

## II

*Treaties and international agreements*  
*filed and recorded*  
*from 16 September 1969 to 27 September 1969*  
*No. 648*

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*Traités et accords internationaux*  
*classés et inscrits au répertoire*  
*du 16 septembre 1969 au 27 septembre 1969*  
*Nº 648*

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**INTERNATIONAL DEVELOPMENT ASSOCIATION  
and  
SWITZERLAND**

**Agreement concerning a Loan of Swiss Francs 52 million  
to the International Development Association. Signed  
at Washington on 12 June 1967 and at Berne on  
26 June 1967**

*Drawn up in French and English, the French text being authentic.  
Filed and recorded at the request of the International Development Association  
on 25 September 1969.*

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**ASSOCIATION INTERNATIONALE  
DE DÉVELOPPEMENT  
et  
SUISSE**

**Accord concernant un prêt de 52 millions de francs suisses  
à l'Association internationale de développement. Signé  
à Washington le 12 juin 1967 et à Berne le 26 juin 1967**

*Établi en français et en anglais, le texte français étant le texte authentique.  
Classé et inscrit au répertoire à la demande de l'Association internationale de  
développement le 25 septembre 1969.*

AGREEMENT<sup>1</sup> BETWEEN THE SWISS CONFEDERATION  
AND THE INTERNATIONAL DEVELOPMENT ASSOCIATION  
CONCERNING A LOAN OF SWISS FRANCS 52 MIL-  
LION TO THE ABOVE ASSOCIATION

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The Swiss Confederation and the International Development Association,

CONSIDERING the long-standing relationship and co-operation between the Swiss Confederation and the International Bank for Reconstruction and Development; and

CONSIDERING that the purposes of the International Development Association are to promote economic development, in particular by providing finance to meet important developmental requirements of the less developed areas of the world included within the Association's membership, thereby supplementing the activities of the Bank; and

CONSIDERING that the Swiss Confederation desires to support the activities of the International Development Association,

Have agreed as follows :

*Article 1*

The Swiss Confederation (hereinafter referred to as the Confederation) agrees to make a loan to the International Development Association (hereinafter referred to as the Association) on the terms and conditions in this Agreement set forth, in the sum of 52 million (fifty-two million) Swiss francs (hereinafter referred to as the Loan).

*Article 2*

The proceeds of the Loan shall be made available to the Association in free Swiss francs in an account to be opened by the Association with the Swiss National Bank, on the dates and in the amounts set forth below :

July 1, 1968 Swiss francs 17,333,334  
July 1, 1969 Swiss francs 17,333,333  
July 1, 1970 Swiss francs 17,333,333

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<sup>1</sup> Came into force on 16 April 1968, the date of its ratification by the Swiss Federal Council, in accordance with article 9.

*Article 3*

The Loan shall carry no interest.

*Article 4*

The Association agrees to repay the Loan in annual instalments payable on each July 1 commencing July 1, 1979 and ending July 1, 2018, each instalment to and including the instalment payable on July 1, 1988 to be one percent (1 %) of such principal amount, and each instalment thereafter to be three percent (3 %) of such principal amount.

*Article 5*

The Association agrees to repay the principal of the Loan in free swiss francs.

*Article 6*

The proceeds of the Loan shall be at the unrestricted disposal of the Association provided, however, that if the Association wishes to convert the Swiss franc proceeds into other currencies, it shall, unless the Swiss National Bank shall otherwise agree, purchase such other currencies from the Swiss National Bank.

*Article 7*

The Association agrees that if the Confederation becomes a member of the Association, the Confederation may at any time thereafter elect to convert the amount of the Loan made available to the Association and not yet repaid as well as any amount of the Loan not yet made available to the Association into a subscription or contribution upon releasing the Association from its obligations under this Agreement.

*Article 8*

Any dispute between the Confederation and the Association concerning the application or interpretation of this Agreement or of any supplementary arrangement or agreement which is not settled by negotiation shall be submitted for decision to a board of three arbitrators of whom the first shall be appointed by the Federal Council, the second by the Association, and a presiding arbitrator by agreement of the contracting parties or, if they shall not agree, by the President of the International Court of Justice, unless in any specific case the parties agree to resort to a different mode of settlement.

*Article 9*

This Agreement is signed on behalf of the Confederation subject to ratification. It shall enter into force on the date of ratification by the Swiss Federal Council.

DONE at Berne on the twenty-sixth of June 1967 and at Washington on the twelfth of June 1967, in two originals in French, and two originals in English, the French text being authentic.

For the Swiss Confederation :

SCHAFFNER

For the International Development  
Association :

George D. Woods

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