

No. 2808

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

**Exchange of notes (with appendices) constituting an agreement  
regarding certain financial obligations of the Yugoslav  
Government. Belgrade, 22 December 1954**

*Official text: English.*

*Registered by the United Kingdom of Great Britain and Northern Ireland  
on 24 March 1955.*

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

**Échange de notes (avec annexes) constituant un accord relatif  
à certaines obligations financières du Gouvernement  
yougoslave. Belgrade, 22 décembre 1954**

*Texte officiel anglais.*

*Enregistré par le Royaume-Uni de Grande-Bretagne et d'Irlande du Nord le  
24 mars 1955.*

No. 2808. EXCHANGE OF NOTES CONSTITUTING AN AGREEMENT<sup>1</sup> BETWEEN THE GOVERNMENT OF THE UNITED KINGDOM OF GREAT BRITAIN AND NORTHERN IRELAND AND THE YUGOSLAV GOVERNMENT REGARDING CERTAIN FINANCIAL OBLIGATIONS OF THE YUGOSLAV GOVERNMENT. BELGRADE, 22 DECEMBER 1954

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## I

*Her Majesty's' Ambassador at Belgrade to the Yugoslav Acting Secretary of State for Foreign Affairs*

BRITISH EMBASSY

Belgrade, December 22, 1954

Monsieur le Secrétaire d'État,

1. I have the honour to refer to the conversations which have recently taken place in Belgrade between representatives of the Government of the United Kingdom of Great Britain and Northern Ireland and of the Government of the Federal People's Republic of Yugoslavia concerning certain financial obligations of the Yugoslav Government, namely :—

- (1) The promissory notes to the value of £ 8,000,000 issued pursuant to article VII of the Trade Agreement between the Government of the United Kingdom of Great Britain and Northern Ireland and the Government of the Federal People's Republic of Yugoslavia, signed in Belgrade on 26th December, 1949,<sup>2</sup> as amended by the exchange of notes between the two Governments on Financial Matters arising out of the Trade Agreement of 26th December, 1949, signed in London on 21st October, 1952,<sup>3</sup> and subsequently by the exchange of notes signed in Belgrade on 29th June, 1954, and 15th-16th July, 1954, respectively ;
- (2) The promissory notes to the value of £ 3,000,000 issued pursuant to the exchange of notes 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, food-stuffs, &c., signed in London, on 28th December, 1950 ;<sup>4</sup>

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<sup>1</sup> Came into force on 22 December 1954 by the exchange of the said notes.

<sup>2</sup> United Nations, *Treaty Series*, Vol. 87, p. 71.

<sup>3</sup> United Nations, *Treaty Series*, Vol. 158, p. 494.

<sup>4</sup> United Nations, *Treaty Series*, Vol. 88, p. 329.

- (3) The promissory notes to the value of £ 2,000,000 issued pursuant to the exchange of notes between the Government of the United Kingdom and the Government of Yugoslavia granting a credit of £ 2,000,000 to Yugoslavia for the purchase of raw materials, signed in London on 11th January, 1951 ;<sup>1</sup>
- (4) The promissory notes to the value of £ 4,000,000 issued pursuant to the exchange of notes between the Government of the United Kingdom and the Government of Yugoslavia regarding a credit of £ 4,000,000 for Yugoslavia for the purchase of raw materials, signed in London on 10th May, 1951.<sup>2</sup>

2. I have the honour to propose that the promissory notes referred to in sub-paragraphs (1) to (4) of paragraph 1 above shall be exchanged for new promissory notes to be issued by the Yugoslav Government in the form shown in appendix A and in the denominations and with the maturity dates shown in appendix B of the present note.

3. All the promissory notes to be issued pursuant to this note shall be stamped at the expense of the Yugoslav Government and the exchange shall take place at Export Credits Guarantee Department, 9, Clements Lane, London, E.C. 4, on a date or dates to be fixed by agreement between the Yugoslav Government and the Department.

4. I also have the honour to propose that the promissory notes to be issued pursuant to this note, shall each show the amount of principal and the amount of interest due on maturity and that such interest shall be calculated as follows :—

- (a) In respect of the promissory notes to be issued in replacement of those referred to in paragraph 1 (1) above, at the rate of 5 per cent. per annum from the date of the endorsement of the original promissory notes to 30th June, 1954, inclusive and at the rate of 4½ per cent. per annum from 1st July, 1954, to the date of maturity of the new promissory notes ;
- (b) In respect of the promissory notes to be issued in replacement of those referred to in sub-paragraphs (2), (3) and (4) of paragraph 1 above, at the rate of 4½ per cent. per annum from the date of the endorsement of the original promissory notes to 30th June, 1954, inclusive, and at the rate of 4 per cent. per annum from 1st July, 1954, to the date of maturity of the new promissory notes.

5. Finally, I am to propose that the arrangements envisaged in the present note shall not affect the existing repayment arrangements for other payment obligations due to the United Kingdom by Yugoslavia.

<sup>1</sup> United Kingdom : *Treaty Series* No. 17 (1951), Cmd. 8172.

<sup>2</sup> United Nations, *Treaty Series*, Vol. 102, p. 29.

6. If the foregoing proposals are acceptable to the Yugoslav Government, I have the honour to suggest that the present note, together with your reply to that effect, should be regarded as constituting an Agreement in the matter between the two Governments.

I avail, &c.

Frank ROBERTS

## APPENDIX A

### SPECIMEN PROMISSORY NOTE

Date of Maturity

#### THE SECRETARIAT FOR BUDGET AND STATE ADMINISTRATION OF THE FEDERAL PEOPLE'S REPUBLIC OF YUGOSLAVIA

Issued pursuant to paragraph 2 of an agreement dated \_\_\_\_\_ between the Government of the United Kingdom of Great Britain and Northern Ireland and the Government of the Federal People's Republic of Yugoslavia.

The Secretariat for Budget and State Administration of the Federal People's Republic of Yugoslavia promises to pay to the Bearer on \_\_\_\_\_ (without days of grace) the sum of \_\_\_\_\_ (£ \_\_\_\_\_) being \_\_\_\_\_ Principal and Interest.

For and on behalf of the Federal  
People's Republic of Yugoslavia

Belgrade,

....., 19. . . .

Payable \_\_\_\_\_ at. . . . .

London . . . . .

## APPENDIX B

### LIST OF NEW PROMISSORY NOTES TO BE ISSUED PURSUANT TO PARAGRAPH 2 OF THE AGREEMENT

Number of New Note	Principal £	Interest			Date of Maturity
		£	s.	d.	
2001 ...	190,000	43,435	9	8	31st December, 1954
2002 ...	250,000	62,756	17	—	30th June, 1955
2003 ...	250,000	68,893	16	9	31st December, 1955
2004 ...	390,000	114,697	8	—	30th June, 1956
2005 ...	195,000	60,835	19	—	31st December, 1956
2006 ...	225,000	70,077	14	9	31st December, 1956
2007 ...	200,000	66,202	14	9	30th June, 1957
2008 ...	275,000	90,689	14	6	30th June, 1957

Number of New Note	Principal £	Interest			Date of Maturity
		£	s.	d.	
2009 ...	135,000	46,844	10	5	31st December, 1957
2010 ...	340,000	119,006	3	4	31st December, 1957
2011 ...	975,000	359,706	13	1	30th June, 1958
2012 ...	240,000	86,365	4	1	30th June, 1958
2013 ...	285,000	103,702	18	11	30th June, 1958
2014 ...	765,000	274,320	17	11	31st December, 1958
2015 ...	130,000	48,608	18	—	31st December, 1958
2016 ...	605,000	223,429	2	1	31st December, 1958
2017 ...	160,000	66,388	18	1	30th June, 1959
2018 ...	1,090,000	381,937	16	3	30th June, 1959
2019 ...	445,000	147,288	8	7	30th June, 1959
2020 ...	105,000	42,135	4	1	30th June, 1959
2021 ...	410,000	188,405	9	7	31st December, 1959
2022 ...	285,000	131,717	2	6	31st December, 1959
2023 ...	1,105,000	404,071	4	8	31st December, 1959
2024 ...	1,875,000	709,268	16	8	30th June, 1960
2025 ...	20,000	7,621	—	7	31st December, 1960
2026 ...	1,855,000	755,243	—	1	31st December, 1960
2027 ...	145,000	60,090	5	5	30th June, 1961
2028 ...	1,855,000	770,519	8	9	30th June, 1961
2029 ...	2,000,000	855,183	11	3	31st December, 1961
2030 ...	145,000	65,595	12	4	30th June, 1962
2031 ...	55,000	18,674	7	8	30th June, 1962

## II

*The Yugoslav Acting Secretary of State for Foreign Affairs to  
Her Majesty's Ambassador at Belgrade*

Belgrade, 22 December, 1954

Your Excellency,

I have the honour to acknowledge the receipt of your note of the 22nd December, 1954, of which the text reads as follows :—

[See note I]

I have the honour to inform you that the Government of the Federal People's Republic of Yugoslavia concurs in the foregoing.

I avail, &c.

Ales BEBLER

[Appendices as in note I]