

due from the Company under the loan agreement.

The loan will carry a maturity of13.....years i.e. ...10.....years repayment period and ..3.....years of grace period. Interest on the loan will be payable at the rate of5.7.....per cent per annum. (in Yen) or 8.3 % p.a. in US Dollar

As at6:12..... 19.89.. the Kenya Pipeline Company Limited had outstanding foreign loan of Kf 19,433,909.... ^{at a rate of Kshs. 21.83 to} ~~(at current rate of exchange)~~. US \$

The current total contingency liability of the Kenya Government in respect of guarantee given under clause 3 (3) of the Guarantee (Loans) Act other than those specified in the schedule to the Act amounts to Kf.1,065,954,713. With the guarantee of US \$ 58,355,640.equivalent to Kf 63,695,181... proposed in this Sessional Paper, the aggregate will be increased to Kf1,129,649,894..... of which Kf1,043,294,415.... falls within paragraph (b) of section 3 (3) of the Act.



Hon Prof. G. Saitoti
Vice President and Minister for Finance