

No. 1587

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

**Exchange of notes constituting an agreement regarding
financial arrangements. London, 28 September 1951**

Official text: English.

*Registered by the United Kingdom of Great Britain and Northern Ireland on
11 December 1951.*

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

**Échange de notes constituant un accord relatif à des arran-
gements financiers. Londres, 28 septembre 1951**

Texte officiel anglais.

*Enregistré par le Royaume-Uni de Grande-Bretagne et d'Irlande du Nord le
11 décembre 1951.*

No. 1587. EXCHANGE OF NOTES CONSTITUTING AN AGREEMENT¹ REGARDING FINANCIAL ARRANGEMENTS BETWEEN THE GOVERNMENT OF THE UNITED KINGDOM OF GREAT BRITAIN AND NORTHERN IRELAND AND THE GOVERNMENT OF YUGOSLAVIA. LONDON, 28 SEPTEMBER 1951

I

The Secretary of State for Foreign Affairs to the Yugoslav Ambassador in London

FOREIGN OFFICE

28th September, 1951

Your Excellency,

I have the honour to propose the following arrangements for the purpose of giving effect to the recent decision of His Majesty's Government to make available, in co-ordination with the United States and French Governments, a programme of short-term economic assistance to the Government of the Federative People's Republic of Yugoslavia.

The proposals contained in this letter relate to the method by which purchase of such goods as may from time to time be agreed between our two Governments may be made from United Kingdom Grants-in-Aid provided for this purpose :—

1. Every contract relating to the purchase of goods under the approved programmes shall be placed by purchasing organisations of the Government of the Federative People's Republic of Yugoslavia with United Kingdom sellers, and shall provide for payment in cash against shipping documents through a London bank ;
2. Every such contract shall be notified to the Export Credits Guarantee Department (as Agents of the Foreign Office) hereinafter referred to as the Department, in the form shown in Appendix "A" hereto as soon as possible after the contract is signed, and such declarations when accepted by the Department shall be irrevocable unless the consent of the United Kingdom seller and the Department is obtained. If the

¹ Came into force on 28 September 1951 by the exchange of the said notes.

particulars furnished in the form of Appendix "A" should not prove sufficient to satisfy the Department, the Department shall have the right to see that contract. The forms of Appendix "A" shall be signed by the Yugoslav Commercial Counsellor or Acting Commercial Counsellor in London.

3. The National Bank of the Federative People's Republic of Yugoslavia (duly authorised in that behalf) shall open Special Accounts at the Midland Bank, Limited, and Westminster Bank, Limited, in London, into which the Department shall arrange to make payments from time to time as required. The instructions for opening and operating the Special Accounts shall be approved by the Department, and shall provide that all orders of the National Bank for payment against documents or for opening individual documentary credits shall be countersigned by the Department, and shall further provide that if the grant is terminated by His Majesty's Government any unutilised balance remaining on the Special Accounts shall be repaid to the Department on demand.

4. In cases where the Government of the Federative People's Republic of Yugoslavia wish the contracts for the purchase of goods which have been agreed between our two Governments to be made with persons other than United Kingdom sellers, modifications to the procedure set out above shall be agreed between the Government of the Federative People's Republic of Yugoslavia and the Department in each case.

5. The provisions of the United Kingdom legislation regarding exchange control will apply to all transactions.

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.

Herbert MORRISON

APPENDIX "A"

REGISTER OF CONTRACT—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 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. Approximate dates of shipment :
7. Short description of goods :
8. Quantity of goods :
9. Country from which the goods are to be imported :

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

(Signed).....
for the Yugoslav Government

Date.....

To: The Export Credits Guarantee Department
54, Gracechurch Street, E.C. 3.

II

The Yugoslav Ambassador in London to the Secretary of State for Foreign Affairs

EMBASSY OF THE FEDERATIVE PEOPLE'S REPUBLIC OF YUGOSLAVIA

London, 28th September, 1951

Your Excellency,

I have the honour to acknowledge the receipt of your Note of 28th September, 1951, 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.

Joza BRILEJ