FINANCING AGREEMENT

The European Commission, hereinafter referred to as "THE COMMISSION", acting
for and on behalf of the European Community, hereinafter referred to as "THE
COMMUNITY"
on the one part, and

The Government of Romania, hereinafter referred to as "THE RECIPIENT"
on the other part,

HAVE AGREED AS FOLLOWS:

The measure referred to in Article 1 below shall be executed and financed out of the
budget resources of THE COMMUNITY in accordance with the provisions set out in
this Memorandum. The technical, legal, and administrative framework within which
the measure referred to in Article 1 below shall be implemented is set out in the
General Conditions annexed to the Framework Agreement of 12 March 1991 between
THE COMMISSION and THE RECIPIENT, and supplemented by the terms of this
Memorandum and the Special Provisions annexed hereto.

ARTICLE 1 - NATURE AND SUBJECT

As part of its aid programme, THE COMMUNITY shall contribute, by way of grant,
towards the financing of the following MEASURE, described in detail in Annex C:

Programme number: 2005/017-690

Title: Phare flood-damage rehabilitation and prevention
programme for 2005 in Romania.

Duration: Until 30 November 2007

ARTICLE 2 - COMMITMENT OF THE COMMUNITY

The financial contribution of THE COMMUNITY is fixed at a maximum of €24.6M,
hereinafter referred to as "THE EC GRANT".

ARTICLE 3 - DURATION AND EXPIRY

For the present MEASURE, THE EC GRANT is hereby available for contracting until
30 November 2007 subject to the provisions of this Memorandum. All contracts must
be signed by this date. Any balance of funds of the EC GRANT, which have not been
contracted by this date shall be cancelled. The deadline for execution of contracts of
THE EC GRANT is 30 November 2008 except for investment and related
supervision contracts in measure 01.03, where the deadline is November 30, 2009.
Execution of all contracts must end by the deadline for execution of contracts. THE
COMMISSION may however, in exceptional circumstances, agree to an appropriate
extension of the contracting period or of the contract execution period, should this be
requested in due time and properly justified by THE RECIPIENT.

This Memorandum shall expire at the expiry date for the execution of contracts of the
EC GRANT. All the funds which have not been disbursed shall be returned to the
Commission.
ARTICLE 4 - ADDRESSES
Correspondence relating to the execution of THE MEASURE, stating THE MEASURE’S number and title, shall be addressed to the following:

for THE RECIPIENT:
Mr Istvan Jakab
Secretary of State and National Aid Coordinator
Ministry of Public Finance
Government of Romania
St. Apolodor 117
latura Nord, sector 5 Bucharest
Romania
Fax: 00 40 21 3359878

for the COMMUNITY:
Mr. Jonathan Scheele
Head of Delegation of the European Commission in Bucharest
St. Jules Michelet 18-20
010463 Bucharest
Romania
Fax: 00 40 1 212 88 08

ARTICLE 5 - NUMBER OF ORIGINALS
This Memorandum is drawn up in duplicate in the English language.

ARTICLE 6 - ENTRY INTO FORCE
This Memorandum shall enter into force on the date on which it has been signed by both parties. No expenditure incurred before this date is eligible for the EC GRANT.
The Annexes shall be deemed an integral part of this Memorandum.

Done at Bucharest
Date 18 May 2016
for THE RECIPIENT

Mr. Sebastian Vlădescu
Minister of Public Finance

Done at Bucharest
Date 18 May 2016
for THE COMMUNITY

Mr. Jonathan Scheele
Head of Delegation of the European Commission in Romania

2. Special Provisions (Annex C)
3. Visibility/Publicity (Annex D)
4. Budget (Annex E)