

No. 2314

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**UNITED STATES OF AMERICA  
and  
ISRAEL**

**Exchange of notes constituting an agreement relating to relief and resettlement of refugees. Tel Aviv, 27 February 1952**

*Official text: English.*

*Registered by the United States of America on 22 October 1953.*

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**ÉTATS-UNIS D'AMÉRIQUE  
et  
ISRAËL**

**Échange de notes constituant un accord relatif à des projets d'assistance et de réinstallation en faveur des réfugiés. Tel-Aviv, 27 février 1952**

*Texte officiel anglais.*

*Enregistré par les États-Unis d'Amérique le 22 octobre 1953.*

No. 2314. EXCHANGE OF NOTES CONSTITUTING AN AGREEMENT<sup>1</sup> BETWEEN THE UNITED STATES OF AMERICA AND ISRAEL RELATING TO RELIEF AND RESETTLEMENT OF REFUGEES. TEL AVIV, 27 FEBRUARY 1952

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I

*The American Ambassador to the Israeli Minister for Foreign Affairs*

AMERICAN EMBASSY,  
TEL AVIV

No. 62

February 27, 1952

Excellency :

I have the honor to refer to current negotiations between representatives of the Government of Israel and representatives of the Government of the United States of America, looking to the conclusion of an agreement for assistance to Israel under Section 205 of the Mutual Security Act of 1951<sup>2</sup> of the United States of America for specific refugee relief and resettlement projects. It is proposed that this assistance be extended in accordance with the following principles and procedures :

(1) Recognition is given to the fact that in his note of December 7, 1951,<sup>3</sup> the Ambassador of Israel at Washington, His Excellency, Abba Eban, on behalf of the Government of Israel, has given assurances as required in accordance with Section 511 (b) of the Mutual Security Act, that the Government of Israel agrees to join with the Government of the United States in promoting international understanding and good will and in maintaining world peace and to undertake such action as they mutually agree upon to eliminate the causes for international tension.

(2) The Government of the United States of America, during the fiscal year ending June 30, 1952, upon request of the Government of Israel, will from time to time make available not to exceed in total

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<sup>1</sup> Came into force on 27 February 1952 by the exchange of the said notes.

<sup>2</sup> United States of America : 65 Stat. 375.

\$50,000,000. for such specific refugee relief and resettlement projects in Israel as are approved by the Government of the United States of America. The Government of Israel will furnish to the Government of the United States of America, in support of each request, such supporting information and data as the Government of the United States of America may specify in order to determine whether to give its approval to the request.

(3) Funds made available under the provisions contained in the exchange of notes between the two Governments on December 7, 1951,<sup>1</sup> shall be credited against the \$50,000,000. maximum expenditure provided for herein. The provisions of paragraphs (2), (4), (6), and (7) of this note of the Government of the United States of America of December 7, 1951, shall apply to the use of funds made available by that note.

(4) The Government of Israel will establish, in its name or that of an authorized Israeli agency, a special account in a bank acceptable to both Governments, and will deposit therein the Israeli currency equivalent to the dollar aid provided under the terms of this Agreement. The exchange rate to be used in computing the amounts of such Israeli currency deposits shall be the par value for the Israeli currency agreed with the International Monetary Fund in effect at the time of each deposit, provided that this par value is the single rate applicable to the purchase of dollars for commercial transactions in Israel. If there is no such agreed par value or if there are two or more effective rates that are not unlawful for the purchase of dollars, the rates used shall be the effective rates (including the amount of any exchange tax, surcharge, bonus, or value of any exchange certificate) which at the time of deposit, are applicable to the purchase of dollars for the respective purposes for which dollars supplied hereunder are used. In no case, however, will the amount of Israeli pounds deposited be less than the equivalent, at the official rate of exchange at the time of the deposit, of the United States dollar aid provided hereunder. Such deposits will be made from time to time by the Government of Israel upon notification to that Government that dollars have been made available by the Government of the United States of America for expenditure pursuant to this Agreement. The sums in this account shall be used in furtherance of specific refugee relief and resettlement projects, and for such other purposes as may be consistent with the objectives of the aid programs in Israel as may be mutually agreed between the two Governments.

(5) The sums made available pursuant to paragraph (2) and paragraph (4) of this Agreement shall be expended under the general direction

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<sup>1</sup> United Nations, *Treaty Series*, Vol. 157, p. 53.

and supervision of the United States Director of Technical Cooperation in Israel and the representatives of the Government of Israel designated for the purpose by that Government, subject to the terms and conditions of this Agreement and the documents containing the requests of the Government of Israel and the approval of the Government of the United States of America. The Government of Israel will repay to the Government of the United States of America any sums of dollars and to the special account any sums of Israeli pounds which the Government of the United States of America determines to have been used for purposes other than those for which they were made available, or under terms and conditions other than those prescribed for their use.

(6) The Government of Israel will make available to the Government of the United States of America full opportunity to ascertain the uses made of the funds made available pursuant to paragraphs (2) and (4) of this Agreement, including access to the pertinent books and records covering the expenditure of such funds, access to the contracts and other documents relating thereto, and an opportunity to examine and inspect the projects financed from such funds.

(7) The Government of Israel will so deposit, segregate, or assure title to all funds made available pursuant to this Agreement that such funds shall not become subject to garnishment, attachment, seizure, or other legal process by any person, firm, agency, corporation, organization or government, when in the opinion of the United States Government such legal process would interfere with the attainment of the objectives of the program of assistance.

Upon receipt of a note from Your Excellency indicating that the provisions set forth in this note are acceptable to the Government of Israel, the Government of the United States of America will consider that this note and Your Excellency's reply thereto constitute an Agreement between the two Governments' on this subject, which shall enter into force on the date of Your Excellency's note in reply.

Please accept, Excellency, the renewed assurances of my highest consideration.

Monnet B. DAVIS

His Excellency Moshe Sharett  
Minister for Foreign Affairs  
of the State of Israel

## II

*The Israeli Minister for Foreign Affairs to the American Ambassador*

MINISTRY FOR FOREIGN AFFAIRS  
HAKIRYA, ISRAEL

February 27, 1952

Excellency,

I have the honour to acknowledge receipt of Your Excellency's Note No. 62, dated February 27, 1952, concerning assistance to Israel under Section 205 of the Mutual Security Act of 1951 of the United States of America, and to state that the provisions set forth in that Note are acceptable to the Government of Israel, which considers Your Excellency's Note and this reply as constituting an Agreement between the two Governments on this subject, entering into force on this date.

Please accept, Excellency, the renewed assurances of my highest consideration.

M. SHARETT

His Excellency Monnett B. Davis  
Ambassador of the United States of America  
Tel Aviv