

No. 4020

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**UNITED STATES OF AMERICA  
and  
JORDAN**

**Exchange of notes constituting an agreement relating to  
guaranties authorized by Section 413 (b) (4) of the  
Mutual Security Act of 1954. Amman, 10 July and 24  
September 1956**

*Official texts: English and Arabic.*

*Registered by the United States of America on 18 October 1957.*

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

**Échange de notes constituant un accord relatif à l'octroi  
des garanties autorisées par le paragraphe 4, b, de  
l'article 413 de la loi de 1954 sur la sécurité mutuelle.  
Amman, 10 juillet et 24 septembre 1956**

*Textes officiels anglais et arabe.*

*Enregistré par les États-Unis d'Amérique le 18 octobre 1957.*

No. 4020. EXCHANGE OF NOTES CONSTITUTING AN AGREEMENT<sup>1</sup> BETWEEN THE UNITED STATES OF AMERICA AND JORDAN RELATING TO THE GUARANTIES AUTHORIZED BY SECTION 413 (b) (4) OF THE MUTUAL SECURITY ACT OF 1954. AMMAN, 10 JULY AND 24 SEPTEMBER 1956

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*The American Chargé d'Affaires ad interim to the Jordan Minister of Foreign Affairs*

THE FOREIGN SERVICE OF THE UNITED STATES OF AMERICA

No. 12

[July 10, 1956]

Excellency :

I have the honor to refer to conversations which have taken place between representatives of our two Governments, relating to guaranties authorized by Section 413 (b) (4) of the Mutual Security Act of 1954. I also have the honor to confirm the following understanding reached as a result of these conversations.

1. The Governments of Jordan and of the United States of America will, upon request of either of them, consult respecting projects in Jordan proposed by nationals of the United States of America with regard to which guaranties under Section 413 (b) (4) of the Mutual Security Act of 1954 have been made or are under consideration.

2. The Government of the United States of America agrees that it will issue no guaranty with regard to any project unless it is approved by the Government of Jordan.

3. With respect to such guaranties extending to projects which are approved by the Government of Jordan in accordance with the provisions of the aforesaid Section 413 (b) (4), the Government of Jordan agrees :

a. That if the Government of the United States of America makes payment in United States dollars to any person under any such guaranty, the Government of Jordan will recognize the transfer to the United States of America of any right, title or interest of such person in assets, currency, credits, or other property on account of which such payment was made and the subrogation of the United States of America to any claim or cause of action, or right of such person arising in connection therewith;

b. That Jordan Dinar amounts acquired by the Government of the United States of America pursuant to such guaranties shall be accorded treatment not less favorable

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<sup>1</sup> Came into force on 24 September 1956 by the exchange of the said notes.

than that accorded to private funds arising from transactions of United States nationals which are comparable to the transactions covered by such guaranties, and that such Jordan Dinar amounts will be freely available to the Government of the United States of America for administrative expenditures;

c. That any claim against the Government of Jordan to which the Government of the United States of America may be subrogated as the result of such payment under such a guaranty, shall be the subject of direct negotiations between the two Governments. If within a reasonable period, they are unable to settle the claim by agreement, it shall be referred for final and binding determination to a sole arbitrator selected by mutual agreement. If the Governments are unable, within a period of three months, to agree upon such selection, the arbitrator shall be one who may be designated by the President of the International Court of Justice at the request of either Government.

Upon receipt of a note from you indicating that the foregoing provisions are acceptable to the Government of Jordan, the Government of the United States of America will consider that this note and your reply thereto constitute an agreement between the Governments on this subject, the agreement to enter into force on the date of your note in reply.

Accept, Excellency, the renewed assurances of my distinguished consideration.

Richard H. SANGER  
Chargé d'Affaires a.i.

His Excellency Awni Abdul-Hadi  
Minister of Foreign Affairs of the Hashemite Kingdom of Jordan  
Amman

*[English text of note II]*

THE HASHEMITE KINGDOM OF THE JORDAN  
MINISTRY OF FOREIGN AFFAIRS  
AMMAN

Ref. : 6711/6/56  
Date : 24/9/56

Excellency,

I have the honour to refer to your letter No. 12 of no date on the subject of guarantees authorized by Section 413 (b) (4) of the Mutual Security Act of 1954, and have the honour to inform you that the provisions mentioned in that letter are acceptable to the Government of Jordan.

Accept, Excellency, the renewed assurances of my highest consideration.

AWNI ABDUL HADI  
Minister For Foreign Affairs

His Excellency Mr. Lester D. Mallory  
Ambassador of the United States of America  
Amman

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