

No. 2383

**UNITED STATES OF AMERICA
and
ICELAND**

**Exchange of notes constituting an agreement relating to
mutual security. Reykjavik, 7 and 8 January 1952**

Official text: English.

Registered by the United States of America on 28 November 1953.

**ÉTATS-UNIS D'AMÉRIQUE
et
ISLANDE**

**Échange de notes constituant un accord relatif à la sécurité
mutuelle. Reykjavik, 7 et 8 janvier 1952**

Texte officiel anglais.

Enregistré par les États-Unis d'Amérique le 28 novembre 1953.

No. 2383. EXCHANGE OF NOTES CONSTITUTING AN AGREEMENT¹ BETWEEN THE UNITED STATES OF AMERICA AND ICELAND RELATING TO MUTUAL SECURITY. REYKJAVIK, 7 AND 8 JANUARY 1952

I

*The American Chargé d'Affaires ad interim to the Icelandic Minister
for Foreign Affairs*

AMERICAN LEGATION
REYKJAVIK, ICELAND

No. 55

January 7, 1952

Excellency :

I have the honor to refer to the conversations which have recently taken place between representatives of our two Governments relating to the Economic Cooperation Agreement between the United States of America and Iceland signed at Reykjavik on July 3, 1948, as heretofore amended,² and to the enactment by the Congress of the United States of the Mutual Security Act of 1951, Public Law 165, 82nd Congress.³ I also have the honor to confirm the understandings reached as a result of these conversations, as follows :

The Government of Iceland has expressed its adherence to the purposes and policies of the Economic Cooperation Act of 1948 as heretofore amended,⁴ including the statement of purpose contained in Section 2 of the Mutual Security Act of 1951, which recognizes the primary importance of strengthening the mutual security and individual and collective defenses of the free world, developing their resources in the interest of the security and independence and national interest of friendly countries and facilitating the effective participation of those countries in the United Nations system for collective security.

Whenever reference is made in any of the articles of such Economic Cooperation Agreement to the Economic Cooperation Act of 1948, such reference shall be construed as meaning the Economic Cooperation Act of 1948, as heretofore amended.

¹ Came into force on 8 January 1952 by the exchange of the said notes.

² United Nations, *Treaty Series*, Vol. 20, p. 141; Vol. 79, p. 280, and Vol. 148, p. 398.

³ United States of America : 65 Stat. 373.

⁴ United States of America : 62 Stat. 137; 22 U. S. C. § 1501 *et seq.*

1. The Government of Iceland hereby confirms that it has agreed to
 - a. join in promoting international understanding and good will, and maintaining world peace;
 - b. take such action as may be mutually agreed upon to eliminate causes of international tension;
 - c. fulfill the military obligations which it has assumed under multilateral or bilateral agreements or treaties to which the United States is a party;
 - d. make, consistent with its political and economic stability, the full contribution permitted by its manpower, resources, facilities, and general economic condition to the development and maintenance of its own defensive strength and the defensive strength of the free world;
 - e. take all reasonable measures which may be needed to develop its defense capacities; and
 - f. take appropriate steps to insure the effective utilization of the economic and military assistance provided by the United States.

2. Sums allocated to the use of the Government of the United States of America pursuant to paragraph 4 of Article IV of the Economic Cooperation Agreement may be used by the Government of the United States of America for its expenditures in any area.

3. In lieu of the date referred to in paragraph 7 of Article IV of the Economic Cooperation Agreement, the amount of unencumbered balances referred to in that paragraph shall be determined as of the date of the termination of the assistance program under this Agreement.

4. Paragraph 6 of Article IV of the Economic Cooperation Agreement shall include expenditures for military production, construction, equipment and material. It shall also include expenditures for the encouragement of emigration from participating countries having permanent surplus manpower areas, particularly the undeveloped and dependent areas, where such manpower can be effectively utilized.

5. The two Governments will establish procedures whereby the Government of Iceland will so deposit, segregate, or assure title to all funds allocated to or derived from any program of assistance undertaken by the Government of the United States so that such funds shall not be subject to garnishment, attachment, seizure or other legal process by any person, firm, agency, corporation, organization or government, when the Government of Iceland is advised by the Government of the United States that any such legal process would interfere with the attainment of the objectives of the program of assistance.

Upon receipt of a note from your Government indicating that the foregoing provisions are acceptable to the Icelandic Government, the Government of the United States of America will consider that this note and your reply thereto

constitute an agreement between the two governments on this subject which shall enter into force on the date of your note in reply.

Morris N. HUGHES
Chargé d'Affaires ad interim

His Excellency Bjarni Benediktsson
Minister for Foreign Affairs
Reykjavik

II

*The Icelandic Minister for Foreign Affairs to the American Chargé
d'Affaires ad interim*

UTANRÍKISRÁÐUNEYTTID¹
REYKJAVIK

No. 1

January 8, 1952

Sir,

I have the honour to acknowledge the receipt of Your Note of January 7, 1952, in the following terms :

[See note I]

On behalf of the Government of Iceland I have the honour to confirm the foregoing understandings as constituting an Agreement between the two Governments which shall enter into force to-day.

I have the honour to renew to you, Sir, the assurances of my high consideration.

Bjarni BENEDIKTSSON

Mr. Morris N. Hughes
Chargé d'Affaires ad interim
Legation of the United States of America
Reykjavik

¹ Ministry for Foreign Affairs.