

**FRAMEWORK ARRANGEMENT**  
**BETWEEN**  
**ASIAN DEVELOPMENT BANK (ADB)**  
**AND**  
**MONGOLIA**  
**ON**  
**LENDING PLAN IN 2017 - 2018**

**WHEREAS**

(A) Mongolia may from time to time request ADB to provide lending to finance its development projects and programs in 2017 – 2018 consistent with the Country Partnership Strategy (2017-2020) and Country Operations Business Plan (2017-2019);

(B) Mongolia and ADB wish to establish a framework arrangement within which Mongolia may request for such lending from ADB and the terms and conditions for ADB to provide such lending; and

NOW THEREFORE the parties hereto agree as follows:

**ARTICLE I**

Section 1.01. Subject to the provisions set out in Sections 1.02 and 1.03 below, ADB may from time to time in 2017 - 2018 provide lending to Mongolia to finance its development projects and programs. The lending amount shall be in an amount not exceeding the equivalent of:

- (a) one hundred thirty five million Dollars (\$135,000,000) in 2017, in which one hundred and ten million Dollars (\$110,000,000) may be financed from ADB's ordinary capital resources and the remaining twenty five million Dollars (\$25,000,000) may be financed from concessional loans from ordinary capital resources; and
- (b) three hundred thirty three million Dollars (\$333,000,000) in 2018, in which two hundred ninety four million Dollars (\$294,000,000) may be financed from ADB's ordinary capital resources and the remaining thirty nine million Dollars (\$39,000,000) may be financed from concessional loans from ordinary capital resources.

Section 1.02. The amount to finance each development project or program shall be as agreed upon in the signed loan agreement between ADB and Mongolia. The details of the development projects and programs are in Appendix 1.

Section 1.03. For each development project or program, ADB shall provide lending only in response to a request by Mongolia and after approval by ADB's Board of Directors. This Framework Arrangement does not constitute an obligation on the part of Mongolia to request or on the part of ADB to approve any lending.

## **ARTICLE II**

Section 2.01. The terms and conditions of ADB lending using ordinary capital resources shall be governed by (a) the provisions of ADB's Ordinary Operations Loan Regulations, dated 1 January 2017; (b) ADB's financing policies; and (c) the relevant loan agreement.

Section 2.02. The terms and conditions of ADB lending using concessional loans from ordinary capital resources shall be governed by (a) the provisions of ADB's Ordinary Operations (Concessional) Loan Regulations, dated 1 January 2017; (b) ADB's financing policies; and (c) the relevant loan agreement.

Section 2.03. Mongolia shall implement the development project or program to be financed through ADB lending in accordance with all applicable ADB policies including those concerning anticorruption measures, safeguards, gender, procurement, consulting services, and disbursement to be described in detail in the relevant loan agreement and other loan documents.

## **ARTICLE III**

Section 3.01. This Agreement may be publicly disclosed by the each of the parties in accordance with their respective policies on disclosure and/or access to information.

## **ARTICLE IV**

Section 4.01. This Framework Arrangement will come into effect on the date of signing and will remain in effect until 31 December 2018.

Section 4.02. This Framework Arrangement may be extended for a further period as may be decided in writing by the Parties. Either Party may terminate this Framework Arrangement in consultation with the other Party.

*--End of Clauses --*

**The foregoing record represents the understandings reached between Mongolia and Asian Development Bank upon the matters referred to therein.**

Signed in duplicate at ..... on this ..... day of ..... in the year .....  
In .....two (2) original texts, ..... (...) each in the English language, all texts being  
equally authentic.

For  
MONGOLIA

For  
ASIAN DEVELOPMENT BANK

.....

Name:

Designation: MINISTER OF FINANCE

Date:

.....

Name:

Designation: COUNTRY DIRECTOR

Date: