TANGANYIKA



No. 28 OF 1962

Governor-General

11 TH JULY, 1962

An Act to make provision with respect to Acceptance by the Government of an International Agreement for the Establishment and Operation of an International Development Association and to provide for matters related thereto

[13TH JULY, 1962]

WHEREAS on the twenty-sixth day of January, 1960, the executive directors of the International Bank for Reconstruction and Development approved Articles of Agreement (hereafter in this Act referred to as the Agreement) providing for the establishment and operation of an international body to be called the International Development Association (hereafter in this Act referred to as the Association):

AND WHEREAS copies of the text of the Agreement have been laid before the National Assembly:

AND WHEREAS it is expedient that Tanganyika becomes a member of the Association and that provision be made for acceptance by Tanganyika of the Agreement and for carrying out the obligations of Tanganyika thereunder:

Now THEREFORE be it enacted by the Parliament of Tanganyika:

1. This Act may be cited as the International Development Associa- short title tion Act, 1962.

2. In this Act, unless the context otherwise requires-"Minister" means the Minister for the time being responsible for finance. tion

3. Acceptance by the Government of the Agreement is hereby approved and such acceptance shall be signified by the Minister on behalf of the Government.

4. (1) The subsequent provisions of this section shall come into operation on such date as the acceptance of the Agreement is signified by the Minister on behalf of the Government.

(2) There shall be charged on and paid out of the Consolidated Fund without further appropriation than this Act all sums required for the purpose of making payments on behalf of the Government-

(a) in respect of subscriptions payable to the Association under Article 11 and Article III of the Agreement;

Approval of the

Agreement

Financial and other provisions

- (b) under paragraph (a) of section 2 of Article IV of the Agreement (which relates to falls in the par or foreign exchange value of currencies of members of the Association); and
- (c) under section 4 of Article V11 of the Agreement (which relates to the cessation of membership of the Association).

(3) The Minister may, on behalf of the Government, create and issue to the Association, in such form as he thinks fit, any such non-interestbearing and non-negotiable notes or other obligations as are provided for by paragraph (e) of section (2) of Article II of the Agreement, and any sums payable under any such notes or obligations so created and issued shall be charged on and paid out of the Consolidated Fund.

(4) For the purpose of providing any sums required for making any payments under this section, the Minister may, on behalf of the Government, raise loans by the creation and issue of securities bearing such rates of interest and subject to such conditions as to repayment, redemp-tion or otherwise as he may think fit and the principal and interest of such securities and the charges and expenses incurred in connection with their issue shall be charged on and paid out of the Consolidated Fund.

(5) Any moneys received by the Government from the Association or raised under subsection (4) shall be paid into and form part of the Con-solidated Fund and shall be available in the same manner as that Fund is available.

(6) The provisions of the Agreement set out in the Schedule to this Act shall have the force of law in Tanganyika:

Provided that nothing in section 9 of Article VIII of the Agreement shall be construed as-

- (a) entitling the Association to import goods free of customs duty without any restriction on their subsequent sale in the country to which they were imported;
- (b) conferring on the Association any exemption from taxes or duties which form part of the price of goods sold; or
- (c) conferring on the Association any exemption from taxes or duties which are in fact no more than charges for services rendered.

SCHEDULE

Provisions of Agreement which are to have the force of law.

INTERNATIONAL DEVELOPMENT ASSOCIATION ARTICLES OF AGREEMENT Article YIII. Status, Immunities and Privileges-

Section 2. Status of the Association-

The Association shall possess full juridical personality and, In particular, the capacity-

(i) to contract;

(ii) to acquire and dispose of immoveable and moveable property;

(iii) to institute legal proceedings.

Section 3. Position of the Association with Regard to Judicial Process-

Actions may be brought against the Association only in a court of competent jurisdic-tion in the territories of a member in which the Association has an office, has appointed an agent for the purpose of accepting service or notice of process, or has issued or guaranteed securities. No action shall, however, be brought by members or persons acting for or deriving claims from members. The property and assets of the Association shall, wheresoever located and by whomsoever held, be immune from all forms of seizure, attachment or execution before the delivery of final judgment against the Association

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Section 4. Immunity of Assets from Seizure-

Property and assets of the Association, wherever located and by whomsoever hold, shall be immune from search, requisition, confiscation, expropriation or any other form of seizure by executive or legislative action.

Section 5. Immunity of Archives-

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The archives of the Association shall be inviolable.

Section 6. Freedom of assets from restrictions

To the extent necessary to carry out the operations provided for in this Agreement and subject to the provisions of this Agreement, all property and assets of the Associa-tion shall be free from restrictions, regulations, controls and moratoria of any nature. Section 7. Privilege for communications-

The, official communications of the Association shall be accorded by each member the same treatment that it accords to the official communications of other members.

Section 8. Immunities and Privileges of Officers and Employees-

All Governors, Executive Directors, Alternates, officers and employees of the Associa-tion-

(i) shall be immune from legal process with respect to acts performed by them in their official capacity except when the Association waives this immunity;

- (ii) not being local nationals, shall be accorded the same immunities from immigration restrictions, alien registration requirements and national service obligations and (iii) shall be granted the same treatment in respect of traveling facilities as regards exchange restrictions as are accorded by members to the representatives, officials, and employees of comparable rank of other members;
 (iii) shall be granted the same treatment in respect of traveling facilities as is accorded by members to representatives, officials and employees of comparable rank of other members.

Section 9. Immunities from Taxation-

(a) The Association, its assets, property, income and its operations and transactions authorized by this Agreement, shall be immune from all taxation and from all customs duties. The Association shall also be immune from liability for the collection or Pay-

(b) No tax shall be levied on or in respect of salaries and emoluments paid by the Association to Executive Directors, Alternates, officials or employees of the Association who are not local citizens, local subjects, or other local nationals.

(c) No taxation of any kind shall be levied on any obligation or security issued by the Association (including any dividend or interest thereon) by whomsoever hold-

- (i) which discriminates against such obligation or security solely because it is issued by the Association; or
- (ii) if the sole jurisdictional basis for such taxation is the place or currency in which it is issued, made payable or paid, or the location of any office or place of business maintained by the Association

(d) No taxation of any kind shall be levied on any obligation or security guaranteed by the Association (including any dividend or interest thereon) by whomsoever held-

- (i) which discriminates against such obligation or security solely because it is guaranteed by the Association; or
- (ii) if the sole jurisdictional basis for such taxation is the location of any office or place of business maintained by the Association.

Passed in the National Assembly on the twenty-sixth day of June, 1962.

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