



REPUBLIC OF KENYA

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assistance to traders engaged in retail trade or wholesale trade throughout the country. By the end of 1987/88 financial year, the Corporations outstanding loans under the Commercial loans scheme amounted to KShs.179 million. During the 1988/89 financial year, Commercial loans worth Kshs.54.0 million were approved and KShs.38 million disbursed over the same year.

4. The ICDC has secured a loan of BEF 494,500,000 equivalent to KShs.336,000,000 from Indosuez Bank Belgie NV conditional on a government guarantee. The loan bears a fixed interest rate of 3.73% per annum; 2½ years grace period; 13 years maturity period with repayments semi -annually. The loan carries a penalty interest at the rate of BIBOR plus 3% for amounts unpaid at maturity.
5. The current borrowing from Indosuez Bank to ICDC will be on-lent to SOYA OIL AND FOOD INDUSTRIES, P.O. BOX 45519, Nairobi, Kenya, for the establishment of Soya Bean Oil and Meal processing complex (integrated Edible Oil Project).
6. As at 30th September 1990, the ICDC had outstanding foreign loans of DEM 23.25 million equivalent to KShs.343,170,000 at the ruling exchange rate.
7. The National Assembly is required to approve that the Government Guarantee a loan of BEF 494,500,000 equivalent to KSh.336,000,000 from Indosuez Bank NV to Industrial and Commercial Development Corporation (ICDC).

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8. The current contingent liability of the Government in respect of Guarantee (Loans) Act (other than those in the schedule to the act) amounts K£ 1,292,193,725 and with the guarantee of BEF 494,500,000 equivalent to K£ 16,800,000 proposed in this Sessional Paper, the aggregate amount will be increased to K£ 1,308,993,725 of which K£ 83,489,497 falls within paragraph (a) of K£ 1,129,748,389 within paragraph (b) of Section 3(3) of the Act.

A large, stylized handwritten signature in black ink, appearing to read 'George Saitoti'.

HON. PROF. GEORGE SAITOTI

VICE PRESIDENT AND MINISTER FOR FINANCE