## LIST OF INELIGIBLE ITEMS

- 1. Loan proceeds will finance the foreign currency expenditures for the reasonable cost of imported goods required during the Sustainable and Inclusive Energy Program (Subprogram 1).
- 2. No withdrawals shall be made in respect of:
  - (i) expenditures for goods included in the following groups of subgroups of the United Nations Standard International Trade Classification, Revision 3, or any successor groups or subgroups under future revisions to the Standard International Trade Classification, as designated by the Asian Development Bank by notice to the borrower;
  - (ii) expenditures in the currency of the borrower or of goods supplied from the territory of the borrower;
  - (iii) expenditures for goods supplied under a contract that any national or international financing institution or agency will have financed or has agreed to finance, including any contract financed under any loan or grant from the Asian Development Bank;
  - (iv) expenditures for goods intended for a military or paramilitary purpose or for luxury consumption;
  - (v) expenditures for narcotics;
  - (vi) expenditures for environmentally hazardous goods, the manufacture, use or import of which is prohibited under the laws of the borrower or international agreements to which the borrower is a party; and
  - (vii) expenditures on account of any payment prohibited by the borrower in compliance with a decision of the United Nations Security Council taken under Chapter VII of the Charter of the United Nations.

**Ineligible Items** 

Chapter	Heading	Description of Items
112		Alcoholic Beverages
121		Tobacco, unmanufactured; tobacco refuse
122		Tobacco, manufactured (whether or not containing tobacco substitute)
525		Radioactive and associated materials
667		Pearls, precious and semiprecious stones, unworked or worked
718	718.7	Nuclear reactors, and parts thereof, fuel elements (cartridges), non-irradiated for nuclear reactors
728	728.43	Tobacco processing machinery
897	897.3	Jewelry of gold, silver or platinum-group metals (except watches and watch cases) and
		goldsmiths' or silversmiths' wares (including set gems)
971		Gold, non-monetary (excluding gold ore and concentrates)

Source: United Nations.