

法規名稱：(終)LOAN AGREEMENT BETWEEN THE GOVERNMENT OF THE REPUBLIC OF CHINA AND THE GOVERNMENT OF THE KINGDOM OF SAUDI ARABIA IN REGARD TO THE ESTABLISHMENT OF TAIWAN AREA NORTH SOUTH FREEWAY PROJECT

終止日期：民國 82 年 12 月 31 日

On Wednesday, 9/3/1396 A.H. corresponding to 10 March 1976 A.D.,
this Agreement has been concluded in Taipei, Between:

1-Saudi Fund for Development, Riyadh, Saudi Arabia (hereinafter called the Fund) represented by the authorised representative Dr. Mahsoun B. Jalal, Vice Chairman and Managing Director of the Fund, in signing this Agreement,
and

2-The Government of The Republic of China (hereinafter called the Borrower) represented by the authorised representative, Mr. K.T. Li, Minister of Finance, in signing this Agreement.

Preamble

Whereas, the Borrower has requested the Fund to lend him a loan to assist in financing the North-South Freeway Project in the Province of Taiwan of the Republic of China, the main components of which are described in Schedule 2 to this Agreement.

Whereas the Asian Development Bank has agreed to provide a loan of US\$25 million to the project and whereas the Government of the Kingdom of Saudi Arabia has agreed to provide U.S.\$30 million to the project.

Whereas, the borrower undertakes to provide all the other financial requirements necessary to execute the project.

Whereas, the purpose of the Fund is to assist the developing countries in developing their economics and to provide them with loans necessary for the execution of their development projects and programs.

Whereas, the Fund is convinced of the importance and usefulness of the project in the economic and social development of the friendly nation of the Republic of China.

And with regard to the previous preamble in its decision No. 11/9-13/1/96 issued by the Board approving to lend the Borrower, on

the terms and conditions set forth in this Agreement.

Now therefore, the parties hereto agree as follows:

Article I

the Loan; Cost of the Loan and Other Charges; Repayment; Place of Payment

SECTION 1.01. The Fund agree to lend to the Borrower, on the terms and condition set forth in this Agreement or referred to, an amount of One Hundred and Seventy Five Million Saudi Riyals. (SR. 175 Million).

SECTION 1.02. The Borrower shall pay cost of the loan at the rate of four percent (4%) per annum on the principal amount of the Loan withdrawn and outstanding from time to time. Cost of the loan shall accrue from the respective dates on which amounts shall be so withdrawn.

SECTION 1.03. The charge payable for special commitments entered into by the Fund, at the request of the Borrower pursuant to Section 3.02 of this Agreement, shall be at the rate of one-half of one per cent ($\frac{1}{2}$ of 1%) per annum on the principal amount of any such special commitments outstanding from time to time.

SECTION 1.04. Cost of the loan and other charges shall be computed on the basis of a 360-day year of twelve 30-day month for any period less than a full one half of a year.

SECTION 1.05. The period of loan is Eighteen (18) years of which three (3) years is a grace period. The Borrower shall repay the principal of the Loan in accordance with the amortization schedule set forth in Schedule 1 to this Agreement.

SECTION 1.06. Cost of the loan and loan and other charges shall be payable semi-annually on June 30th and December 31st in each year.

SECTION 1.07. The Borrower shall have the right, upon payment of all accrued cost of the loan and all other charges



, and upon not less than 45 days' notice to the Fund, to repay in advance of maturity:

(a) all of the principal amount of the Loan at the time outstanding or (b) all of the principal amount of any one or more maturities, provided that on the date of such repayment there shall not be outstanding any portion of the Loan maturing after the portion to be repaid.

SECTION 1.08. The principal of, and the cost of the loan and other charges on, the Loan shall be paid at such places as shall be mutually agreed to be the Fund and the borrower.

Article II

Currency Provisions

SECTION 2.01. Withdrawal of the proceeds of the Loan, its repayment and all accounts of the financial transactions related to this Agreement, shall be in Saudi Riyals.

SECTION 2.02. The Fund will, at the request of the Borrower and acting as its agent, purchase any currency dealt with by the Saudi Arabian Monetary Agency needed by the Borrower for payment for, or reimbursement of, the cost of goods financed out of the Loan, in accordance with this Agreement. The amount considered as withdrawn from the Loan in such case shall be equal to the amount of Saudi Riyals required to purchase such foreign currency.

SECTION 2.03. The principal of the Loan shall be repayable, and the cost of the loan and all other charges shall be payable, in Saudi Riyals. The Fund will, at the request of the Borrower and acting as its agent, purchase the Saudi Riyals in any foreign currency or currencies acceptable to the Fund. Payment shall be deemed to have been made only when and to the extent that Saudi Riyals have been

actually transferred to the Fund.

SECTION 2.04. Whenever it shall be necessary for the purposes of this Agreement to determine the value of one currency in terms of another, such value shall be at the rates determined at the time of transaction by the Saudi Arabian Monetary Agency.

Article III

Withdrawal and Use of Proceeds of the Loan

SECTION 3.01. The Borrower shall be entitled to withdraw from the Loan amounts expended or to be expended for the projects in accordance with the provisions of this Agreement. Except as the Fund may otherwise agree, no amount shall be withdrawn from the Loan on account of orders made and approved by the Fund prior to September 1, 1975. However, the Fund will not reimburse the Borrower for payment made prior to January 1st, 1976.

SECTION 3.02. Upon the Borrower's request and upon such terms and conditions as shall be agreed upon between the Borrower and the Fund, the Fund may enter into special commitments in writing to pay amounts to the Borrower or others in respect of the cost of goods to be financed under this Agreement notwithstanding any subsequent suspension or cancellation

SECTION 3.03. When the Borrower shall desire to withdraw any amount from the Loan or to request the Fund to enter into a special commitment pursuant to Section 3.02, the Borrower shall deliver to the Fund a written application in such form, and containing such statements and agreements as the Fund shall reasonably request. Application for withdrawal, with the necessary documentation as hereinafter in this Article provided, shall, except as the Borrower and the Fund shall otherwise agree, be made promptly in relation to expenditures for the project.

SECTION 3.04. The Borrower shall furnish to the Fund such documents and other evidence in support of the application for withdrawal as the Fund shall reasonably request, whether before or after the Fund shall have permitted any withdrawal requested in the application.

SECTION 3.05. Each application for withdrawal and the accompanying documents and other evidence must be sufficient in form and substance to satisfy the Fund that the Borrower is entitled to withdraw from the Loan the amount applied for and that the amount to be withdrawn from the Loan is to be used only for the purposes specified in this Agreement.

SECTION 3.06. The Borrower shall apply the proceeds of the Loan exclusively to financing the reasonable cost of goods required to carry out the Project described in Schedule 2 to this Agreement. The specific goods to be financed out of the proceeds of the Loan and the methods and procedures for procurement of such goods be determined by agreement between the Borrower and the Fund, subject to modification by further agreement between them

SECTION 3.07. The Borrower shall cause all goods financed out of the proceeds of the Loan to be used exclusively in the carrying out of the Project.

SECTION 3.08. Payment by the Fund of amounts which the Borrower is entitled to withdraw from the Loan shall be made to or on the order of the Borrower.

SECTION 3.09. The right of the Borrower to make withdrawals from the Loan shall terminate on March 31, 1979 or such other date as may from time to time be agreed between the borrower and the Fund.

Article IV

Particular Covenants

SECTION 4.01. The Borrower shall carry out the Project with due



diligence and efficiency and in conformity with appropriate administrative and technical practices, and shall provide promptly as needed the necessary funds, facilities, services and other resources required for the implementation of the Project.

SECTION 4.02. In carrying out the Project, the Borrower shall employ or cause to be employed suppliers and consultants acceptable to the Fund. Furthermore, the awarding of contracts for the execution of the project shall be subject to the fund's approval.

SECTION 4.03. The Borrower shall operate and maintain the buildings, civil work and the equipment which are part of the Project financed under this agreement or cause these to be operated and maintained in accordance with sound administrative and technical practices.

SECTION 4.04. The Borrower and the Fund shall cooperate fully to assure that the purposed of the Loan will be accomplished. To that end, each of them shall furnish to the other all such information as it shall reasonably request with regard to the general status of the Loan.

SECTION 4.05. The Borrower and the Fund shall from time to time exchange views through their representatives with regards to matters relating to the purposes of the Loan and the maintenance of the service thereof. The Borrower shall promptly inform the Fund of any condition which interferes or threatens to interfere with, the accomplishment of the purposes of the Loan (including substantial increases in the cost of the Project) or the maintenance of the service thereof.

SECTION 4.06. The principal of, and the cost of the Loan and all other charges shall be paid without deduction for, and free from any tax in force under the laws or



the Borrower of laws in effect in the territories (or may be in effect in the future).

SECTION 4.07. This Agreement shall be free from any taxes, imposts, levies, fees and dues of the Borrower or laws in effect in its territories or in connection with the execution, issues, delivery or registration thereof and the Borrower shall pay or cause to be paid all such taxes, imposts, levies and dues, if any, imposed under the laws of the country or countries in whose currency the Loan is payable or laws in effect in the territories of such country or countries.

SECTION 4.08. The principal of, the cost of the Loan and other charges on the Loan shall be paid free from all restrictions imposed under the laws of the Borrower or laws in effect in its territories.

SECTION 4.09. All documents, records, correspondence and similar material in relation to the Agreement shall be considered by the Borrower and the Fund as confidential matters.

SECTION 4.10. The Borrower undertakes to insure, or make adequate provision for the insurance of, the imported goods to be financed out of the proceeds of the Loan against hazards incident to the acquisition, transportation and delivery thereof to the place of use or installation and for such insurance any indemnity shall be payable in a currency freely usable by the Borrower to replace or repair such goods.

SECTION 4.11. It is the mutual intention of the Borrower and the Fund that no other external debt shall enjoy any priority over the Loan by way of a lien hereafter created on governmental assets. To that end, the Borrower undertakes that, except as the Fund shall otherwise agree, if the lien shall be created on



any assets of the Borrower as security for the external debt, such lien will ipso facto equally and

ratably secure the payment of the principal of, and cost of the Loan and other charges on the Loan, and that in the creation of any such lien express provision will be made to that effect; provided, however, that the foregoing provisions of this Section shall not apply to: (i) any lien created on property, at the time of purchase thereof, solely as security for the payment of the purchase price of such property; (ii) any lien on commercial goods to secure a debt maturing not more than one year after the date on which it is originally incurred and to be paid out of the proceeds of the sale of such commercial goods; or (iii) any lien arising in the ordinary course of banking transactions and securing a debt maturing not more than one year after its date.

The term "assets of the Borrower" as used in this Section includes assets of the Borrower or of any of its political subdivisions or of any agency of the Borrower or of any such political subdivisions, including the Central Bank of the Borrower or any other institution performing the functions of a central bank.

SECTION 4.12. The Borrower shall enable the Fund's representatives to examine all plants, installations, sites, works, buildings, property and equipment of the Borrower related to the project and any relevant records and documents.

SECTION 4.13. The Borrower shall make available as needed all necessary other funds which shall be required for the carrying out of the Project.

SECTION 4.14. The Borrower shall furnish to the Fund, if not has



been done so, the studies of, and the plans and specifications for the Project, the schedules of its execution and any material modification subsequently made therein, in such detail as the Fund shall from time to time reasonably request.

SECTION 4.15. The Borrower shall with respect to the project maintain records adequate to identify the goods financed out of the proceeds of the Loan, to disclose the use thereof in the Project, to record the progress of the Project (including the cost thereof), and to reflect in accordance with consistently maintained sound accounting practices the operations and financial position of the agency which is carrying out the project, shall afford all reasonable opportunity for accredited representatives of the Fund to make visits for purposes related to the Loan, and to inspect the Project, the goods and any relevant records and documents; and shall furnish to the Fund all such information as the Fund shall reasonably request concerning the expenditure of the proceeds of the Loan, the Project, the goods and the operations and financial position of the agency or authority which is carrying out the Project.

SECTION 4.16. The Borrower shall extend the necessary facilities to the fund's officials assigned by the Fund in respect of the Loan in the country of the Borrower and to grant them immunity similar to those granted to diplomatic missions.

SECTION 4.17. The Borrower shall take or cause to be taken all action which shall be necessary on its part to execute the Project and to eliminate any action which would prevent or interfere with the execution of operation of the Project or the performance of any of the provisions of this Agreement.

SECTION 4.18. All Fund assets and income shall be exonerated from nationalization, confiscation or seizure.

SECTION 4.19. All technical and administrative requirements required from the Borrower by agreements signed with the Borrower by other financiers shall be deemed required by this Agreement even if it was not specifically delineated.

SECTION 4.20. The Borrower undertakes for the purpose of carrying out and operating the project, to make appropriate arrangements that it will be entrusted to a department, agency, institution or company which will at all times function under rules or regulations satisfactory to the Fund and have such powers, management and efficient carrying out and operation of the Project.

The Borrower will inform the Fund of any proposed action which would affect the nature of constitution of the department, agency, institution or company which is carrying out or operating the Project and shall afford the Fund all reasonable opportunity, in advance of the taking of such action to exchange views with the Borrower with respect thereto.

Article V

Cancellation and Suspension

SECTION 5.01. The Borrower may by notice to the Fund cancel or suspend any amount of the Loan which the Borrower shall not have withdrawn prior to the giving of such notice, except that the Borrower may not so cancel or suspend any amount of the Loan in respect of which the Fund shall have entered into special commitment pursuant to Section 5.02. of this Agreement.

SECTION 5.02. If any of the following events shall have happened and be continuing, the Fund may by notice to the



Borrower suspend in whole or in part the right of the Borrower to make withdrawals from the Loan:

- (a) A default shall have occurred in the payment of principal or cost of the Loan or any other payment required under this Agreement or any other Loan Agreement between the Borrower and the Fund;
- (b) A default shall have occurred in the performance any other covenant or agreement on the part of the Borrower under this Agreement;
- (c) The fund shall have suspended in whole or in part the right of the Borrower to make withdrawals under any other loan agreement between the Borrower and the Fund because of a default on the part of the Borrower;
- (d) An extraordinary situation shall have arisen which shall make it improbable that the Borrower will be able to perform its obligations under this Agreement.

Any event occurring after date of this Agreement and prior to the effective date which would have entitled the Fund to suspend the Borrower's right to make withdrawals if this Agreement had been effective on the date such event occurred will entitle the Fund to suspend withdrawals under the Loan exactly as if it had occurred after the effective date.

The right of the Borrower to make withdrawals under the Loan shall continue to be suspended in whole or in part, as the case may be, until the event or events which gave rise to such suspension shall have ceased to exist or until the Fund shall have notified the Borrower that the right to make withdrawals has been restored; provided, however, that in the case of any such notice of restoration the



right to make withdrawals shall be restored only to the extent and subject to the conditions specified in such notice, and no such notice shall effect or impair any right, power or remedy of the Fund in respect of any other subsequent event described in this Section.

SECTION 5.03. If any event specified in paragraph (a) of Section 5.02. shall occur and shall continue for a period of thirty days after notice thereof shall have been given by the Fund to the Borrower, or if any event specified in paragraphs (b), (c) and (d) of Section 5.02. shall occur and shall continue for a period of sixty days after notice thereof shall have been given by the Fund to the Borrower, then at any subsequent time during the continuance thereof, the Fund at its option, may declare the principal of the Loan to be due and payable immediately, and upon any such declaration such principal shall become due and payable immediately, anything in this Agreement to the contrary notwithstanding.

SECTION 5.04. If (a) the right of the Borrower to make withdrawals from the Loan shall have been suspended with respect to any amount of Loan for a continuous period of thirty days, or (b) by the date specified in Section 3.09 as the closing Date an amount of the Loan shall remain unwithdrawn, the Fund may by notice to the Borrower terminate the right of the Borrower to make withdrawals with respect to such amount. Upon the giving of such notice such amount of the Loan shall be cancelled.

SECTION 5.05. No cancellation or suspension by the Fund shall apply to amounts subject to any special commitment entered into by the Fund pursuant to Section 3.02 except as expressly provided in such commitment.

SECTION 5.06. Any cancellation or suspension shall be applied



pro rata to the several maturates of the principal amount of the Loan as set forth in the amortization schedule to this Agreement.

SECTION 5.07. Notwithstanding any cancellation or suspension, all the provisions of this Agreement shall be continued in full force and effect except as in this Article specifically provided.

Article VI

Enforceability of this Agreement; Failure to Exercise Rights; Arbitration

SECTION 6.01. The rights and obligations of the Fund and the Borrower under this Agreement shall be valid and enforceable in accordance with their terms notwithstanding any local law to the contrary. Neither the Borrower nor the Fund shall be entitled under any circumstances to assert any claim that any provision of this Agreement is invalid or unenforceable for any reason.

SECTION 6.02. No delay in exercising, or omission to exercise, any right, power or remedy occurring to either party under this Agreement upon any default shall impair any such right, power or remedy, or be construed to be a waiver thereof or an acquiescence in such default; nor shall the action of such party in respect of any default, or any acquiescence in any default, affect or impair any right, power or remedy of such party in respect of any other or subsequent default.

SECTION 6.03. Any controversy between the parties to this Agreement and any claim by either such party against the other arising under this Agreement shall be determined by agreement of the parties.

If no agreement is reached within ninety (90) days the controversy or claim shall be submitted to arbitration by an Arbitral Tribunal as provided in



the following section.

SECTION 6.04. The Arbitral Tribunal shall consist of three arbitrators appointed as follows: one arbitrator shall be appointed by the Borrower; the second arbitrator shall be appointed by the Fund; and the third arbitrator (hereinafter sometime called the Umpire) shall be appointed by agreement of the parties or, if they shall not agree, by the Organization of the Islamic Conference at the request of either party. If either of the parties shall fail to appoint an arbitrator, such arbitrator shall be appointed by the Organization of the Islamic Conference upon the request of the adverse party. In case any arbitrator appointed in accordance with this Section shall resign, die or become unable to act, a successor arbitrator shall be appointed in the same manner as hereinafter prescribed for the appointment of the original arbitrator and such successor shall have all the powers and duties of such original arbitrator.

An arbitration proceeding may be instituted under this Section upon notice by the party instituting such proceeding to the other party. Such notice shall contain a statement setting forth the nature of the controversy or claim to be submitted to arbitration, the nature and extent of the relief sought, and the name of the arbitrator appointed by the party instituting such proceeding. Within thirty days after receiving such notice, the adverse party shall notify the party instituting the proceedings of the name of the arbitrator appointed by such adverse party.

If within sixty days after the receiving of such notice instituting the arbitration proceeding the parties shall not have agreed upon an Umpire, eit-



her party may request the appointment of an umpire as provided in the first paragraph of this Section

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The Arbitral Tribunal shall convene at such time and place as shall be fixed by the Umpire. Thereafter, the Arbitral Tribunal shall determine where and when it shall sit.

Subject to the provision of this Section and except as the parties shall otherwise agree, the Arbitral Tribunal shall decide all questions relating to its competence and shall determine its procedure. All decisions of the Arbitral Tribunal shall be by majority votes. The Arbitral Tribunal shall afford all parties a fair hearing and shall render its award in writing. Such award may be rendered by default. An award signed by a majority of the Arbitral Tribunal shall constitute the award of such Tribunal. A signed counterpart of the award shall be transmitted to each party. Any such award rendered in accordance with the provisions of this Section shall be final and binding upon the parties to this Agreement. Each party shall abide by and comply with any such award rendered by the Arbitral Tribunal.

The parties shall fix the amount of remuneration or fees of the arbitrators and such other persons as shall be required for the conduct of the arbitration proceedings. If the parties shall not agree on such amount before the Arbitral Tribunal shall convene the Arbitral Tribunal shall fix such amount as shall be reasonable under the circumstances. Each party shall defray its own expenses in the arbitration proceedings. The costs of the Arbitral Tribunal shall be divided between and borne equally by the parties. Any question concerning the di-



vision of the costs of the Arbitral Tribunal or the procedure for payment of such costs shall be determined by the Arbitral Tribunal.

The Arbitral Tribunal shall apply the principles common under the current laws of the Borrower and the regulations of the Kingdom of Saudi Arabia, as well as the principles of justice.

SECTION 6.05. The provisions for arbitration set forth in the previous Section shall be in lieu of any other procedure for the determination of controversies between the parties to this Agreement and any claim by either party against the other party arising hereunder.

SECTION 6.06. Service of any notice or process in connection with any proceeding under this Article may be made in the manner provided in Section 7.01. The parties to this Agreement may waive any and all other requirements for the service of any such notice or process.

Article VII

Miscellaneous Provisions

SECTION 7.01. Any notice or request required or permitted to be given or made under this Agreement shall be in writing. Except as otherwise provided in Section 8.03, such notice or request shall be deemed to have been duly given or made when it shall be delivered and acknowledged, by hand or by mail, telegram, cable or radiogram to the party to which it is required or permitted to be given or made at such party's address specified in this Agreement, or at such other address as such party shall have designated by notice to the party giving such notice or making such request.

SECTION 7.02. The Borrower shall furnish to the Fund sufficient evidence of the authority of the person or persons



who will sign the applications provided for in Article III or who will, on behalf of the Borrower, take any other action or execute any other documents required or permitted to be taken or executed by the Borrower under this Agreement, and the authenticated specimen signature of each such person.

SECTION 7.03. Any action required or permitted to be taken, and any documents required or permitted to be executed, under this Agreement on behalf of the Borrower may be taken or executed by the Minister of Finance or any person thereunto authorized in writing by him.

Any Modification or amplification of the provisions of this Agreement may be agreed to on behalf of the Borrower by written instrument executed on behalf of the Borrower by his aforementioned representative or any person thereunto authorized in writing by him; provided that, in the opinion of such representative, such modification or amplification is reasonable in the circumstances and will not substantially increase the obligations of the Borrower under this Agreement. The Fund may accept the execution by such representative or other person of any such instrument as conclusive evidence that in the opinion of such representative any modification or amplification of the provisions of this Agreement effected by such instrument is reasonable in the circumstances and will not substantially increase the obligations of the Borrower hereunder.

Article VIII

Effective Date: Termination

SECTION 8.01. This Agreement shall not become effective until evidence satisfactory to the Fund shall have been furnished to the Fund that the execution and deli-



very of this Agreement on behalf of the Borrower have been duly authorized or ratified by all necessary governmental action.

SECTION 8.02. As part of the evidence to be furnished pursuant to Section 8.01. the Borrower shall furnish to the Fund an opinion or opinions of competent authority showing that this Agreement has been duly authorized or ratified by, and executed and delivered on behalf of, the Borrower and constitutes a valid and binding obligation of the Borrower in accordance with its terms.

SECTION 8.03. Except as shall be otherwise agreed by the Fund and the Borrower, this Agreement shall come into force and effect on the date upon which the Fund dispatches by cable to the Borrower notice of its acceptance of the evidence required by Section 8.02.

SECTION 8.04. If all acts required to be performed pursuant to Section 8.01 shall not have been performed before ninety days from the date of this Agreement or such other date as shall be agreed upon by the Fund and the Borrower, the Fund may at any time thereafter at its option terminate this Agreement by notice to the Borrower. Upon the giving of such notice this Agreement and all obligations of the parties thereunder shall forthwith terminate.

SECTION 8.05. If any when the entire principal amount of the Loan and all costs of the Loan and other charges which shall have accrued on the Loan shall have been paid, this Agreement and all obligations of the parties thereunder shall forthwith terminate.

Article IX

Definitions

SECTION 9.01. Except where the context otherwise requires, the following meanings wherever used in this Agreement



or any schedule hereto:

- 1) The term "Project" means the project or projects of program or programs for which the Loan is granted as described in Schedule 2 to this Agreement and as the description thereof shall be amended from time to time by agreement between the Fund and the Borrower.
- 2) The term "goods" means equipment, supplies and services which are required for the Project. Wherever reference is made to the cost of any goods, such cost shall be deemed to include the cost of importing such goods into the territories of the Borrower.

The following addresses are specified for the purposes of Section 7.01:

For the Borrower:

Ministry of Finance
Republic of China
No. 2 Ai Kuo West Road
Taipei, Taiwan

Alternative address for cablegrams and radiograms:

TELEX: Taipei 11840

For the fund:

Saudi Fund for Development
P.O. Box 5711
Riyadh
Saudi Arabia

IN WITNESSETH WHEREOF the parties hereto acting through their representatives thereunto duly authorized, have caused this Agreement to be signed in their respective names and delivered in Taipei in duplicate in Arabic, each considered an original and all to the same and one effect, as of the day and year first above written.

Authorized Representative for THE SAUDI FUND FOR DEVELOPMENT

(Signed)



MAHSOUN B. JALAL

Authorized Representative for THE REPUBLIC OF CHINA

(Singed)

K. T. LI

SCHEDULE 1

Amortization Schedule

(Repayment of Principal)

No. of Installment	Date Payment Due	Amount Million Saudi Riyals
1	June 30, 1979	5.93
2	December 31, 1979	5.83
3	June 30, 1980	5.83
4	December 31, 1980	5.83
5	June 30, 1981	5.83
6	December 31, 1981	5.83
7	June 30, 1982	5.83
8	December 31, 1982	5.83
9	June 30, 1983	5.83
10	December 31, 1983	5.83
11	June 30, 1984	5.83
12	December 31, 1984	5.83
13	June 30, 1985	5.83
14	December 31, 1985	5.83
15	June 30, 1986	5.83
16	December 31, 1986	5.83
17	June 30, 1987	5.83
18	December 31, 1987	5.83
19	June 30, 1988	5.83
20	December 31, 1988	5.83
21	June 30, 1989	5.83
22	December 31, 1989	5.83
23	June 30, 1990	5.83
24	December 31, 1990	5.83
25	June 30, 1991	5.83



26	December 31,1991	5.83
27	June 30, 1992	5.83
28	December 31,1992	5.83
29	June 30, 1993	5.83
30	December 31,1993	5.83

(Saudi Riyals One Hundred and Seventy 175
Five Million)

SCHEDULE 2

The Taiwan Area North-South Freeway Project begins at Keelung in the north and terminates at Fengshen. The project will serve all people and industries in the western plains of Taiwan, an area which contains approximately 80% of the population, and 90% of the industries of Taiwan.

The freeway will run along the western corridor with a total length of 373.4 kilometers and will consist of:

16.5 KM of eight lanes highway

18.4 KM of six lanes highway

338.5 KM of four lanes highway

The project will be constructed in four stages. The construction of the freeway has begun in August 1971 and is expected to be completed by the end of 1978.

The Loan provided by the Saudi Fund for Development will be used to finance the third stage of the project, which involves the construction of two sections:

One between Taichung

and Changhua (20 KM),

and the other between

Hsinying and Tainan (30 KM),

for a total of about

fifty kilometers (50 KM),

The construction of this third stage started in April 1975 and is expected to be completed in June 1978.

The total cost of the project is estimated at US\$1,300 million distributed as follows:



Land	95
Planning and Design	10
Construction	895
Supervision and Management	50

Sub-total	1,050
Loans repayment during construction	250

Total (US\$ Millions) 1,300

The financing scheme of the project is expected to be as follows
:

Fuel Tax	165
Toll	65
Government Budget	490
Construction Bond	380
Foreign Loans (US\$200 Millions)	
Asian Development Bank	25
Saudi Arabian Government	30
Saudi Fund for Development	50
Loans to be arranged	95

1,300

The third stage of the project is expected to cost about US\$125 million.

The loan provided by the Saudi Fund for Development of 175 million Saudi Riyals (approximately US\$50 million) will be used in financing this (third) stage. The rest of the cost of construction for this (third) stage will be supplied by the Government of the Republic of China.