

Acts 8 & 9

SUPPLEMENT TO
THE
SWAZILAND GOVERNMENT
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PART B

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THE LOAN (LINE OF CREDIT TO THE SWAZILAND INDUSTRIAL DEVELOPMENT COMPANY) ACT, 1987

(Act No. 8 of 1987)



I ASSENT

MSWATI III

KING OF SWAZILAND

30th June, 1987

AN ACT

entitled

An Act to authorise the Minister for Finance to raise a loan for on-lending to the Swaziland Industrial Development Company.

ENACTED by the King and the Parliament of Swaziland.

Short title.

1. This Act may be cited as the Loan (Line of Credit to the Swaziland Industrial Development Company) Act, 1987.

Interpretation.

2. In this Act unless the context otherwise requires—

“agreement” means the Agreement referred to in Section 3 and includes any documents related thereto;

“Borrower” means the Government of the Kingdom of Swaziland;

“Lender” means the European Investment Bank;

“loan” means the loan raised by the Minister under Section 3;

“Minister” means the Minister responsible for Finance.

Authority to raise loan.

3. The Minister is hereby authorised to enter into an agreement with the Lender for the purpose of raising a loan not exceeding one million three hundred and fifty thousand European Currency Units (ECU 1,350,000), approximately two million five hundred thousand Emalangeni (E2,500,000), upon such terms and conditions as the Borrower may consider appropriate.

Loan charges and repayments.

4. (1) The Loan shall carry an interest rate of four percent (4%) per annum in respect of amounts paid out and not yet repaid from time to time.
- (2) (a) The loan will be repaid in annual instalments over a period of eight (8) years, after a grace period of four (4) years.
- (b) The first instalment shall be payable after the end of a three years allocation period and the four year grace period namely seven years after the date of signature of the agreement.
- (c) The interest shall be paid annually and all payments including repayments of the principal amount shall be considered duly made when funds constituting such payment are credited to an account indicated for this purpose by the Lender.

Charging of the loan.

5. The Loan shall be charged upon the Consolidated Fund and assets of the Borrower.

Application of Loan.

6. The proceeds of the Loan shall be used for on-lending to the Swaziland Industrial Development Company for the purpose of assisting small and medium size enterprise to finance fixed assets.

THE LOAN (EQUITY PARTICIPATION IN THE SWAZILAND
INDUSTRIAL DEVELOPMENT COMPANY) ACT, 1987

(Act No. 9 of 1987)



I ASSENT

MSWATI III

KING OF SWAZILAND

30th June, 1987

AN ACT

entitled

An Act to Authorise the Minister for Finance to raise a loan for financing Government equity participation in the Swaziland Industrial Development Company.

ENACTED by the King and the Parliament of Swaziland.

Short title.

1. This Act may be cited as the Loan (Equity Participation in the Swaziland Industrial Development Company) Act, 1987.

Interpretation.

2. In this Act unless the context otherwise requires—

“agreement” means the Agreement referred to in Section 3 and includes any documents related thereto;

“Borrower” means the Government of the Kingdom of Swaziland;

“Lender” means the European Investment Bank;

“loan” means the loan raised by the Minister under Section 3;

“Minister” means the Minister responsible for Finance.

Authority to raise loan.

3. The Minister is hereby authorised to enter into an agreement with the Lender for the purpose of raising a loan not exceeding one million six hundred and fifty thousand European Currency Units (ECU 1,650,000), approximately three million one hundred thousand Emalangeni (E3,100,000), upon such terms and conditions as the Borrower may consider appropriate.

Loan charges and repayment.

4. (1) The loan shall carry an interest rate of two percent (2%) per annum in respect of amount paid out and not yet repaid from time to time.
- (2) (a) The loan shall be repayable in twenty-five (25) years, after a grace period of five (5) years commencing from the date of signature of the agreement, in annual instalments.
- (b) In fifteen (15) years following the end of the grace period, repayments shall consist of thirty three and one third percent (33 $\frac{1}{3}$ %) of any dividends received by the Borrower for the preceding financial year with respect to its shareholding in The Swaziland Industrial Development Company financed by means of the Loan.
- (c) At the end of the twentieth (20th) year following signature of the agreement, the balance of the Loan still outstanding shall be repaid in five (5) equal annual instalments the first such instalment being on the 15th April 2007 and the last being on the 15th April 2011.
- (3) The interest shall be paid annually and all payments including repayments of the principal amount shall be considered duly made when funds constituting such payments are credited to an account indicated for the purpose by the Lender.

Charging of the Loan.

5. The Loan shall be charged upon the Consolidated Fund and assets of the Borrower.

Application of Loan.

6. The proceeds of the Loan shall be used for financing the Borrower's equity participation in the Swaziland Industrial Development Company.