

No. 14096

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

**Exchange of notes constituting an agreement on revised arrangements for the repayment of the development loans made in 1966 by the Government of the United Kingdom to the Government of Pakistan (with schedule). Islamabad, 29 June 1974**

*Authentic text: English.*

*Registered by the United Kingdom of Great Britain and Northern Ireland on 26 June 1975.*

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

**Échange de notes constituant un accord modifiant les arrangements relatifs au remboursement des prêts de développement accordés en 1966 par le Gouvernement du Royaume-Uni au Gouvernement pakistanais (avec annexe). Islamabad, 29 juin 1974**

*Texte authentique : anglais.*

*Enregistré par le Royaume-Uni de Grande-Bretagne et d'Irlande du Nord le 26 juin 1975.*

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 PAKISTAN  
ON REVISED ARRANGEMENTS FOR THE REPAYMENT OF  
THE DEVELOPMENT LOANS MADE IN 1966 BY THE GOVERNMENT  
OF THE UNITED KINGDOM TO THE GOVERNMENT OF PAKISTAN

I

*Her Majesty's Ambassador at Islamabad to the Secretary  
to the Government of Pakistan, Economic Affairs Division*

BRITISH EMBASSY  
ISLAMABAD

29th June, 1974

Sir,

I have the honour to refer to the exchanges of letters between the Government of Pakistan and the Government of the United Kingdom of Great Britain and Northern Ireland dated 12 May 1966, known as the United Kingdom/Pakistan Loan 1966 to that of 12 August 1966 and the amendment thereto of 16 April, 1974, known as the United Kingdom/Pakistan Loan Number 2, 1966, to that of 20 October 1966 known as the United Kingdom/Pakistan Loan Number 3, 1966, and to that of 23 June 1966 and the amendment thereto of 2 June 1971, known as the Railway Electrification Loan 1966, and to inform you that the Government of the United Kingdom are prepared to conclude an Agreement with the Pakistan Government whereby the sum of £473,100 (Four hundred and seventy three thousand one hundred pounds) due for repayment during the period 1 July 1973 to 30 June 1974, both dates inclusive, referred to in the exchanges of letters and more particularly defined in the schedule hereto shall become payable as specified in paragraph 2 of this letter.

2. The Government of Pakistan shall repay to the Government of the United Kingdom in pounds sterling in London the sum specified in paragraph 1 of this letter by seven instalments; six instalments of £67,585 payable half yearly on 1 July and 1 January each year, payments commencing 1 July 1975, and a final instalment of £67,590 payable on 1 July 1978.

3. The Government of Pakistan shall pay to the Government of the United Kingdom interest on that amount of the sum specified in paragraph 1 of this letter remaining unrepaid under the provisions of paragraph 2 or 4 of this letter calculated on a day to day basis at the rate of one per cent per annum from the date that each repayment was originally due. Such interest shall be payable half-yearly on 1 January and 1 July each year, payments commencing on 1 July 1975.

4. Notwithstanding the provisions of paragraph 2 of this letter the Government of Pakistan shall be free at any time to repay to the Government of the United Kingdom in pounds sterling in London the whole or any part of the sum specified in paragraph 1 of this letter which is still outstanding together with interest thereon calculated as in paragraph 3 of this letter up to the date of repayment.

5. Notwithstanding that the repayment of the sum specified in paragraph 1 of this letter is hereby rescheduled, the repayment provisions in the exchanges of letters regarding the said United Kingdom/Pakistan Loans 1966, Number 2 1966 and the amendment thereto of 16 April 1974, Number 3 1966 and the Railway Electrification Loan 1966 and the amendment thereto of 2 June 1971 in respect of the balance of repayments shall continue, unless otherwise agreed between the Government of the United Kingdom and the Government of Pakistan.

<sup>1</sup> Came into force on 29 June 1974, the date of the note in reply, in accordance with the provisions of the said notes.

6. If the foregoing proposals are acceptable to the Government of Pakistan, I have the honour to suggest that the present Note, together with your reply shall constitute an Agreement between the two Governments which shall enter into force on the date of your reply.

7. I avail myself of the opportunity to renew to Your Excellency the assurance of my highest consideration.

J. L. PUMPHREY  
H. M. Ambassador

#### THE SCHEDULE

<i>Loan</i>	<i>Instalment</i>	<i>Amount</i>
1966 Loan . . . . .	31 October 1973	111,000
1966 Loan . . . . .	30 April 1974	111,000
1966 No. 2 Loan . . . . .	1 February 1974	100,100
1966 No. 3 Loan . . . . .	1 May 1974	111,100
1966 Railway Electrification Loan . . . . .	1 June 1974	39,900
TOTAL		£473,100

#### II

*The Secretary to the Government of Pakistan, Economic Affairs Division,  
to Her Majesty's Ambassador at Islamabad*

29th June, 1974

Sir,

I have the honour to acknowledge receipt of your Note of today's date which reads as follows:

[See note I]

I have the honour on behalf of the Government of Pakistan to inform you that the foregoing proposals are acceptable and to agree that your Note and this reply shall constitute an agreement in this matter between the two Governments which shall enter into force on this day's date.

AFTAB AHMAD KHAN

[Schedule as under note I]