

PARLIAMENT OF THE REPUBLIC OF MACEDONIA

Pursuant to Article 75, paragraphs 1 and 2 of the Constitution of the Republic of Macedonia, the 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 BORROWING A CREDIT BY THE
REPUBLIC OF MACEDONIA WITH THE SECOND PORTION OF A CREDIT FROM THE
EUROPEAN INVESTMENT BANK UNDER THE FINANCE CONTRACT FOR THE PROJECT
FOR CONSTRUCTION OF CORRIDOR X MOTORWAY, SECTION DEMIR KAPIJA -
SMOKVICA**

Law on Borrowing a Credit by the Republic of Macedonia with the Second Portion of a Credit from the European Investment Bank under the Finance Contract for the Project for Construction of Corridor X Motorway, Section Demir Kapija - Smokvica, adopted by the Parliament of the Republic of Macedonia at its session held on 15th January 2016 shall be promulgated.

No. 08-281/1
14th January 2016
Skopje

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

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

**LAW ON BORROWING A CREDIT BY THE REPUBLIC OF MACEDONIA WITH THE
SECOND PORTION OF A CREDIT FROM THE EUROPEAN INVESTMENT BANK UNDER
THE FINANCE CONTRACT FOR THE PROJECT FOR CONSTRUCTION OF CORRIDOR X
MOTORWAY, SECTION DEMIR KAPIJA - SMOKVICA**

Article 1

Republic of Macedonia shall borrow a credit from the European Investment Bank in the amount of EUR 35,000,000, as national co-financing intended for realization of the Project for Construction of Corridor X Motorway, Section Demir Kapija – Smokvica, to be partially financed through the EU Instrument for Pre-Accession Assistance - IPA.

Article 2

Conditions and manner of using the credit referred to in Article 1 of this Law shall be determined in a Finance Contract for the Project for Construction of Corridor X Motorway, Section Demir Kapija - Smokvica, to be concluded between the Republic of Macedonia and the European Investment Bank.

On behalf of the Republic of Macedonia, the Finance Contract referred to in paragraph 1 of this Article shall be signed by the Minister of Finance.

Article 3

Credit referred to in Article 1 of this Law shall be disbursed in up to three tranches.

Repayment period of each credit tranche may be from at least four years up to 25 years at the most from the Scheduled Disbursement Date, including a grace period which may be from 60 days to seven years from the Scheduled Disbursement Date.

Credit repayment period shall be determined for each tranche separately on the day of submission of the disbursement request by the Ministry of Finance.

Tranche may be repaid in a single installment, being a date falling between three and 15 years from the Scheduled Disbursement Date.

Article 4

Interest rate shall be determined for each credit tranche separately, on the date of submission of the disbursement request by the Ministry of Finance, depending on which interest rate shall be more favorable for the Republic of Macedonia (fixed or floating).

Article 5

The Project shall be implemented by the Operating Structure composed of Ministry of Finance – Central Financing and contracting Department, Ministry of Transport and Communications and Public Enterprise for State Roads.

Article 6

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

Article 7

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