

No. 1201

**UNITED KINGDOM OF GREAT BRITAIN
AND NORTHERN IRELAND
and
YUGOSLAVIA**

Exchange of notes constituting an agreement granting a credit of £ 3,000,000 to Yugoslavia for the purchase of consumer goods, foodstuffs, etc. (with appendices). London, 28 December 1950

Official text: English.

Registered by the United Kingdom of Great Britain and Northern Ireland on 14 May 1951.

**ROYAUME-UNI DE GRANDE-BRETAGNE
ET D'IRLANDE DU NORD
et
YUGOSLAVIE**

Échange de notes constituant un accord octroyant un crédit de 3 millions de livres sterling à la Yougoslavie pour l'achat de biens de consommation, de denrées alimentaires, etc. (avec annexes). Londres, 28 décembre 1950

Texte officiel anglais.

Enregistré par le Royaume-Uni de Grande-Bretagne et d'Irlande du Nord le 14 mai 1951.

No. 1201. EXCHANGE OF NOTES CONSTITUTING AN AGREEMENT¹ BETWEEN THE GOVERNMENT OF THE UNITED KINGDOM AND THE GOVERNMENT OF YUGOSLAVIA GRANTING A CREDIT OF £3,000,000 TO YUGOSLAVIA FOR THE PURCHASE OF CONSUMER GOODS, FOODSTUFFS, ETC. LONDON, 28 DECEMBER 1950

I

The Secretary of State for Foreign Affairs to the Yugoslav Ambassador

FOREIGN OFFICE, S.W. 1

28th December, 1950

Your Excellency,

I have the honour to propose the following arrangements for the purpose of giving effect to the decision of His Majesty's Government in the United Kingdom to make available to the Government of the Federative People's Republic of Yugoslavia a credit of £3,000,000 for the purchase, through persons carrying on business in the United Kingdom, of consumer goods, foodstuffs and any consequential requirements to be agreed between the two Governments :—

1. The Export Credits Guarantee Department (hereinafter called " the Department ") shall guarantee and purchase at par Promissory Notes of the Government of the Federative People's Republic of Yugoslavia in the form shown in Appendix " A " hereto up to a total of £3,000,000 in principal amount subject to the following conditions :—

- (a) the Promissory Notes shall be issued by the Ministry of Finance of the Government of the Federative People's Republic of Yugoslavia and made payable as to principal and interest to bearer at the Bank in London indicated on the Promissory Note;
- (b) the Promissory Notes shall be expressed in sterling in sums of £5,000 or multiples thereof and shall become payable as follows :—

£500,000 on 30th June, 1956,
£500,000 on 31st December, 1956,

¹ Came into force on 28 December 1950, by the exchange of the said notes.

£500,000 on 30th June, 1957,
£500,000 on 31st December, 1957,
£500,000 on 30th June, 1958,
£500,000 on 31st December, 1958;

- (c) the Promissory Notes shall carry interest at the rate of $4\frac{1}{2}$ per cent-
per annum calculated from the date of endorsement by the Depart-
ment until the date of maturity of the Note and payable on the date
of maturity of the Promissory Note. The Promissory Notes shall
be stamped at the expense of the Government of the Federative
People's Republic of Yugoslavia;
- (d) every contract in respect of which payment is to be made under this
Exchange of Notes shall be notified to the Department in the form
shown in Appendix " B " hereto. If the particulars furnished in the
form of Appendix " B " should not prove sufficient to satisfy the
Department, the Department shall have the right to see that contract;
- (e) the Government of the Federative People's Republic of Yugoslavia
shall present to the Department for endorsement from time to time
Promissory Notes to an amount approximately equal (after taking into
account any balance in the special account mentioned in paragraph 2
below) to the total of the payments falling due in the near future as
set out in a list to be furnished by the Government of the Federative
People's Republic of Yugoslavia which shall be based upon the par-
ticulars set forth in the form referred to in paragraph (d).

2. On compliance with the conditions set out in paragraph 1 the Depart-
ment shall, within one week of any Promissory Notes being tendered to them,
guarantee and purchase those Promissory Notes at par and shall pay the proceeds
into a special account opened in favour of the Government of the Federative
People's Republic of Yugoslavia at the Bank in London indicated on the Pro-
missory Note. The money in this special account shall be subject to with-
drawal only by means of payment orders signed by the Government of the
Federative People's Republic of Yugoslavia and countersigned by the Depart-
ment.

3. I have the honour further to propose that, if the provisions set forth
above are acceptable to the Government of the Federative People's Republic
of Yugoslavia, this Note, together with your Excellency's reply to that effect,
shall constitute an Agreement between our respective Governments which
shall come into force on this day's date.

I have, &c.

(Signed) Ernest BEVIN

APPENDIX " A "

No..... Date of Maturity.....
 £..... £.....

The Ministry of Finance of the Federative People's
 Republic of Yugoslavia

Issued pursuant to an agreement dated, 195..., between the Government of the United Kingdom of Great Britain and Northern Ireland and the Government of the Federative People's Republic of Yugoslavia.

The Ministry of Finance of the Federative People's Republic of Yugoslavia promise to pay to Bearer on the (without days of grace) the sum of £ () and also to pay interest thereon in Sterling at the rate of 4½ per cent. per annum from the date of the endorsement of the Note by the Export Credits Guarantee Department of the Board of Trade until the maturity of this Note.

For and on behalf of the Ministry
 of Finance of the Government of
 the Federative People's Republic
 of Yugoslavia.

Belgrade,

....., 195...

Payable as to Principal and Interest at
 Bank, Ltd., London.

APPENDIX " B "

Register of Contracts

Serial No.....

The following are details of a contract proposed for payment under the terms of the Agreement dated between the Government of the Federative People's Republic of Yugoslavia and the Government of the United Kingdom of Great Britain and Northern Ireland :—

1. Name and address of the United Kingdom Seller :
2. Name and address of the Yugoslav Buyer :
3. Date of Contract :
4. Value of Contract : £
5. Terms of payment :
6. Short description of goods :
7. Country from which the goods are to be imported :

This is to certify that the above are details of a contract for consumer goods, foodstuffs or consequential requirements, the supply of which has been agreed between the parties to the Agreement referred to above.

Signed,

for the Yugoslav Government.

Date

II

The Yugoslav Ambassador to the Secretary of State for Foreign Affairs

EMBASSY OF THE FEDERATIVE PEOPLE'S REPUBLIC OF YUGOSLAVIA

25, Kensington Gore, London, S.W. 7

28th December, 1950

Your Excellency,

I have the honour to acknowledge the receipt of your Note of 28th December, 1950, of which the text reads as follows:—

[See note I]

I have the honour to confirm that the provisions set out in your Note are acceptable to the Government of the Federative People's Republic of Yugoslavia, and that your Excellency's Note and the present reply shall constitute an Agreement between our two Governments.

I avail, &c.

(Signed) J. BRILEJ