भाग ५

श्री ५ को सरकार

कानून तथा न्याय मन्त्रालयको सूचना

श्री ४ को सरकार, नेपाल र जापान सरकारबीच "River Training Project" संचालनका लागि प्राधिक सहयोग उपलब्ध गराउने सम्बन्धमा भएका प्राचान-प्रवानपञ्चहरू (Exchange of Letters) सर्वसाधारणको जानकारीको लागि प्रकाशित गरिएको छ।

EMBASSY OF JAPAN KATHMANDU June 15, 1988

Dear Mr. Shrestha,

I have the honour to refer to the recent discussions held between the representatives of the Government of Japan and of His Majesty's Government of Nepal concerning Japanese economic cooperation to be extended with a view to strengthening friendly and cooperative relations between the two countries, and to propose on behalf of the Government of Japan the following arrangements:

- 1. For the purpose of contributing to the execution of the River Training Project (hereinafter referred to as "the Project") by His Majesty's Government of Nepal, the Government of Japan will extend to His Majesty's Government of Nepal, in accordance with the relevant laws and regulations of Japan, a grant up to one billion one hundred and seventy-nine million yen (1,179,000,000) (hereinafter referred to as "the Grant").
- 2. The Grant will be made available during the period between the date of coming into force of the present arrangements and March 31, 1989, unless the period is extended by mutual agreement between the authorities concerned of the two Governments.

Mr. Lok Bahadur Shrestha
Secretary
Ministry of Finance
His Majesty's Government of Nepal
Kathmandu

- (1) The Grant will be used by His Majesty's Government of Nepal properly and exclusively for the purchase of the products of Japan or Nepal and the services of Japanese or Nepalese nationals listed below: (The term nationals whenever used in the Present arrangements means Japanese physical persons or Japanese juridical persons controlled by Japanese physical persons in the case of Japanese nationals, and Nepalese physical or juridical persons in the case of Nepalese nationals).
 - (a) gabion making machines, galvanized iron wire and vehicles for transport necessary for the execution of the Project; and
 - (b) services necessary for the transportation of the products referred to in (a) above to the Kingdom of Nepal, and those for internal transportation therein.
- (2) Notwithstanding the provisions of sub-paragraph (1) above, when the two Governments deem it necessary, the Grant may be used for the purchase of the products of the kind mentioned in (a) of subparagraph (1) above, which are products of countries other than Japan or Nepal and the services of the kind mentioned in (b) of subparagraph(1) above, which are services of nationals of countries other than Japan or Nepal.
- His Majesty's Government of Nepal or its designated authority will enter into contracts in Japanese yen with Japanese nationals for the purchase of the products and services referred to in paragraph 3. Such contracts shall be verified by the Government of Japan to be eligible for the Grant.
- (1) The Government of Japan will execute the Grant by making payments in Japanese yen to cover the obligations incurred by His Majesty's Government of Nepal or its designated authority under the contracts verified in accordance with the provisions of paragraph 4 (hereinafter referred to as "the Verified Contracts") to an account to be opened in the name of His Majesty's Government of Nepal in an authorized foreign exchange bank of Japan designated by His Majesty's Government of Nepal or its designated authority (hereinafter referred to as "the Bank").
- (2) The payments referred to in sub-paragraph (1) above will be made when payment requests are presented by the Bank to the

Government of Japan under an authorization to pay issued by His Majesty's Government of Nepal or its designated authority.

- (3) The sole purpose of the account referred to in sub-paragraph(1) above is to receive the payments in Japanese yen by the Government of Japan and to pay to the Japanese nationals who are parties to the Verified Contracts. The procedural details concerning the credit to and debit from the account will be agreed upon through consultation between the Bank and His Majesty's Government of Nepal or its designated authority.
 - 6. (1) His Majesty's Government of Nepal will take necessary measures:
 - (a) to ensure prompt customs clearance and internal transportation in the Kingdom of Nepal of the products purchased under the Grant;
 - (b) to exempt Japanese nationals from customs duties, internal taxes and other fiscal levies which may be imposed in the Kingdom of Nepal with respect to the supply of the products and services under the Verified Contracts;
 - (c) to accord Japanese nationals whose services may be required in connection with the supply of the products and services under the Verified Contracts such facilities as may be necessary for their entry into the Kingdom of Nepal and stay therein for the performance of their work;
 - (d) to ensure that the products purchased under the Grant be maintained and used properly and effectively for the execution of the Project; and
 - (e) to bear all the expenses, other than those covered by the Grant, necessary for the execution of the Project.
 - (2) The products purchased under the Grant shall not be reexported from the Kingdom of Nepal.
 - 7. The two Governments will consult with each other in respect of any matter that may arise from or in connection with the present arrangements.

I have further the honour to propose that this Note and your Note in reply confirming on behalf of His Majesty's Government

of Nepal the foregoing arrangements shall be regarded as constituting an agreement between the two Governments, which will enter into force on the date of your reply.

I avail myself of this opportunity to renew to you the assurance

of my high consideration.

Kazuaki Arichi Ambassador of Japan to Nepal

Sd.

His Majesty's Government

Ministry of Finance
Kathmandu
Nepal

June 15, 1988.

Excellency,

I have the honour to acknowledge the receipt of Your Excellency's Note of today's date, which reads as follows.

(See above text)

I have further the honour to confirm on behalf of His Majesty's Government of Nepal the foregoing arrangements and to agree that Your Excellency's Note and this Note shall be regarded as constituting an agreement between the two governments, which will enter into force on the date of this reply.

I avail myself of this opportunity to renew to you the assurance of my highest consideration.

Sd.
Lok Bahadur Shrestha
Secretary

His Excellency
Kazuaki Arichi
Ambassador Extraordinary and
Plenipotentiary
Embassy of Japan
Panipokhari
Kathmandu.

ग्राज्ञाले, उदय नेपाली श्रेष्ठ उप-सचिव

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