



Treaty Series No. 9 (1991)

Exchange of Notes

between the Government of the
United Kingdom of Great Britain and Northern Ireland
and the Government of the Hashemite Kingdom of Jordan
concerning the United Kingdom/Jordan Debt
Rescheduling Agreement 1990

Amman, 16 September and 14 October 1990

[The Exchange of Notes entered into force on 14 October 1990]

*Presented to Parliament
by the Secretary of State for Foreign and Commonwealth Affairs
by Command of Her Majesty
February 1991*

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**EXCHANGE OF NOTES
BETWEEN THE GOVERNMENT OF THE
UNITED KINGDOM OF GREAT BRITAIN AND NORTHERN IRELAND
AND THE GOVERNMENT OF THE HASHEMITE KINGDOM OF JORDAN
CONCERNING THE UNITED KINGDOM/JORDAN DEBT RESCHEDULING
AGREEMENT 1990**

No. 1

*Her Majesty's Ambassador at Amman to the Minister of Finance of the
Hashemite Kingdom of Jordan*

*British Embassy
Amman*

16 September 1990

Your Excellency,

1. I have the honour to refer to discussions between representatives of the Government of the United Kingdom of Great Britain and Northern Ireland, hereinafter known as the Government of the United Kingdom, and the Government of the Hashemite Kingdom of Jordan, hereinafter known as the Government of Jordan, under the terms of the Agreed Minute on the consolidation of the Debt of the Government of Jordan signed in Paris on 19 July 1989 concerning the Exchange of Notes, (EON), constituting the loans listed as follows:

- (a) the United Kingdom/Jordan Development Loan 1966/67, (EON signed at Amman and dated 25 and 26 July 1966);
- (b) consolidation and modification of United Kingdom/Jordan Development Loans 1950/66, (EON signed at Amman and dated 19 March 1967);
- (c) the United Kingdom/Jordan Development Loan 1967, (EON signed at Amman and dated 9 and 15 August 1967);
- (d) the United Kingdom/Jordan Development Loan 1968, (EON signed at Amman and dated 29 and 30 July 1968);
- (e) the United Kingdom/Jordan Development Loan 1969, (EON signed at Amman and dated 9 and 14 January 1969);
- (f) the United Kingdom/Jordan Development Loan 1969, (EON signed at Amman and dated 19 and 27 March 1969);
- (g) the United Kingdom/Jordan Development Loan 1969, (EON signed at Amman and dated 8 and 24 May 1969);
- (h) the United Kingdom/Jordan Development Loan 1969, (EON signed at Amman and dated 1 and 13 October 1969);
- (i) the United Kingdom/Jordan Development Loan 1970, (EON signed at Amman and dated 4 and 15 March 1970);
- (j) the United Kingdom/Jordan Development Loan 1971, (EON signed at Amman and dated 25 February and 3 March 1971);
- (k) the United Kingdom/Jordan Development Loan 1971, (EON signed at Amman and dated 13 and 15 September 1971);
- (l) the United Kingdom/Jordan Development Loan 1972, (EON signed at Amman and dated 3 and 4 March 1972);
- (m) the United Kingdom/Jordan Development Loan 1972, (EON signed at Amman and dated 3 and 10 October 1972);
- (n) the United Kingdom/Jordan Development Loan 1973, (EON signed at Amman and dated 6 and 8 March 1973);
- (o) the United Kingdom/Jordan Development Loan 1973, (EON signed at Amman and dated 11 and 14 June 1973 as amended by EON signed at Amman and dated 30 March and 3 April 1976 as further amended by EON signed at Amman and dated 17 and 21 April 1979);

- (p) the United Kingdom/Jordan Development Loan for Afforestation, Electricity and Phosphates Projects 1973, (EON signed at Amman and dated 4 and 10 September 1973);
- (q) the United Kingdom/Jordan Development Loan for Afforestation and Electricity Projects 1974, (EON signed at Amman and dated 18 and 25 February 1974);
- (r) the United Kingdom/Jordan Development Loan 1975, (EON signed at Amman and dated 8 and 10 March 1975);
- (s) the United Kingdom/Jordan Development Loan 1977, (EON signed at Amman and dated 21 March 1977);
- (t) the United Kingdom/Jordan Construction Work/Arab Potash Company Loan 1979, (EON signed at Amman and dated 14 March 1979);
- (u) the United Kingdom/Jordan Amman Electricity Project Loan 1980, (EON signed at Amman and dated 4 November 1980);
- (v) the United Kingdom/Jordan Loan 1982, (EON signed at Amman and dated 14 March 1982);
- (w) the United Kingdom/Jordan Loan 1987 No. 1 (EON signed at Amman and dated 1 October 1987); hereinafter referred to as "the aid loans".

2. My Government proposes that the repayment schedule of the aid loans in respect of those repayments of principal due on or after 1 July 1989, up to and including 31 December 1990, and 50 per cent of the interest (excluding late interest) due on or after 1 July 1989 up to and including 31 December 1989, and which remain unpaid, shall be revised as follows:

- (a) 100 per cent of the amounts of principal due from 1 July 1989 to 31 December 1990 and 50 per cent of the interest (excluding late interest), due from 1 July 1989 to 31 December 1989 inclusive (hereinafter referred to as "deferred amounts") shall be paid by the Government of Jordan in pounds sterling in London to the Government of the United Kingdom in 10 equal and successive semi-annual payments, the first payment to be made on 30 September 1995, (end of grace period), and the final payment to be made on 31 March 2000, (end of the repayment period).
- (b) the remaining 50 per cent of the interest due from 1 July 1989 up to 31 December 1989 inclusive, and also interest payments not covered by this rescheduling shall be paid as soon as possible by the Government of Jordan in pounds sterling in London to the Government of the United Kingdom.

3. The sums to be paid in accordance with paragraphs 2(a) and (b) above are specified in Annex I, I(a), and II respectively to this Note.

4. My Government also proposes that amounts due as at 30 June 1989 which remain unpaid shall be revised as follows:

- (a) 100 per cent of the amounts of principal and interest, (excluding late interest), due as at 30 June 1989 inclusive and not paid (hereinafter referred to as "outstanding amounts"), shall be paid by the Government of Jordan in pounds sterling in London to the Government of the United Kingdom in 10 equal successive semi-annual payments, the first payment to be made on 30 September 1994, (end of grace period), and the final payment to be made on 31 March 1999 (end of repayment period).

5. The sums to be paid in accordance with para 4 above are specified in Annex III and III(a) to this Note.

6. No interest shall be charged on the deferred amounts and the outstanding amounts rescheduled and described in paragraphs 2 and 4 above. Repayment of principal and interest on the loans included in paragraph 1 of this Note which do not come within the rescheduled amounts set out in paragraphs 2 and 4 above shall be made according to the original maturity schedules at the original rates of interest. The Terms and conditions of these loans shall continue to persist.

7. If these terms and conditions are acceptable to the Government of Jordan, I have the honour to propose that this Note together with its Annexes and your reply to that effect shall constitute an agreement between our two Governments in this matter which shall be known as the United Kingdom/Jordan Debt Rescheduling Agreement 1990 and which shall enter into force on the date of your reply.

8. I have the honour to convey to Your Excellency the assurance of my highest consideration.

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ANNEX I

UK/Jordan Debt Rescheduling 1989

A. 100 per cent of the amounts of principal due from 1 July 1989 to 31 December 1990 inclusive and 50 per cent of the amounts of interest due from 1 July 1989 to 31 December 1989 inclusive, will be rescheduled. Repayment of the rescheduled amount will be made in 10 equal and successive semi-annual payments, between 30 September 1995 and 31 March 2000.

Loan Title	Due Date	50 per cent Interest £	100 per cent Principal £	Total £
UK/Jordan Dev Loan 1973	14.12.89	—	301,000-00	301,000-00
	14.06.90	—	301,000-00	301,000-00
	14.12.90	—	301,000-00	301,000-00
UK/Jordan Dev Loan 1977/79	21.09.89	35,750-00	275,000-00	310,750-00
	21.03.90	—	275,000-00	275,000-00
	21.09.90	—	275,000-00	275,000-00
UK/Jordan Loan 1979	15.09.89	75,000-00	250,000-00	325,000-00
	15.03.90	—	250,000-00	250,000-00
	15.09.90	—	250,000-00	250,000-00
UK/Jordan Loan 1982	14.09.89	87,637-79	181,900-00	269,537-79
	14.03.90	—	181,900-00	181,900-00
	14.09.90	—	181,900-00	181,900-00
UK/Jordan Loan No. 1 1987	01.09.89	9,951-01	—	9,951-01
UK/Jordan Dev Loans 1950/66	01.10.89	—	277,500-00	277,500-00
	01.04.90	—	277,500-00	277,500-00
	01.10.90	—	277,500-00	277,500-00
UK/Jordan Dev Loan 1966/67	01.10.89	—	22,200-00	22,200-00
	01.04.90	—	22,200-00	22,200-00
	01.10.90	—	22,200-00	22,200-00
UK/Jordan Dev Loan 1967/68	01.10.89	—	25,000-00	25,000-00
	01.04.90	—	25,000-00	25,000-00
	01.10.90	—	25,000-00	25,000-00
UK/Jordan Dev Loan 1968/69	01.10.89	—	7,000-00	7,000-00
	01.04.90	—	7,000-00	7,000-00
	01.10.90	—	7,000-00	7,000-00
UK/Jordan Dev Loan 1968/69	01.10.89	—	2,800-00	2,800-00
	01.04.90	—	2,800-00	2,800-00
	01.10.90	—	2,800-00	2,800-00
UK/Jordan Dev Loan 1968/69	01.10.89	—	9,200-00	9,200-00
	01.04.90	—	9,200-00	9,200-00
	01.10.90	—	9,200-00	9,200-00
UK/Jordan Dev Loan 1969/70	01.10.89	—	10,500-00	10,500-00
	01.04.90	—	10,500-00	10,500-00
	01.10.90	—	10,500-00	10,500-00
UK/Jordan Dev Loan 1969/70	01.10.89	—	19,000-00	19,000-00
	01.04.90	—	19,000-00	19,000-00
	01.10.90	—	19,000-00	19,000-00
UK/Jordan Dev Loan 1969/70	01.10.89	—	8,700-00	8,700-00
	01.04.90	—	8,700-00	8,700-00
	01.10.90	—	8,700-00	8,700-00
UK/Jordan Dev Loan 1971	01.10.89	—	16,250-00	16,250-00
	01.04.90	—	16,250-00	16,250-00
	01.10.90	—	16,250-00	16,250-00
UK/Jordan Dev Loan 1971	01.10.89	—	41,000-00	41,000-00
	01.04.90	—	41,000-00	41,000-00
	01.10.90	—	41,000-00	41,000-00
UK/Jordan Dev Loan 1972	01.10.89	—	8,600-00	8,600-00
	01.04.90	—	8,600-00	8,600-00
	01.10.90	—	8,600-00	8,600-00

Loan Title	Due Date	50 per cent Interest	100 per cent Principal	Total
		£	£	£
UK/Jordan Dev Loan 1973	01.10.89	—	31,500.00	31,500.00
	01.04.90	—	31,500.00	31,500.00
	01.10.90	—	31,500.00	31,500.00
UK/Jordan Dev Loan 1973	01.10.89	—	24,000.00	24,000.00
	01.04.90	—	24,000.00	24,000.00
	01.10.90	—	24,000.00	24,000.00
UK/Jordan Dev Loan 1973	01.10.89	—	31,000.00	31,000.00
	01.04.90	—	31,000.00	31,000.00
	01.10.90	—	31,000.00	31,000.00
UK/Jordan Dev Loan 1974	01.10.89	—	7,000.00	7,000.00
	01.04.90	—	7,000.00	7,000.00
	01.10.90	—	7,000.00	7,000.00
UK/Jordan Dev Loan 1975	01.10.89	—	49,000.00	49,000.00
	01.04.90	—	49,000.00	49,000.00
	01.10.90	—	49,000.00	49,000.00
UK/Jordan Amman Electricity Loan	29.10.89	—	18,700.00	18,700.00
	29.04.90	—	18,700.00	18,700.00
	29.10.90	—	18,700.00	18,700.00
		208,338.80	4,850,550.00	5,058,888.80
			£	
Amounts to be rescheduled:	Principal		4,850,550.00	
	Interest		208,338.80	
	Total		5,058,888.80	

ANNEX I(a)

UK/Jordan Debt Rescheduling 1989

Amount to be rescheduled:		£
	Interest	208,338·80
	Principal	4,850,550·00
	Total	5,058,888·80

Due Date	Deferred Interest £	Deferred Principal £	Deferred Outstanding £
31.03.90			2,532,088·80
30.09.90			4,148,938·80
31.03.91			5,058,888·80
30.09.91			5,058,888·80
31.03.92			5,058,888·80
30.09.92			5,058,888·80
31.03.93			5,058,888·80
30.09.93			5,058,888·80
31.03.94			5,058,888·80
30.09.94			5,058,888·80
31.03.95			5,058,888·80
30.09.95	20,833·88	465,055·00	4,552,999·92
31.03.96	20,833·88	485,055·00	4,047,111·04
30.09.96	20,833·88	485,055·00	3,541,222·16
31.03.97	20,833·88	485,055·00	3,035,333·28
30.09.97	20,833·88	485,055·00	2,529,444·40
31.03.98	20,833·88	485,055·00	2,023,555·52
30.09.98	20,833·88	485,055·00	1,517,666·64
31.03.99	20,833·88	485,055·00	1,011,777·76
30.09.99	20,833·88	485,055·00	505,888·88
31.03.2000	20,833·88	485,055·00	—
	208,338·80	4,850,550·00	

ANNEX II

UK/Jordan Debt Rescheduling 1989

1. Payments of interest to be made in accordance with the original schedules, and now outstanding.

Loan Title	Due Date	50 per cent of Interest Not Rescheduled
		£
UK/Jordan Dev Loan 1977/79	21.09.89	35,750.00
UK/Jordan Loan 1979	15.09.89	75,000.00
UK/Jordan Loan 1982	14.09.89	87,637.79
UK/Jordan Loan No. 1 1987	01.09.89	9,951.01
	Total	<u>208,338.80</u>

2. Payments of interest not covered by rescheduling to be made on original due dates and now outstanding.

Loan Title	Due Date	Amount
		£
UK/Jordan Dev Loan 1977/79	21.03.90	68,750.00
UK/Jordan Loan 1979	15.03.90	145,000.00
UK/Jordan Loan 1982	14.03.90	171,378.95
UK/Jordan Loan No. 1 1987	01.03.90	30,124.32
	Total	<u>415,253.27</u>

ANNEX III

UK/Jordan Debt Rescheduling 1989

1. As regards amounts due as at 30 June 1989 and not paid, 100 per cent of principal and interest will be re-scheduled, payment to be made in 10 semi-annual payments from 30 September 1994 to 31 March 1999.

Loan Title	Due date	Interest £	Principal £	Total £
UK/Jordan Loan 1973	14.06.89	—	301,000-00	301,000-00
UK/Jordan Development Loan 1977/79	21.03.89	74,250-00	275,000-00	349,250-00
UK/Jordan Loan 1979	15.03.89	155,000-00	250,000-00	405,000-00
UK/Jordan Loan 1982	14.03.89	178,883-56	101,900-00	360,783-56
UK/Jordan Loan No. 1 1987	01.03.89	8,493-72	—	8,493-72
UK/Jordan Development Loans 1950/66	01.04.89	—	277,500-00	277,500-00
UK/Jordan Development Loan 1966/67	01.04.89	—	22,200-00	22,200-00
UK/Jordan Development Loan 1967/68	01.04.89	—	25,000-00	25,000-00
UK/Jordan Development Loan 1968/69	01.04.89	—	7,000-00	7,000-00
UK/Jordan Development Loan 1968/69	01.04.89	—	2,800-00	2,800-00
UK/Jordan Development Loan 1968/69	01.04.89	—	9,200-00	9,200-00
UK/Jordan Development Loan 1969/70	01.04.89	—	10,500-00	10,500-00
UK/Jordan Development Loan 1969/70	01.04.89	—	19,000-00	19,000-00
UK/Jordan Development Loan 1969/70	01.04.89	—	8,700-00	8,700-00
UK/Jordan Development Loan 1971	01.04.89	—	16,250-00	16,250-00
UK/Jordan Development Loan 1971	01.04.89	—	41,000-00	41,000-00
UK/Jordan Development Loan 1971	01.04.89	—	8,600-00	8,600-00
UK/Jordan Development Loan 1972	01.04.89	—	31,500-00	31,500-00
UK/Jordan Development Loan 1973	01.04.89	—	24,000-00	24,000-00
UK/Jordan Development Loan 1973	01.04.89	—	31,000-00	31,000-00
UK/Jordan Development Loan 1974	01.04.89	—	7,000-00	7,000-00
UK/Jordan Development Loan 1975	01.04.89	—	49,000-00	49,000-00
UK/Jordan Amman Electricity Loan	29.04.89	—	18,700-00	18,700-00
Totals		416,627-28	1,616,850-00	2,033,477-28
		£		
Arrears amounts to be rescheduled:	Interest	416,627-28		
	Principal	1,616,850-00		
	Total	2,033,477-28		

ANNEX III(a)

UK/Jordan Debt Rescheduling 1989

Arrears at 30.6.89

		£
Amounts to be rescheduled:	Interest	416,627.28
	Principal	1,616,850.00
	Total	2,033,477.28

Due Date	Deferred Interest £	Deferred Principal £	Deferred Outstanding £
31.03.90			2,033,477.28
30.09.90			2,033,477.28
31.03.91			2,033,477.28
30.09.91			2,033,477.28
31.03.92			2,033,477.28
30.09.92			2,033,477.28
31.03.93			2,033,477.28
30.09.93			2,033,477.28
31.03.94			2,033,477.28
30.09.94	41,662.72	161,685.00	1,830,129.56
31.03.95	41,662.72	161,685.00	1,626,781.84
30.09.95	41,662.72	161,685.00	1,423,434.12
31.03.96	41,662.72	161,685.00	1,220,086.40
30.09.96	41,662.72	161,685.00	1,016,738.68
31.03.97	41,662.72	161,685.00	813,390.96
30.09.97	41,662.72	161,685.00	610,043.24
31.03.98	41,662.72	161,685.00	406,695.52
30.09.98	41,662.72	161,685.00	203,347.50
31.03.99	41,662.80	161,685.00	—
	416,627.28	1,616,850.00	

No. 2

*The Minister of Finance of the Hashemite Kingdom of Jordan
to Her Majesty's Ambassador at Amman*

*Ministry of Finance
Amman*

14 October 1990

Ref. G/31/41/1/14800

Your Excellency

I have the honour to acknowledge receipt of Your Excellency's Note of September 16, 1990 which reads as follows:

[As in No. 1]

I have the honour to confirm that the foregoing terms and conditions are acceptable to the Government of the Hashemite Kingdom of Jordan and that your Note, together with its Annexes and this reply, shall constitute an Agreement between our two Governments in this matter which shall be known as the United Kingdom/Jordan Debt Rescheduling Agreement 1990 and which shall enter into force today.

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

BASIL JARDANEH