

PARLIAMENTS
OF KENYA
LIBRARY

NATIONAL ASSEMBLY

PAPERS LAD		87
Speaker	IV	1
Clerk Asst. II	Library	2
Clerk Asst. III	Binding	2

BORROWING UNDER THE LOANS AND CREDIT FACILITIES (AMENDMENT) ACT, 1971.

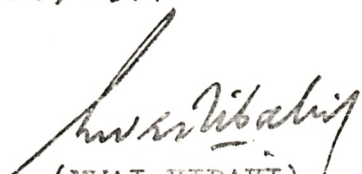
Report No. 48: Loan from United States of America, acting through the Agency for International Development (A.I.D.), A.I.D. Loan No. 615-H-007 for the Importation of Commodities.

Under the Agreement signed between the United States of America and the Republic of Kenya on 29th March, 1973, Kenya will obtain a Loan of (U.S.\$ 10,000,000) Ten million dollars equivalent to K£ 3,500,000 to be used exclusively for the foreign exchange costs to finance the importation of commodities and commodity related services, with regard to the generation of local currency essential to the carrying out of Kenya's Development Plan.

The Loan shall be repaid in 61 equal semi-annual instalments within 40 years from the date of the first disbursement. The first instalment of principal shall be payable 9½ years after the first payment of interest is due i.e. 10 years of grace.

The Loan shall bear interest at a rate of (2% p.a.) two per cent per annum for the first 10 years and thereafter at the rate of (3% p.a.) per annum on the outstanding principal and any due and unpaid interest.

With this Loan, the sum of K£ 96,481,924 has been committed under the Loans and Credit Facilities (Amendment) Act, 1971 which authorises the borrowing of sums not exceeding K£ 100,000,000 before 30th June, 1974.


(MWAI KIBAKI)

MINISTER FOR FINANCE AND PLANNING

9th November, 1973.