servicing, shall be carried out by AD ELEM from the revenues it generates, within the deadlines and under the terms and conditions determined in the Loan Agreement.

#### Article 4

Repayment period for the loan referred to in Article 1 of this Law shall be 12 years, including 3- year grace period.

Interest rate shall be fixed interest rate and it shall be additionally determined on the day of signing the Agreements.

The Loan shall be paid in semi-annual installments, falling due on 15<sup>th</sup> May and 15<sup>th</sup> November.

AD ELEM shall pay KfW Development Bank management fee in the amount of 0.75% of the loan amount.

AD ELEM shall pay KfW Development Bank commitment fee in the amount of 0.25 % annually.

#### Article 5

To the end of regulating the mutual rights and obligations arising from the Loan Agreement and the Guarantee Agreement, Ministry of Finance and AD ELEM shall conclude separate agreement.

#### Article 6

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