

**LAW ON INDEBTEDNESS OF THE REPUBLIC OF MACEDONIA WHIT CREDIT AT THE  
GOVERNEMENT OF THE KINGDOM OF SPAIN ON THE BASIS OF THE CREDIT AGREEMENT FOR  
REALIZATION OF THE DAM PROJECT WHIT ACCOMPANYING FACILITIES AS PART OF THE HYDRO  
– MELIORATEVE SYSTEM "LISICE"**

**Official Gazette of the Republic of Macedonia no. 32 dated 17th May 2002**

**Article 1**

The Republic of Macedonia shall incur debt at the Government of the Kingdom of Spain whit credit in the amount of EUR 9,813,798 for realization of the dam Project whit accompanying facilities as part of hydro – meliorative system "Lisice".

**Article 2**

The repayment period for 70% of the credit refereed to in Article 1 of this Law shall be 31 years whit 11- year grace period and 0.3 % interest rate on annual level.

The repayment period for 30% of the credit referred to in Article 1 of this Law shall be seven years whit 2.5 – years grace period for the credit referred to in Article 1 of this law shall be seven years whit 2.4- years grace period and a variable interest rate EURIBOR.

One – off commission of 0.15% shall be paid to the amount of the credit for the part of the credit whit repayment period of 31 years whit 11- year grace period, i.e. 0.4 % for the part of the credit whit repayment period of seven years whit 2.5- year grace period, for credit administration.

**Article 3**

Final beneficiary of the credit shall be the Public Water Management Company "Lisice".

The credit beneficiary shall not be charged whit customs expenses for the part of the credit being the equipment.

**Article 4**

The credit shall be repaid from the revenues realized by the Public Water Management Company "Lisice".

**Article 5**

Should the annuities that fall due within the deadlines determined in the Agreement be paid by the Republic of the Macedonia on behalf of the final beneficiary, the Minister of Finance, after 30 days from the day of fulfilling the obligation, but not later than 60 days, shall issue an order to the commercial bank, where the final beneficiary has a denar account, to transfer from the account of the final beneficiary of the credit to the revenue account of the Budget of the Republic of Macedonia, denar funds in the amount of the executed payment, increased by the calculated interest and the expenses.

**Article 6**

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