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No. 6364

**UNITED KINGDOM OF GREAT BRITAIN
AND NORTHERN IRELAND (ON BEHALF
OF THE STATE OF SINGAPORE)
and
INDONESIA**

**Basic Arrangements on Trade and Economic Relations.
Signed at Djakarta, on 29 June 1961**

Official texts: English and Indonesian.

*Registered by the United Kingdom of Great Britain and Northern Ireland
on 12 November 1962.*

**ROYAUME-UNI DE GRANDE-BRETAGNE
ET D'IRLANDE DU NORD (AU NOM
DE L'ÉTAT DE SINGAPOUR)
et
INDONÉSIE**

**Arrangements de base concernant les relations commer-
ciales et économiques. Signés à Djakarta, le 29 juin 1961**

Textes officiels anglais et indonésien.

*Enregistrés par le Royaume-Uni de Grande-Bretagne et d'Irlande du Nord le
12 novembre 1962.*

No. 6364. BASIC ARRANGEMENTS¹ ON TRADE AND ECONOMIC RELATIONS AGREED BY THE GOVERNMENT OF THE UNITED KINGDOM OF GREAT BRITAIN AND NORTHERN IRELAND (ON BEHALF OF THE GOVERNMENT OF THE STATE OF SINGAPORE) AND THE GOVERNMENT OF THE REPUBLIC OF INDONESIA. SIGNED AT DJAKARTA, ON 29 JUNE 1961

The Government of the State of Singapore and the Government of the Republic of Indonesia, mindful of the goodwill expressed in the Joint Statement issued in Djakarta on the 26th day of January, 1960, by the Prime Minister of the State of Singapore and the First Minister of the Republic of Indonesia, and recognising the special trade and economic relationship existing between Singapore and Indonesia, and furthermore being desirous of promoting and developing sound trade and economic relations on the principle of equality and mutual benefit, have, as a first step towards the attainment of this common objective, agreed to the Basic Arrangements set out hereunder (hereinafter referred to as "these Basic Arrangements").

1. Both Governments agree that practical solutions require to be found to the problems which have hitherto hampered trade and economic relations between their respective countries. To this end, both Governments agree to take practical measures to promote the trade and to strengthen the economic relationship between their respective countries in accordance with the laws and regulations in force from time to time in their respective countries.

2. Both Governments agree to accord each other fair, equitable and positive treatment with respect to the trade between their respective countries, and accordingly agree to take all feasible measures to improve and develop such trade.

3. Both Governments agree to assist each other in safeguarding the foreign exchange earnings accruing from exports to each other's country in any practical manner not inconsistent with the laws and regulations in force from time to time in their respective countries.

¹ Came into force as from 29 June 1961, in accordance with article 12 and the terms of an exchange of notes which took place on 13 July 1961.

4. Both Governments agree to take measures to ensure that the trade between Singapore and certain border regions of Indonesia is conducted in a mutually satisfactory manner.

5. Both Governments agree that joint economic development projects based on the principle of mutual benefit are highly desirable, and agree actively to encourage and foster such projects in accordance with the laws and regulations in force from time to time in their respective countries.

6. Both Governments agree to co-operate in seeking mutually beneficial methods of marketing in respect of such commodities as may be agreed upon by both Governments from time to time.

7. Both Governments agree to allow, and to make available the necessary facilities for, the remittance to each other's country of profits or earnings made by individuals and organisations of one country trading or operating in the other country in accordance with the laws and regulations in force from time to time in their respective countries.

8. Both Governments agree that all payments between their respective countries shall be in Malayan currency or in such other currency as may be agreed upon by the two Governments from time to time.

9. Both Governments agree to take measures for the promotion of orderly and efficient shipping services between their respective countries by—

- (a) encouraging their respective ship-operators to operate on mutually agreed freight rates and conditions of carriage; and
- (b) simplifying regulations and removing unnecessary restrictions pertaining to the operation of vessels plying between both countries.

10. Both Governments agree, having regard to the preamble of these Basic Arrangements, to encourage the ship-operators of both countries to enter into agreements with regard to the operation of their respective vessels, provided that such agreements shall not directly or indirectly have the effect of excluding other ship-operators from participating in the trade.

11. (1) Both Governments agree to establish a Joint Commission which shall meet regularly or at the request of either Government for the purpose of

according sympathetic consideration to representations made by either Government with respect to—

- (a) the implementation of these Basic Arrangements;
- (b) the implementation of the Joint Statement referred to in the preamble of these Basic Arrangements; and
- (c) any other matter pertaining to the sound development of trade and economic relations between their respective countries.

(2) Both Governments agree that the first session of this Joint Commission shall be convened as soon as possible after the signing of these Basic Arrangements.

12. These Basic Arrangements shall come into force on an exchange of notes to that effect between the two Governments. After the expiration of one year from the date of the coming into force of these Basic Arrangements, these Basic Arrangements shall continue to remain in force until three months after the receipt by one Government of a written notice of intention to terminate these Basic Arrangements given by the other Government.

IN WITNESS WHEREOF the undersigned, being duly authorised thereto, have signed these Basic Arrangements.

DONE in Djakarta in duplicate in the English and the Indonesian languages this 29th day of June, 1961, both texts being equally authoritative.

For the Government
of the State of Singapore :
Dr. Goh KENG SWEE

For the Government
of the Republic of Indonesia :
Arifin HARAHAP