# AGREEMENT BETWEEN THE GOVERNMENT OF THE REPUBLIC OF TURKEY AND THE COUNCIL OF MINISTERS OF BOSNIA AND HERZEGOVINA ON COOPERATION IN INFRASTRUCTURE AND CONSTRUCTION PROJECTS

The Government of the Republic of Turkey and the Council of Ministers of Bosnia and Herzegovina (hereinafter: "the Parties")

Desiring to enhance bilateral cooperation in the field of development of transport infrastructure and the promotion and extension of economic relations,

Taking into account the Memorandum of Understanding between the Republic of Turkey and Bosnia and Herzegovina on the Cooperation in Infrastructure and in particular in the implementation of the Projects of the Construction of the Sarajevo – Belgrade – Sarajevo Motorway/Express Way, signed in Ankara on 2 May 2019,

Have agreed on the mutual relations, rights and obligations:

# Article 1 Scope

This Agreement shall aim at improving cooperation in the field of construction and development of transport infrastructure at the local, regional and national levels in the Parties, based on the principle of solidarity, complementarity and mutual respect.

# Article 2 Definitions

The transport infrastructure referred to in Article 1 of this Agreement shall comprise the following: local, regional and provincial roads, highways and express ways, any other road components (bridges, overpasses, underpasses and tunnels) defined by national regulations of the countries of the Parties.

### Article 3 Activities

The Parties agree that cooperation, within the framework of this Agreement, shall imply the following activities:

1. Provision of favourable conditions for project financing and implementation, in particular;

Project preparation, including the preparation documentation,

Execution of infrastructure projects (construction infrastructure facilities),

Procurement of goods (machinery, equipment and materials) necessary for the construction and reconstruction of infrastructure facilities.

reconstruction of

ANI GENTR

- Implementation of building construction projects (construction and reconstruction of plants and premises),
- 2. Execution of works;
- 3. Provision of technical assistance by experts specialized in staff training in order to prepare development plans and projects in the field of infrastructure.

### Article 4 Performance of Activities

The activities set out in Article 3 of this Agreement shall be performed by signing individual contracts based on projects previously approved by the competent authorities referred to in Article 6 of this Agreement.

Contracts referred to in paragraph 1 of this Article shall define the project financing methods, procedures and selection methods of the contractors and other relevant issues.

### Article 5 Financial Contracts

Financing of the projects, which shall be the subject of particular consideration and agreement of the Parties, shall be carried out within the framework of their respective legislation in force in accordance with their budgetary possibilities and contracts with contractors.

The Parties in their capacity as the provider of the funds shall, in accordance with their budgetary possibilities, finance development projects with sources acceptable for the other Party.

# Article 6 Responsible Authorities

The Ministry of Transport and Infrastructure of the Republic of Turkey and the Ministry of Communications and Transport of Bosnia and Herzegovina, in cooperation with the competent Entity Ministries in Bosnia and Herzegovina shall be in charge of the implementation of this Agreement.

# Article 7 Construction and Reconstruction of Road Network

The Parties shall consider the possibility of providing the necessary funds for financing priority projects (construction and reconstruction of the motorway route of Sarajevo-Žepče-Tuzla-Brčko-Bijeljina-Kuzmin and express way route of Sarajevo-Pale-Rogatica-Višegrad-Vardište, connecting Pale-Prača-Hrenovica section to Goražde) from Turkish vands and/or international financial institutions. Furthermore, regarding the selection of Contractors for the implementation of these priority projects, priority shall be given to be Contractor companies which are currently working on afore-mentioned routes.

ASLI COLIDIR

July

In order to cooperate in the implementation of all the infrastructure projects and construction projects, the Parties shall agree to perform the supply and procurement of goods, works and services necessary for the implementation of the projects under this Agreement in accordance with the provisions of this Agreement.

#### Article 8 Administrative Assistance

The Parties shall provide each other with all the necessary assistance to ensure unimpeded entry into, stay in and exit from the countries of the Parties to the staff accredited to perform activities under this Agreement, in accordance with the relevant regulations of the Parties.

# Article 9 Taxes, Duties and Other Public Charges

Import and export of goods, equipment and materials and services required for the performance of the activities under this Agreement shall be treated in accordance with the regulations governing fiscal facilities and administrative incentives in the countries of the Parties.

### Article 10 Modifications and Amendments

This Agreement may be modified or amended upon mutual consent of the Parties. Such modifications or amendments shall enter into force as set out in Article 12 of this Agreement.

# Article 11 Settlement of Disputes

Any differences or disputes which may arise from the interpretation and/or implementation procedure of this Agreement shall be settled in a friendly manner through diplomatic channels.

# Article 12 Entry into Force and Termination

This Agreement shall enter into force on the date of the receipt of the last written notification by which the Parties notify each other, through diplomatic channels, about the completion of their internal legal procedures required for the entry into force of the concerned document.

This Agreement shall remain in force for five (5) years and it shall be renewed automatically for successive periods of five (5) years, unless one of the Parties notifies the other in writing through diplomatic channels of its intention to terminate the Agreement, sixty (60) days prior to its expiration

The termination of this Agreement shall not affect the implementation of any ongoing programs and/or projects under this Agreement, unless the Parties agree (merc) se in writing.

ASLI GBIDIR

Done in Ankara on 16.03.2021 in two original copies in Turkish, Bosnian, Croatian, Serbian and English languages, all texts being equally valid. In case of differences in interpretation, the English text shall prevail.

On behalf of the Government of the Republic of Turkey

On behalf of the Council of Ministers of Bosnia and Herzegovina

AdirKARAİSMAİLOĞLÜ

Minister of Transport and Infrastructure

Vojin MPTROVIĆ

Minister of Communications and Transport



