

**No. 9266**

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

**Exchange of notes constituting an agreement to facilitate  
a commercial credit agreement. Ankara, 4 March 1968**

*Official text: English.*

*Registered by the United Kingdom of Great Britain and Northern Ireland on  
1 October 1968.*

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

**Échange de notes constituant un accord destiné à faciliter  
la conclusion d'un accord de crédit commercial. Ankara,  
4 mars 1968**

*Texte officiel anglais.*

*Enregistré par le Royaume-Uni de Grande-Bretagne et d'Irlande du Nord le 1<sup>er</sup> oc-  
tobre 1968.*

No. 9266. EXCHANGE OF NOTES CONSTITUTING AN AGREEMENT<sup>1</sup> BETWEEN THE GOVERNMENT OF THE UNITED KINGDOM OF GREAT BRITAIN AND NORTHERN IRELAND AND THE GOVERNMENT OF THE REPUBLIC OF TURKEY TO FACILITATE A COMMERCIAL CREDIT AGREEMENT. ANKARA, 4 MARCH 1968

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## I

*Her Majesty's Chargé d'Affaires ad interim at Ankara  
to the Turkish Minister of Finance*

BRITISH EMBASSY

Note No. 20

Ankara, 4 March 1968

Your Excellency,

I have the honour to refer to discussions which have taken place between representatives of the Government of the United Kingdom of Great Britain and Northern Ireland and representatives of the Government of the Republic of Turkey concerning the provision by the Government of the United Kingdom of financial assistance to the Government of Turkey for the purchase by the Istanbul Municipal Transport Authority of 300 motor buses and spare parts from the Leyland Motor Company of Great Britain.

2. In the course of these discussions it was agreed that the arrangements concerning the provision of such assistance should be those set out below:

(1) The Government of the United Kingdom intend to make a development loan to the Government of Turkey in accordance with the United Kingdom/Turkey Loan, No. 1, 1968<sup>2</sup> concluded by an Exchange of Notes of this day's date, for a sum of up to £1 million (one million pounds sterling) to be used towards the purchase by the Istanbul Municipal Transport Authority of 300 motor buses and spare parts from the Leyland Motor Company of Great Britain.

(2) The Government of the United Kingdom shall also use their best endeavours to facilitate provision of commercial credit to the Central Bank of the Republic of Turkey to enable it to finance 90 per cent of the contract price of the buses and spare parts, and through their Export Credits Guarantee Department, shall be prepared, subject to the Department's underwriting requirements being met, to guarantee the repayment of a loan for this purpose. The Commercial credit would be made available by means of a loan Agreement to be signed

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<sup>1</sup> Came into force on 4 March 1968, the date of the note in reply, in accordance with the provisions of the said notes.

<sup>2</sup> See p. 311 of this volume.

between a British commercial bank and the Central Bank of the Republic of Turkey, each portion of such loan being repayable together with interest in equal half-yearly instalments over a period of five years from the date of shipment of the goods for the purchase of which that portion of the loan was advanced.

(3) The development loan funds referred to in paragraph 2 (1) of this Note shall be available to make the 10 per cent down-payments due to the Leyland Motor Company in respect of the buses and spare parts and the early repayments of principal and interest due to the British commercial bank under the commercial credit.

(4) The Government of Turkey undertake to authorise the importation of the buses and spare parts to be purchased from the Leyland Motor Company and to guarantee the repayments of the commercial credit and development loan at due date in transferable foreign exchange.

3. If these arrangements are acceptable to the Government of Turkey, I have the honour to propose that this Note, together with Your Excellency's reply to that effect, shall be regarded as constituting an agreement in this matter between the two Governments which shall enter into force on the date of your reply.

I avail myself of this opportunity to renew to Your Excellency the assurances of my highest consideration.

A. D. F. PEMBERTON-PIGOTT

## II

*The Turkish Minister of Finance to Her Majesty's Chargé d'Affaires  
ad interim at Ankara*

Ankara, 4 March 1968

Your Excellency,

I have the honour to acknowledge receipt of your Note No. 20 of the 4th March, 1968 which reads as follows:

[See note I]

The arrangements proposed in your Note are acceptable to the Government of Turkey who therefore regard your Note and this reply as constituting an Agreement in this matter between the two Governments, which shall enter into force on today's date.

Please accept, Your Excellency, the assurance of my highest consideration.

Cihat BILGEHAN  
Minister of Finance