

## **LAW**

**On Guarantee by the Republic of Macedonia under the “Agreement on Setting the Debt of Makedonski zeleznici Transport AD Skopje (“Macedonian Railways Transport “ Joint Stock Company Skopje) as legal successor of JP Makedonski zeleznici Skopje (Public Enterprise “Macedonian Railways Skopje”) towards Hungarian State Railways (MAV SA) for the period 1991-1995”**

**Official Gazette of the Republic of Macedonia no. 142/08 dated 11<sup>th</sup> November 2008**

### **Article 1**

The Republic of Macedonia shall guarantee the settlement of the liabilities in the amount of EUR 7,716 697 under the Agreement on Setting the Debt of Makedonski zeleznici Transport AD Skopje towards Hungarian State Railways (MAV SA) for the period 1991-1995 to be concluded between Makedonski Zeleznici Transport AD Skopje and Hungarian State Railways (MAV SA), under terms and conditions set in the Agreement, only in the cases when Makedonski Zeleznici Transport AD Skopje fails to repay the due annuities.

### **Article 2**

The conditions and the manner of guaranteeing the liabilities of the loan referred to in Article 1 of this Law shall be set in the Guarantee Agreement to be concluded between the Republic of Macedonia represented by the Ministry of Finance and Hungarian State Railways (MAV SA).

### **Article 3**

All liabilities arising from the Agreement on Setting the Debt referred to in Article 1 of this Law, as well as the repayment of the due annuities shall be made by Makedonski zeleznici Transport AD Skopje from the revenues it generates, under terms and conditions set in the Agreement on Setting the Debt.

### **Article 4**

Liabilities of the Agreement referred to in Article 1 of this law shall be repaid within five years, with an interest rate of 3.567% per year, in equal three-month instalments in line with the repayment schedule. In case of non-observance of the repayment plan, Makedonski zeleznici Transport AD Skopje shall forfeit the concessions and the discounts established by this Agreement referred to in Article 1 of this Law.

### **Article 5**

Ministry of Finance and Makedonski Zeleznici Transport AD shall conclude special Loan Agreement for the purpose of regulating the mutual rights and obligations, arising from Agreement on Setting the Debt of Makedonski zeleznici Transport AD Skopje towards Hungarian State Railways (MAV SA) for the period 1991-1995 and the Guarantee Agreement.

### **Article 6**

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