

**FRAMEWORK ARRANGEMENT  
BETWEEN  
ASIAN DEVELOPMENT BANK (ADB)  
AND  
MONGOLIA  
ON  
LENDING PLAN IN 2019-2020**

**WHEREAS**

(A) Mongolia may from time to time request ADB to provide lending to finance its development projects and programs in 2019-2020 consistent with the Country Partnership Strategy (2017-2020) and Country Operations Business Plan (2019-2021).

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

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 2019-2020 provide lending to Mongolia to finance its development projects and programs. The lending amount shall not exceed the equivalent of<sup>1</sup>:

- (a) Two hundred and sixty-four million dollars (\$264,000,000) in 2019, which may be used as regular and concessional loans from ADB's ordinary capital resources;
- (b) Seventy million dollars (\$70,000,000) in 2020, which may be used as regular and concessional loans from ADB's 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 indicative details of the development projects and programs are in the Country Operations Business Plan (2019-2021).

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.

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<sup>1</sup> The overall lending amount/ceiling specified in Section 1.01 of this Framework Arrangement does not include the indicative amounts specified for the multitranche financing facilities and their individual tranches listed in the Country Operations Business Plan (2019-2021).

## ARTICLE II

Section 2.01. The terms and conditions of ADB lending using regular loans from 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 ratification by the Parliament of Mongolia and will remain in effect until 31 December 2020. It 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 in Ulaanbaatar, Mongolia, on this ... day of [month] in the year of [2018]. each in the English language, all texts being equally authentic.

For  
MONGOLIA

For  
ASIAN DEVELOPMENT BANK

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