

No. 12205

**UNITED STATES OF AMERICA
and
PAKISTAN**

**Agreement regarding the consolidation and rescheduling of
certain debts owed to the United States Government
and its agencies (with annexes and related letter).
Signed at Washington on 20 September 1972**

Authentic text : English.

Registered by the United States of America on 29 December 1972.

**ÉTATS-UNIS D'AMÉRIQUE
et
PAKISTAN**

**Accord relatif à la consolidation de certaines dettes contractées
auprès du Gouvernement des États-Unis et de ses agences
et à la modification des échéances de paiement y relatives
(avec annexes et lettre connexe). Signé à Washington
le 20 septembre 1972**

Texte authentique : anglais.

Enregistré par les États-Unis d'Amérique le 29 décembre 1972.

AGREEMENT¹ BETWEEN THE GOVERNMENT OF THE UNITED STATES OF AMERICA AND THE GOVERNMENT OF PAKISTAN REGARDING THE CONSOLIDATION AND RESCHEDULING OF CERTAIN DEBTS OWED TO THE UNITED STATES GOVERNMENT AND ITS AGENCIES

The Government of the United States of America and the Government of Pakistan agree as follows :

Article I. APPLICATION OF THE AGREEMENT

1. Pursuant to the provisions of the agreed minute reached in Paris on May 26, 1972,* between representatives of Pakistan and of the member countries of the Pakistan Consortium, the Government of the United States of America and the Government of Pakistan agree to reschedule certain dollar obligations due and unpaid to the United States Government and its agencies as of June 30, 1972, or falling due between July 1, 1972, and June 30, 1973, under the agreements listed in annex A, as provided in this Agreement.

2. This Agreement shall be implemented by separate bilateral agreements between the Government of Pakistan and the Agency for International Development, the Export-Import Bank of the United States, and the United States Government under PL-480 Title I Agreements. In the case of the Commodity Credit Corporation, implementation will be effected by acceptance of amendments to the underlying letters of credit, under the Export Credit Sales Program (GSM-4).

3. The amounts to be rescheduled under the terms and conditions of this Agreement will be not less than the estimated share of the United States of \$ 50,092,000, as indicated in annex A of the Agreed Minute reached in Paris on May 26, 1972. The estimated amounts available for rescheduling are listed in annex B to this Agreement. These amounts will be subject to modification to reflect unrecorded deliveries, cancellations, actual rates of disbursement, refunds and any other adjustments.

Article II. DEFINITIONS

For purposes of this Agreement :

1. The term "Original Agreements" shall refer to the agreements concluded between the Government of Pakistan and its agencies, instrumentalities, citizens, and residents and the Government of the United States of America or its agencies which are listed in annex A.

2. The term "Past Due Debt" shall refer to that portion of principal and interest due and payable to the Government of the United States of America or its agencies between May 1, 1971, and June 30, 1972, under the Original Agreements which has not been paid.

* Not printed.

¹ Came into force on 20 September 1972 by signature, in accordance with article VI (a).

3. The term "Deferred Debt" shall refer to that portion of principal and interest falling due between July 1, 1972, and June 30, 1973, under the Original Agreements.

4. The term "Consolidated Debt" shall refer to the sum of the Past Due Debt and the Deferred Debt.

5. The term "Consolidation Period" shall refer to the period May 1, 1971, to June 30, 1973, inclusive.

6. The term "Consolidation Interest" shall refer to interest accruing and payable on the Consolidated Debt after June 30, 1973.

Article III. TERMS AND CONDITIONS OF PAYMENT

1. The Government of Pakistan agrees to repay the Consolidated Debt owed to the Government of the United States of America or its agencies according to the following terms and conditions :

(a) The Consolidated Debt owed to the Agency for International Development shall be repaid in six equal semiannual installments for each loan during the period commencing on July 1, 1974, and terminating on June 30, 1977, on the payment dates presently prescribed in each of the Original Agreements.

(b) The Consolidated Debt owed to the Export-Import Bank of the United States shall be repaid in six equal semiannual installments on July 15 and January 15 of each year commencing July 15, 1974.

(c) The Consolidated Debt owed to the United States Government for PL-480 Title I Agreements shall be repaid in four equal semiannual installments on January 1 and July 1 of each year commencing on January 1, 1976.

(d) The deferred payment of principal owed to the Commodity Credit Corporation under GSM-4 shall be repaid in January 1975 in accordance with the provisions of the underlying letters of credit as amended and accepted by the Commodity Credit Corporation and recorded in annex D to this Agreement. Contractual interest accruing during the Consolidation Period shall be paid in accordance with the provisions of the underlying letters of credit and shall not be deferred.

(e) The Consolidation Interest rate shall not exceed a weighted average for the United States Government and its agencies of 5 percent per annum on the outstanding balance of the Consolidated Debt owed to the United States Government and its agencies.

(f) The Consolidation Interest rate for the Agency for International Development shall be the rate provided for in each of the Original Agreements. Consolidation Interest shall be payable on the payment dates presently prescribed in each of the Original Agreements.

(g) The Consolidation Interest rate shall be 6 percent per annum on the outstanding balance of the Consolidated Debt owed to the Export-Import Bank of the United States and the United States Government under PL-480 Title I Agreements, and 6.125 percent on the outstanding balance of deferred payments of principal owed to the Commodity Credit Corporation under GSM-4. Consolidation Interest shall begin to accrue on July 1, 1973, and shall be payable according to the following schedules.

— To the Export-Import Bank of the United States in semiannual payments on July 15 and January 15 of each year commencing on January 15, 1974.

— To the United States Government under PL-480 Title I Agreements in semiannual payments on January 1 and July 1 of each of the years 1974 to 1977, inclusive, with the first payment due January 1, 1974.

— To the Commodity Credit Corporation under GSM-4, in accordance with the terms of the underlying letters of credit as amended, with the first payments falling due in January, 1974, and the final payments falling due in January 1975.

(h) Additional interest at the same rates as Consolidation Interest shall accrue on any past due payment of Consolidation Interest owed to the Government of the United States of America or its agencies.

2. A summary schedule of estimated repayments of Consolidated Debt and Consolidation Interest is attached as annex C to this Agreement.

3. The Government of Pakistan agrees to resume and to allow resumption of payments of principal and interest due after June 30, 1973, on credits and loans listed in annex A in accordance with the terms and conditions of the Original Agreements, and to resume or continue payments of principal and interest due and payable under agreements with the Government of the United States of America or its agencies not included in annex A according to the terms of those agreements.

Article V. GENERAL PROVISIONS

1. The Government of Pakistan agrees to withdraw its temporary suspension of conversion in connection with certain maturities which has been in effect since May 1, 1971.

2. The Government of Pakistan agrees to grant the Government of the United States of America and its agencies treatment no less favorable than that which may be accorded to any other creditor country for the consolidation of comparable debts.

3. The Government of Pakistan agrees to maintain the free transferability of payments relating to the debts covered by this Agreement.

4. It is agreed that to the extent not amended pursuant to this Agreement, the terms and conditions of the Original Agreements shall remain in full force and effect.

Article VI. ENTRY INTO FORCE

This Agreement shall enter into effect as of the day and year when :

- (a) it has been signed in duplicate by representatives of the Government of the United States of America and the Government of Pakistan;
- (b) the bilateral agreements provided for in article I, paragraph 2, of this Agreement have been signed by the Government of the United States of America and its agencies and the Government of Pakistan.

DONE at Washington in duplicate this 20th day of September, 1972.

For the Government of the United States of America :
WILLIS C. ARMSTRONG

For the Government of Pakistan :
S. M. KHAN

ANNEX A

PAKISTAN—AGENCY FOR INTERNATIONAL DEVELOPMENT
LIST OF LOANS RESCHEDULED

Aid Loan Number	Date of Agreement	Title	Interest Rate		Grace Period Years	Repayment Period Years	Initial Amort. Date
			Grace	Amort.			
391-A-032	06-17-66	PICIC-Third Loan	1	2½	10	30	01-06-76
391-B-001	09-17-52	Commodity Assistance	2½	2½	3	42	09-15-58
391-H-039	05-11-62	Iron and Steel Imports	¾	¾	10	30	06-14-72
391-H-042	11-02-62	Karachi Elec. Supply Corp., LTD.	¾	3½	10	30	05-15-73
391-H-043	10-22-62	East Pakistan Power Distribution	¾	¾	10	30	04-11-73
391-H-045	09-10-62	Fourth Railway Project	¾	¾	10	30	10-18-72
391-H-046	08-31-62	General Commodities Imports	¾	¾	10	30	10-29-72
391-H-052	10-23-63	Sawmill & Timber Extraction Project	¾	¾	10	30	05-15-74
391-H-053	02-28-63	Malaria Eradiction Program	¾	¾	10	30	06-28-73
391-H-054	03-22-63	Airport & Airways Equipment Project	¾	¾	10	30	08-05-74
391-H-055	03-22-63	Salin Cont. & Reclam. Project	¾	¾	10	30	03-23-74
391-H-056	03-27-63	General Commodities	¾	¾	10	30	05-23-73
391-H-057	03-22-63	Chalna Anchorage Project	¾	¾	10	30	09-30-74
391-H-058	03-27-63	Feasibility Sectoral Studies	¾	¾	10	30	06-15-74
391-H-059	08-15-63	Coastal Embankment Project	¾	¾	10	30	04-21-74
391-H-060	01-31-64	Operation of Salinity Control & Reclam.	¾	¾	10	30	09-23-75
391-H-062	08-15-63	General Consultants	¾	¾	10	30	10-26-74
391-H-066	09-28-63	General Commodities III	¾	¾	10	30	12-02-73
391-H-068	12-09-63	Gen. Adv. Serv. in Pub. Health Eng.	¾	¾	10	30	08-11-74
391-H-069	11-20-63	Gen. Invest. & Const. Service Project	¾	¾	10	30	09-28-74
391-H-070	11-20-63	Fifth Railways Project	¾	¾	10	30	11-25-74
391-H-071	10-23-63	Telecommunications Facilities	¾	¾	10	30	05-24-75
391-H-072	12-09-63	Machinery Pool Organ.	¾	¾	10	30	04-02-75
391-H-073	11-20-63	Mechanical Equipment Organization	¾	¾	10	30	08-05-75
391-H-078	07-16-64	Sui Gas Transmission	¾	2	10	30	01-25-75
391-H-079	09-17-64	West Pakistan Public Health Engineering	¾	2	10	30	12-28-75
391-H-080	07-13-64	General Commodities IV	¾	2	10	30	07-31-74
391-H-081	09-04-64	Karafafuli Third Unit	¾	2	10	30	01-15-78

ANNEX A (continued)

PAKISTAN—AGENCY FOR INTERNATIONAL DEVELOPMENT
LIST OF LOANS RESCHEDULED

<i>Aid Loan Number</i>	<i>Date of Agreement</i>	<i>Title</i>	<i>Interest Rate Grace Amort.</i>	<i>Grace Period Years</i>	<i>Repayment Period Years</i>	<i>Initial Amort. Date</i>
391-H-081A	12-01-67	Karnafuli Third Unit	1 2½	10	30	10-08-81
391-H-082	08-28-64	Siddhirganj Thermal Plant	¾ 2	10	30	04-21-76
391-H-083	07-10-64	Lyallpur Power Station	¾ 2	10	30	03-17-75
391-H-084	02-25-65	Malaria Eradication (2ND)	¾ 2	10	30	06-09-75
391-H-085	04-23-65	Pakistan Western Railway I	¾ 2	10	30	04-20-76
391-H-086	10-16-64	K.E.S.C. Distribution	¾ 2	10	30	05-10-75
391-H-087	12-30-66	Scarp-2-B	¾ 2	10	30	03-25-78
391-H-088	12-09-64	Machinery Pool Organization II	¾ 2	10	30	06-23-76
391-H-089	04-16-65	Pakistan Eastern Railway-I	¾ 2	10	30	10-05-75
391-H-090	12-30-64	WPWAPDA Power Distribution	¾ 2	10	30	12-20-75
391-H-091	09-17-64	East Pakistan Transmission Lines	¾ 2	10	30	01-08-79
391-H-092	01-11-65	Dacca-Apicha Road	¾ 2	10	30	06-22-75
391-H-094	10-14-64	Chittagong Port	¾ 2	10	30	01-27-76
391-H-096	12-21-64	General Commodities-V	¾ 2	10	30	01-14-75
391-H-102	01-19-66	Mangla Dam Transmission Lines	1 2½	10	30	12-06-76
391-H-103	05-04-66	Lahore-Multan Road	1 2½	10	30	01-24-78
391-H-104	02-21-66	Sui Gas Transmission (4th)	1 2½	10	30	09-13-76
391-H-106	01-22-66	Pakistan Western Railway Diesel Locom.	1 2½	10	30	03-13-77
391-H-107	06-27-66	Gen. Invest. & Consulting Services	1 2½	10	30	03-20-77
391-H-115	05-04-66	Commodity Loan-FY 1966	1 2½	10	30	08-05-76
391-H-117	08-17-66	Commodity Loan-FY 1967	1 2½	10	30	11-15-76
391-H-121	03-09-67	Commodity Loan-FY 1967 (2ND)	1 2½	10	30	08-28-77
391-H-124	02-08-68	East Pakistan Water & Power Develop.	1 2½	10	30	06-27-78
391-H-126	02-09-68	Second Mangla Dam Transmission Lines	1 2½	10	30	01-27-79
391-H-127	10-20-67	Fertilizer Loan-FY 68	1 2½	10	30	08-30-78
391-H-128	10-20-67	Malaria Eradication (3RD)	1 2½	10	30	06-18-78
391-H-129	01-25-68	Pakistan Western Railway Diesel Locom.	1 2½	10	30	06-17-80
391-H-131	03-26-68	Commodity Loan-FY 68	2 2½	10	30	07-17-78
391-H-135	06-29-68	Malaria Eradication (4TH)	2 2½	10	30	03-28-79

ANNEX A (continued)

PAKISTAN—AGENCY FOR INTERNATIONAL DEVELOPMENT
LIST OF LOANS RESCHEDULED

Aid Loan Number	Date of Agreement	Title	Interest Rate		Grace Period Years	Repayment Period Years	Initial Amort. Date
			Grace	Amort.			
391-H-136	06-29-68	Public Health Engineering E.P.	2	2½	10	30	01-08-79
391-H-139	08-10-68	East Pakistan Seed Potato Multi & Stor.	2	2½	10	30	02-20-80
391-H-140	03-11-69	Commodity Loan-FY 69	2	3	10	30	09-08-79
391-H-141A	03-30-72	Indus Basin Project	2	3	10	30	04-20-82
391-H-142	08-05-69	Consulting Services	2	3	10	30	06-15-80
391-H-143	10-02-69	East Pakistan Ground Water Survey	2	3	10	30	09-19-80
391-H-144	11-19-69	Fertilizer Loan-FY 1970	2	3	10	30	04-17-80
391-H-148	04-13-70	Commodity Loan-FY 1970	2	3	10	30	10-19-80
391-H-149	10-14-70	Chittabong Power System Devel.	2	3	10	30	—
391-P-141	05-28-69	Indus Basin Project	2	3	10	30	06-30-79
391-P-141A	11-12-71	Indus Basin Project	2	3	10	30	06-18-81
391-P-141B	03-30-72	Indus Basin Project	2	3	10	30	04-20-82

Prepared by:
International Loan Branch
Office of the Controller
AID/W
July 1, 1972

ANNEX A

PAKISTAN—EXPORT IMPORT BANK
LOAN AGREEMENT IDENTIFICATION¹

Loan Number	Date of Agreement	Obligor	Purpose of Loan	Original Credit Terms	
				Interest Rate	Repayment Period ²
1181	6- 9-60	Pakistan Services, Ltd.	Hotel (Karachi)	5½ %	36 s.a. to November 1982
1298	10- 6-60	Pakistan Government	Cotton Ginning Machinery	5½ %	14 s.a. to October 1971
1978	3- 1-62	Gen. Tyre & Rubber Co.	Tire Equipment	5½ %	16 s.a. to January 1973
1984-A	9-21-62	Pakistan Government	Railroad Locomotives	5½ %	16 s.a. to December 1971
1984-B	2- 7-63	Pakistan Services, Ltd.	Hotel (Dacca)	5½ %	36 s.a. to September 1984
1984-C	2-14-63	I.D.B.P.	Relending Credit	5½ %	10 s.a. to July 1972
1984-E	10- 3-63	Pakistan Services, Ltd.	Hotel (Lahore)	5½ %	36 s.a. to December 1985
1984-F	3- 5-64	Pakistan Services, Ltd.	Hotel (Rawalpindi)	5½ %	36 s.a. to January 1986
1984-G/2359	8-16-66	Industrial Development Bank of Pakistan.	Relending Credit	5½ %	14 s.a. to September 1975
2537	6-21-68	Pakistan Industrial Credit & Investment Corp.	Relending Credit	6 %	14 s.a. to May 1978
2627	5- 8-69	Industrial Development Bank of Pakistan	Relending Credit	6 %	14 s.a. to November 1979
2792	5- 4-70	Pakistan Industrial Credit & Investment Corp.	Relending Credit	6 %	14 s.a. to January 1979

¹ Credit Nos. 2429, 2529, 2675, and 2870, and any transactions guaranteed or insured by Eximbank, are not listed above as they are not included in the rescheduling.

² s.a.—semi-annual installments.

ANNEX A

PAKISTAN—PL-480 TITLE I. AGREEMENT IDENTIFICATION

<i>Treasury Number</i>	<i>Date of Agreement</i>	<i>Obligor</i>	<i>Purpose</i>	<i>Original Credit Terms</i>
67-0038	8- 3-67 ¹	Government of Pakistan	Sale of Agricultural Commodities	31 annual payments; first payment due December 23, 1977 on 1967 deliveries; first payment due June 20, 1978, on 1968 deliveries; interest 1% for ten years, 2½% thereafter.
67-0511	12-26-67 ²	Government of Pakistan	Sale of Agricultural Commodities	31 annual payments; first payment due June 28, 1978; interest 1% for 10 years, 2½% thereafter.
68-0022	5-16-68 ³	Government of Pakistan	Sale of Agricultural Commodities	31 annual payments; first payment due December 6, 1978, on 1968 deliveries; first payment due March 19, 1979, on 1969 deliveries; interest 2% for 10 years, 2½% thereafter.
69-0027	7- 3-69 ⁴	Government of Pakistan	Sale of Agricultural Commodities	31 annual payments; first payment due December 9, 1979; interest 2% for 10 years, 3% thereafter.
69-0026	10- 3-69 ⁵	Government of Pakistan	Sale of Agricultural Commodities	31 annual payments; first payment due June 30, 1980; interest 2% for 10 years, 3% thereafter.
70-0001	1-10-70 ⁶	Government of Pakistan	Sale of Agricultural Commodities	31 annual payments; first payment due December 31, 1979, on 1969 deliveries; first payment due June 29, 1980, for 1970 deliveries; interest 2% for 10 years, 3% thereafter.
70-0024	11-25-70 ⁷	Government of Pakistan	Sale of Agricultural Commodities	31 annual payments; first payment due December 31, 1980, on 1970 deliveries; first payment due October 2, 1981, on 1971 deliveries; first payment due between May 16, 1982, and June 30, 1982, on 1972 deliveries; interest 2% for 10 years, 3% thereafter.
—	3-18-72 ⁸	Government of Pakistan	Sale of Agricultural Commodities	31 annual payments; first payment due between May 25, 1982, and June 30, 1982, on 1972 deliveries; interest 2% for 10 years, 3% thereafter.

¹ United Nations, *Treaty Series*, vol. 693, p. 21.

² *Ibid.*, vol. 697, p. 43.

³ *Ibid.*, p. 137.

⁴ *Ibid.*, vol. 726, p. 167.

⁵ *Ibid.*, vol. 732, p. 47.

⁶ *Ibid.*, p. 59.

⁷ *Ibid.*, vol. 792, p. 3.

⁸ See p. 17 of this volume.

ANNEX A

PAKISTAN—COMMODITY CREDIT CORPORATION
 CREDIT AGREEMENTS AND TERMS
(in Dollars)

<i>GSM-4 Number</i>	<i>Credit Identification</i>		<i>Due and Unpaid through June 30, 1973</i>			
	<i>Date of Agreement</i>	<i>Purpose</i>	<i>Due Date</i>	<i>Principal</i>	<i>Interest</i>	<i>Total</i>
GSM-9542	10-12-71	Sale of Agricultural Commodities	January 7-27 1973	\$ 1,771,482.22	\$-0-	\$ 1,771,482.22

ANNEX B

ESTIMATED PAYMENTS SUBJECT TO RESCHEDULING MAY 1, 1971 TO JUNE 30, 1973 OWED BY THE GOVERNMENT OF PAKISTAN
 TO UNITED STATES GOVERNMENT AGENCIES
(In U.S. Dollars)

<i>Agency</i>	<i>Principal</i>	<i>Interest</i>	<i>Total</i>
Agency for International Development	7,832,696	29,505,833	37,338,529
Export-Import Bank of the United States	6,175,342	2,812,094	8,987,436
United States Government for PL-480	-0-	3,118,623	3,118,623
Commodity Credit Corporation	1,771,482	-0-	1,771,482
GRAND TOTALS	<u>15,779,520</u>	<u>35,436,550</u>	<u>51,216,070</u>

ANNEX C

PAKISTAN SUMMARY SCHEDULE OF ESTIMATED PAYMENTS RESULTING
FROM RESCHEDULING OF DEBT OWED TO UNITED STATES GOVERNMENT AGENCIES^a
(In dollars)

	FY 1973	FY 1974	FY 1975	FY 1976	FY 1977 ^d	Totals
1. Repayment of Consolidated Debt ^b	—0—	—0—	17,213,470	16,221,644	17,780,957	51,216,070
2. Consolidation Interest ^c	—0—	906,469	1,219,390	802,580	410,593	3,339,032
3. Payment of Current Maturities	13,665,461	46,207,033	54,989,935	57,979,012	61,023,801	233,865,242
4. Totals (1+2+3)	13,665,461	47,113,502	73,422,795	75,003,236	79,215,351	288,420,344

^a These agencies are: The Agency for International Development, the Export-Import Bank of the United States, the United States Government for PL-480, and the Commodity Credit Corporation.

^b The Consolidated Debt consists of approximately \$ 15,779,520 principal and \$ 35,436,550 interest for a total of \$ 51,216,070.

^c Consolidation interest is at contractual rates as provided for in the original agreements for the Agency for International Development and the Commodity Credit Corporation, and at 6% per annum for the Export-Import Bank of the United States and the United States Government for PL-480.

^d FY 1977 figures include one repayment to the United States Government for PL-480 scheduled for July 1, 1977. Consolidated Debt of \$ 779,656 and Consolidation Interest of \$ 23,390 will therefore be repaid in FY 1978.

ANNEX D

PAKISTAN—REVISED SCHEDULE OF PAYMENTS RESULTING FROM RESCHEDULING OF DEBT
OWED TO COMMODITY CREDIT CORPORATION UNDER EXPORT CREDIT SALES PROGRAM

A. *Repayment of Rescheduled Debt*

Due Dates	Balance of Rescheduled Debt Outstanding	Repayments of Rescheduled Debt Amount		
		Principal	Interest @ 6.125%	Total
<i>1974</i>				
Jan. 7	\$ 1,771,482.22	—	\$ 4,993.18	\$ 4,993.18
Jan. 11	1,771,482.22	—	10,052.12	10,052.12
Jan. 17	1,771,482.22	—	18,913.04	18,913.04
Jan. 18	1,771,482.22	—	9,967.40	9,967.40
Jan. 27	1,771,482.22	—	16,065.41	16,065.41
<i>1975</i>				
Jan. 7	1,615,695.54	\$ 155,786.68	9,541.93	165,328.61
Jan. 11	1,308,503.70	307,191.84	18,815.50	326,007.34
Jan. 17	747,776.02	560,727.68	34,344.57	595,072.25
Jan. 18	453,728.68	294,047.34	18,010.40	312,057.74
Jan. 27	—	453,728.68	27,790.88	481,519.56
TOTAL		<u>\$ 1,771,482.22</u>	<u>\$ 168,494.43</u>	<u>\$ 1,939,976.65</u>

B. *Summary Schedule of Estimated Repayments Fiscal Year 1973-1975^a*

Due Dates	Current Maturities Due			Rescheduled Debt	Total
	Principal	Interest @ 6.125%	Total		
Jan. 7-27, 1973	—	\$ 325,509.85	\$ 325,509.85		\$ 325,509.85
Jan. 7-27, 1974	\$ 1,771,482.16	265,518.70	2,037,000.86	\$ 59,991.15	2,096,992.01
Jan. 7-27, 1975	1,771,482.16	108,503.28	1,879,985.44	1,879,985.50	3,759,970.94
TOTAL	<u>\$ 3,542,964.32</u>	<u>\$ 699,531.83</u>	<u>\$ 4,242,496.15</u>	<u>\$ 1,939,976.65</u>	<u>\$ 6,182,472.80</u>

^a Does not include shipments under GSM-4 line of credit approved by NAC June 23, 1972.

RELATED LETTER

Sep. 20, 1972

Dear Mr. Ambassador :

Reference is made to several discussions between representatives of our two Governments concerning the question of external debt incurred by Pakistan prior to December 1971.

The Government of the United States refers to the Agreed Minute Regarding Debt Relief to Pakistan dated May 26, 1972, and wishes to assure the Government of Pakistan that the Debt Rescheduling Agreements being signed today are not intended to modify the provisions of paragraph 11 of that Minute.

Sincerely yours,

[Signed]

WILLIS C. ARMSTRONG

Assistant Secretary for Economic and Business Affairs

His Excellency Sultan M. Kahn
Ambassador of Pakistan
