



# UPPER ZAMBEZI ECOLOGICAL ORGANIC AGRICULTURE DEVELOPMENT PROJECT

This is an agreement between EKONJIMO Project, implemented by the EKO LIBURNIA, Association for development of ecotourism, organic agriculture and environmental protection, Jelačićev trg 1/III, 51000 Rijeka, CROATIA, and represented by Mr. Ranko Tadić,

and

Mr/Ms.           Name          ,           Adress          ,           Town          , being the EKONJIMO Project beneficiary (Beneficiary in the further text)

## Terms of the Agreement:

1. EKONJIMO Project will provide to the Beneficiary set of irrigation equipment for ecological organic vegetables production, comprising of: (a) DC 50P water pump; (b) 40 mm polypipe class 6 per 50 m; (c) 32 mm polypipe class 6 per 50 m; (d) 2" suction hose; (e) 50 mm poly adaptor; and (f) 2" GI socket. The value of the above mentioned equipment is **ZMW 5,220.00**, as per Davis & Shurtleaf Ltd., Livingstone, ZAMBIA, quotation from 10<sup>th</sup> December 2015.
2. First part of the cost of equipment stated under 1 in the amount of **ZMW 2,820.00** EKONJIMO Project is donating to the Beneficiary as the grant.
3. Second part of the cost of equipment stated under 1 in the amount of **ZMW 2,400.00** EKONJIMO Project is lending to the Beneficiary as the favourable interest free loan with repayment period of 3 (three) years.
4. EKONJIMO Project is approving to Beneficiary a grace period of 1 (one) year for the loan stated under 3.
5. Beneficiary must repay the approved loan in total amount of ZMW 2,400.00 during 2 (two) years period following the grace period stated under 4 in 24 monthly payments of ZMW 100.00 each.
6. Money collected from Beneficiary loan repayment EKONJIMO Project will use for the Project revolving fund through which other farmers will be assisted in a future.
7. In order to get irrigation equipment stated under 1 from the EKONJIMO Project, Beneficiary must secure constant vegetables gardening area of a minimum of 300 sq.m. (358.8 sq.yd.) which must be properly fenced by wooden pols and bush branches.
8. When Beneficiary successfully satisfies the requirements stated under 7, EKONJIMO Project will hand over the irrigation equipment stated under 1 to him/her.
9. The equipment stated under 1 is EKONJIMO Project's property as long as Beneficiary does not repay the approved loan of ZMW 2,400.00 in total. For that matter EKONJIMO Project reserves the right to collect back the equipment from the Beneficiary if he/she is not repaying the loan or if he/she does not use the equipment for its original approved purpose.
10. After Beneficiary repays the approved loan of ZMW 2,400.00 in total, the equipment stated under 1 becomes his/her property under condition that he/she will be using it for its original approved purpose for additional 3 (three) years. If Beneficiary after repayment of loan does not use the same equipment for additional 3 (three) years



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he/she must repay the initial granted amount of ZMW 2,820.00 to the EKONJIMO Project in full and in one payment.

11. Additional equipment for vegetables gardening not stated under 1, such as water tank, additional pipes, gardening tools, etc. is not subject of this agreement and Beneficiary must procure it from his/her own funds.
12. Cost of fuel for irrigation equipment work and cost of maintenance and repair of equipment Beneficiary must procure from his/her own funds.
13. Besides irrigation equipment EKONJIMO Project will donate to Beneficiary appropriate quantity of seeds for planting vegetables from the approved EKONJIMO list of crops (tomato, eggplant, okra) in his/her first year of production (grace period). Seeds will not be donated to Beneficiary in the following years of production. Beneficiary has the right to plant other vegetables not listed in the EKONJIMO list of crops but in that case he/she must procure seeds from his/her own funds.
14. Beneficiary agrees that he/she will attend all EKONJIMO Project training activities on ecological organic production during duration of this agreement.
15. Beneficiary accepts that EKONJIMO Project has the right to constantly monitor his/her vegetables production activities during duration of this agreement.

Place and Date

For EKONJIMO Project

EKONJIMO Project beneficiary

Ranko Tadić

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