

**No. 4936**

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

**Agreement for amortisation. Signed at Paris, on 14 May  
1959**

*Official text: English.*

*Registered by the United Kingdom of Great Britain and Northern Ireland on  
12 October 1959.*

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

**Accord d'amortissement. Signé à Paris, le 14 mai 1959**

*Texte officiel anglais.*

*Enregistré par le Royaume-Uni de Grande-Bretagne et d'Irlande du Nord le  
12 octobre 1959.*

No. 4936. AGREEMENT<sup>1</sup> FOR AMORTISATION BETWEEN THE GOVERNMENT OF THE UNITED KINGDOM OF GREAT BRITAIN AND NORTHERN IRELAND AND THE GOVERNMENT OF ICELAND. SIGNED AT PARIS, ON 14 MAY 1959

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The Government of the United Kingdom of Great Britain and Northern Ireland and the Government of Iceland,

Desiring to make arrangements to provide for the repayment of the debt of the Icelandic Government to the United Kingdom Government arising from the termination on December 27, 1958, of the Agreement for the Establishment of a European Payments Union of September 19, 1950;<sup>2</sup>

Considering that the Organisation for European Economic Co-operation has established by its Decision of January 30, 1959, that, on the liquidation of the European Payments Union in accordance with the provisions of Annex B to the Agreement of September 19, 1950, there is a debt of Four hundred and sixty-seven thousand nine hundred and twenty-nine units of account due from the Icelandic Government to the United Kingdom Government;

Have agreed as follows :

*Article I*

The said debt of Four hundred and sixty-seven thousand nine hundred and twenty-nine units of account shall be converted into sterling at the following rate of exchange, namely, 2·80 units of account equals one pound sterling.

*Article II*

The Icelandic Government shall repay the debt of One hundred and sixty-seven thousand one hundred and seventeen pounds ten shillings established by virtue of Article I (hereinafter referred to as "the debt") over seven years in six equal annual instalments of Twenty-three thousand eight hundred and seventy-four pounds and a final instalment of Twenty-three thousand eight hundred and seventy-three pounds ten shillings, the first instalment falling due on January 15, 1960.

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<sup>1</sup> Came into force on 14 May 1959, the date of signature, in accordance with article IV.

<sup>2</sup> United Kingdom : "Miscellaneous No. 14 (1950)," Cmd. 8064.

*Article III*

Any balance of the debt from time to time outstanding shall bear interest at the rate of three and one quarter per cent per annum commencing on January 16, 1959, and payable in sterling at the same time as the instalments due by virtue of Article II.

*Article IV*

The present Agreement shall enter into force on the date of signature.

IN WITNESS WHEREOF the undersigned being duly authorised by their respective Governments have signed the present Agreement.

DONE in duplicate at Paris this 14th day of May, 1959, in the English language.

For the Government of the United Kingdom  
of Great Britain and Northern Ireland :

Hugh ELLIS-REES

For the Government of Iceland :

Niels P. SIGURDSSON

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