

No. 4515

**INDIA
and
BURMA**

**Financial Agreement. Signed at New Delhi, on 12 March
1957**

Official texts: Hindi, Burmese and English.

Registered by India on 10 September 1958.

**INDE
et
BIRMANIE**

Accord financier. Signé à New-Delhi, le 12 mars 1957

Textes officiels hindoustani, birman et anglais.

Enregistré par l'Inde le 10 septembre 1958.

No. 4515. FINANCIAL AGREEMENT¹ BETWEEN THE GOVERNMENT OF INDIA AND THE GOVERNMENT OF THE UNION OF BURMA. SIGNED AT NEW DELHI, ON 12 MARCH 1957

Whereas the Government of the Union of Burma (hereinafter referred to as the Government of Burma) has requested the Government of India for a loan ; and

Whereas the Government of India is desirous of giving such help as lies within its power,

The two Governments have resolved to conclude an Agreement and have appointed as their Plenipotentiaries the following persons, namely,

The Government of India :

Shri T. T. Krishnamachari, Minister of Finance ;

The Government of Burma :

His Excellency U Than Aung, Ambassador Extraordinary and Plenipotentiary of the Union of Burma at New Delhi ;

who having examined each other's credentials and found them in good and due form have agreed as follows :

Article I

The Government of India will make to the Government of Burma a loan of Rs. 20 crores. The Government of Burma will have the right to transfer to Burma or to any other sterling area country any part of this amount that it may desire.

Article II

The Government of Burma will open a new account with the Reserve Bank of India to be known as the Loan Account. The Government of India shall credit into this account such sums, in multiples of Rs. 50 lakhs, as may be required from time to time by the Government of Burma, in demands addressed to the Government of India in the Ministry of Finance. No such demand shall be made after the 30th September, 1959.

¹ Came into force on 5 March 1958, the date of the exchange of the instruments of ratification at Rangoon, in accordance with article V.

Article III

(a) Amounts advanced as loan under this Agreement shall carry interest at the rate of $4\frac{3}{4}$ per cent per annum. Interest shall be payable on the total amount of the loan outstanding against the Government of Burma from time to time and will commence from the date on which any sum is credited to the Loan Account of the Government of Burma.

(b) Interest payments shall be made half-yearly on the 1st of April and on the 1st of October of each year beginning on the 1st of April, 1957.

Article IV

(a) The principal amount of the loan shall be repaid in twenty-four equal half-yearly instalments of Rs. 83.33 lakhs on the 1st of April and 1st of October each year beginning from the 1st April 1960 till such time as the whole of the principal drawn is repaid. If the entire amount of the loan is not drawn, amount of the half-yearly payments above mentioned shall be proportionately reduced.

(b) The Government of Burma will have the right to accelerate repayment of the amount drawn under this Agreement in consultation with the Government of India.

Article V

The present Agreement shall be ratified and shall come into force on the date on which instruments of ratification are exchanged. Instruments of ratification shall be exchanged in Rangoon as soon as possible.

IN WITNESS WHEREOF the said Plenipotentiaries have signed the present Agreement in the Hindi, Burmese and English languages all texts being equally authentic except in case of doubt where the English version shall prevail.

DONE in duplicate in New Delhi this twelfth day of March 1957.

For the Government
of India :

(Signed) T. T. KRISHNAMACHARI
Minister of Finance

For the Government
of Burma :

(Signed) Than AUNG
Ambassador Extraordinary
and Plenipotentiary of the Union
of Burma at New Delhi