

“Official Gazette of the Republic of North Macedonia”, no. 246 dated 16<sup>th</sup> November 2022

20222463626

**PARLIAMENT OF THE REPUBLIC OF NORTH MACEDONIA**

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

**DECREE**

**ON PROMULGATION OF THE LAW ON BORROWING A LOAN BY THE REPUBLIC OF NORTH MACEDONIA AT THE INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT - WORLD BANK UNDER THE LOAN AGREEMENT FOR FINANCING THE BUILDING EFFECTIVE, TRANSPARENT AND ACCOUNTABLE PUBLIC FINANCIAL MANAGEMENT INSTITUTIONS PROJECT**

Law on Borrowing a Loan by the Republic of North Macedonia at the International Bank for Reconstruction and Development - World Bank under the Loan Agreement for Financing the Building Effective, Transparent and Accountable Public Financial Management Institutions Project, adopted by the Parliament of the Republic of North Macedonia, at its session held on 15<sup>th</sup> November 2022 shall be hereby promulgated.

No. 08-4736/1  
15<sup>th</sup> November 2022  
Skopje

President of the Republic  
of North Macedonia,  
**Stevo Pendarovski**, in his own hand

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

**LAW ON BORROWING A LOAN BY THE REPUBLIC OF NORTH MACEDONIA AT THE INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT - WORLD BANK UNDER THE LOAN AGREEMENT FOR FINANCING THE BUILDING EFFECTIVE, TRANSPARENT AND ACCOUNTABLE PUBLIC FINANCIAL MANAGEMENT INSTITUTIONS PROJECT**

Article 1

Republic of North Macedonia shall borrow a Loan from the International Bank for Reconstruction and Development - World Bank in the amount of EUR 20,000,000, intended for implementation of the Building Effective, Transparent and Accountable Public Financial Management Institutions Project.

## 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 for Financing the Building Effective, Transparent and Accountable Public Financial Management Institutions Project, to be concluded between the Republic of North Macedonia and the International Bank for Reconstruction and Development - World Bank.

Minister of Finance shall, on behalf of the Republic of North Macedonia, sign 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 11 years, including four-year grace period.

Interest rate shall be six-month EURIBOR, plus variable spread.

Upon signing the Loan Agreement referred to in paragraph 1 in Article 2 of this Law, Republic of North Macedonia shall pay to the International Bank for Reconstruction and Development - World Bank, a front-end fee, accounting for 0.25% of the loan amount.

Republic of North Macedonia shall pay to the International Bank for Reconstruction and Development - World Bank, a commitment charge, accounting for 0.25% of the amount of the undisbursed loan funds on annual basis.

Loan referred to in Article 1 of this Law shall be repaid in 14 semi-annual installments, 13 semi-annual installments out of which, accounting for 7.14% of the loan amount each, with the last, 14<sup>th</sup> installment, accounting for 7.18% of the loan amount. Loan referred to in Article 1 of this Law shall be repaid on 15<sup>th</sup> May and 15<sup>th</sup> November each year.

## Article 4

Beneficiaries of the loan referred to in Article 1 of this Law shall be the Ministry of Finance, the Ministry of Finance - Public Revenue Office and the General Secretariat of the Government of the Republic of North Macedonia for the needs of the Cabinet, responsible for issues related to the realization of the Project referred to in Article 1 of this Law.

## Article 5

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

## Article 6

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