



Treaty Series No. 54 (1973)

Exchange of Notes

on revised Arrangements for
the Payment of certain Debts
due from the Government of Pakistan
to the Government of the
United Kingdom of Great Britain
and Northern Ireland

London, 30 November 1972

[The Agreement entered into force on 30 November 1972]

*Presented to Parliament
by the Secretary of State for Foreign and Commonwealth Affairs
by Command of Her Majesty
May 1973*

LONDON

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**EXCHANGE OF NOTES
ON REVISED ARRANGEMENTS FOR THE PAYMENT OF
CERTAIN DEBTS DUE FROM THE GOVERNMENT OF
PAKISTAN TO THE GOVERNMENT OF THE
UNITED KINGDOM OF GREAT BRITAIN AND
NORTHERN IRELAND**

No. 1

*The Minister for Overseas Development, Foreign and Commonwealth Office,
to the Secretary to the Government of Pakistan, Economic Affairs Division.*

Foreign and Commonwealth Office, S.W.1.

30 November 1972

Sir,

I have the honour to refer to discussions between representatives of the Government of the United Kingdom of Great Britain and Northern Ireland and representatives of the Government of Pakistan concerning letters exchanged between the Board of Trade of the United Kingdom acting by the Export Credits Guarantee Department thereof and the Government of Pakistan on 28 December 1960,⁽¹⁾ 16 March 1961,⁽¹⁾ 8 January 1962,⁽¹⁾ 5 November 1962,⁽¹⁾ 18 June 1963,⁽¹⁾ 25 February 1964,⁽¹⁾ 13 October 1964,⁽¹⁾ 23 December 1964,⁽¹⁾ 23 December 1964,⁽¹⁾ and 19 February 1965,⁽¹⁾ and known as the United Kingdom-Pakistan Credit Agreements (hereinafter together with later amendments thereto called "the Credit Agreements") and to inform you that the Government of the United Kingdom are prepared to conclude an agreement with the Pakistan Government in the following terms:

1. The Government of the United Kingdom shall not require the Government of Pakistan to make any further payments, in respect of sums which fell due or which shall have fallen due during the period from 1 May 1971 to 30 June 1973, both dates inclusive, pursuant to promissory notes issued in accordance with the provisions of the Credit Agreements.

2. The Government of Pakistan shall pay to the Export Credits Guarantee Department of the United Kingdom or any other department which the Government of the United Kingdom may nominate for the purposes of this Agreement (hereinafter referred to as "the Department") the sum of £9,763,370-59 (Nine million, seven hundred and sixty-three thousand, three hundred and seventy pounds and fifty-nine new pence sterling) by seven equal half-yearly instalments of £1,394,767-22 (One million, three hundred and ninety-four thousand, seven hundred and sixty-seven pounds and twenty-two new pence sterling).

The first instalment shall be paid on 1 July 1974 and the remaining instalments shall be paid on 1 January and 1 July in each year commencing on 1 January 1975.

⁽¹⁾ Not published.

The Government of Pakistan when paying an instalment shall pay to the Department interest upon that instalment calculated at the rate of one percent per annum from 1 July 1973 to the date of payment of that instalment.

3. Notwithstanding the provisions of paragraph 2 of this agreement the Government of Pakistan may pay to the Department the principal amount of any sum referred to in that paragraph, or any part thereof, before its due date together with all the interest accrued thereon up to the date of receipt by the Department of such principal amount.

4. If the foregoing proposals are acceptable to the Government of Pakistan I have the honour to suggest that the present Note together with your reply in that sense shall constitute an agreement between the Government of the United Kingdom and the Government of Pakistan which shall enter into force on the date of your reply.

I have the honour to be with high consideration

Sir

RICHARD WOOD

No. 2

The Secretary to the Government of Pakistan, Economic Affairs Division, to the Minister for Overseas Development, Foreign and Commonwealth Office.

London.

30th November, 1972.

Sir,

I have the honour to acknowledge receipt of your Note of today's date which reads as follows:

[As in No. 1]

I have the honour on behalf of the Government of Pakistan to inform you that the foregoing proposals are acceptable and to agree that your Note and this reply shall constitute an agreement in this matter between the two Governments which shall enter into force on this day's date.

I have the honour to be
with the highest consideration
your obedient servant

S. S. IQBAL HOSAIN