

No. 13798

**UNITED STATES OF AMERICA
and
INDIA**

**Agreement regarding the consolidation and rescheduling
of certain debts owed to the United States Government
and its agencies (with annexes). Signed at Washington
on 7 June 1974**

Authentic text: English.

Registered by the United States of America on 17 March 1975.

**ÉTATS-UNIS D'AMÉRIQUE
et
INDE**

**Accord relatif à la consolidation de certaines dettes con-
tractées à l'égard du Gouvernement des États-Unis et
de ses agences et à la modification des échéances de
paiement correspondantes (avec annexes). Signé à
Washington le 7 juin 1974**

Texte authentique : anglais.

Enregistré par les États-Unis d'Amérique le 17 mars 1975.

AGREEMENT¹ BETWEEN THE GOVERNMENT OF THE UNITED STATES OF AMERICA AND THE GOVERNMENT OF INDIA 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 India agree as follows:

Article I. APPLICATION OF THE AGREEMENT

1. Pursuant to the provisions and mutual undertakings, hereby incorporated into this Agreement, of the Record of Understanding among the member countries of the Indian Consortium signed in Washington on December 19, 1973,² by the Government of India and the International Bank for Reconstruction and Development as Chairman of the Consortium, the Government of the United States of America and the Government of India agree to defer and reschedule certain dollar obligations to the United States Government and its agencies falling due between October 5, 1973, and March 31, 1974, under the agreements listed in annex A, as provided in this Agreement.

2. This Agreement shall be implemented by a separate bilateral agreement between the Government of India on the one hand and the Agency for International Development on the other.²

3. The amounts to be deferred and rescheduled under the terms and conditions of this Agreement will be not less than the estimated share of the United States of \$29,120,000, as indicated in the Record of Understanding signed in Washington on December 19, 1973. The estimated amounts available for deferral and rescheduling are listed in annex B to this Agreement.

Article II. DEFINITIONS

For purposes of this Agreement:

1. The term "Original Agreements" shall refer to the agreements concluded between the Government of India or its agencies and the Agency for International Development which are listed in annex A.

2. The term "Consolidated Debt" shall refer to the principal, interest, and credit fees due and payable to the Government of the United States of America between October 5, 1973 and March 31, 1974, under the Original Agreements, which is estimated to be \$29,339,519.15, as set forth in annex B to this Agreement.

¹ Came into force on 7 June 1974, by signature, and after the bilateral Agreement provided for in article I (2) had been signed by the Agency for International Development and the Government of India, in accordance with article IV.

² See p. 83 of this volume.

3. The term "Consolidation Interest" shall refer to interest accruing and payable on the Consolidated Debt after the respective due dates under the Original Agreements.

Article III. TERMS AND CONDITIONS OF PAYMENT

1. Payment of the Consolidated Debt shall be deferred as herein described.
 2. The Government of India agrees to repay the Consolidated Debt to the Agency for International Development according to the following terms and conditions:
 - (a) The Consolidated Debt shall be repaid in twenty equal annual installments on April 1 of each year commencing on April 1, 1981.
 - (b) The Consolidation Interest rate shall be 1.814% on the outstanding balance of the Consolidated Debt.
 - (c) The Consolidation Interest shall begin to accrue on the due date specified in each of the Original Agreements for each payment of interest or credit fee and each repayment of principal deferred. The Consolidation Interest shall be payable on April 1 of each year commencing on April 1, 1974.
- [3.] A summary schedule of estimated repayments of Consolidated Debt and payments of Consolidation Interest is attached as annex C to this Agreement.

Article IV. ENTRY INTO FORCE

This Agreement shall enter into force 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 India;
- (b) the bilateral agreement provided for in Article I, paragraph 2, of this Agreement has been signed by the Agency for International Development and the Government of India.

DONE at Washington in duplicate this seventh day of June, 1974.

For the Government of the United States of America:
SIDNEY WEINTRAUB

For the Government of India:
T. N. KAUL

ANNEX A

INDIA—AGENCY FOR INTERNATIONAL DEVELOPMENT

LIST OF LOANS RESCHEDULED

Aid Loan Number	Date of Agreement	Title	Interest Rate		Initial Amort. Date
			Grace	Amort.	
386-B-001	06-15-51	Food Grain Assistance	2 ¹ / ₂	2 ¹ / ₂	06-30-57
386-H-052	02-26-62	Canbar Thermal Power Project	3 ¹ / ₄	3 ¹ / ₄	04-06-72

Aid Loan Number	Date of Agreement	Title	Interest Rate		Initial Amort. Date
			Grace	Amort.	
386-H-055	06-21-62	Non-Project Imports	3/4	3/4	08-28-72
386-H-057	06-21-62	Patherdih Coal Washery	3/4	3/4	11-01-72
386-H-058	06-21-62	Fourth Railway	3/4	3/4	03-18-73
386-H-059	06-28-62	Second Premier Automobiles	3/4	3/4	12-03-73
386-H-060	06-11-62	Rayon Tire Cord Project	3/4	3/4	07-15-73
386-H-061	06-28-62	Pamba-Kakki Hydroelectric Project	3/4	3/4	08-09-73
386-H-062	06-28-62	Industrial Finance Corporation—Second Loan	3/4	3/4	06-19-74
386-H-063	06-11-62	Trombay Thermal Power Station	3/4	3/4	01-02-73
386-H-066	11-08-62	Hindustan Motor Loan	3/4	3/4	08-23-73
386-H-067	09-25-62	Telco Truck Expansion	3/4	3/4	03-28-73
386-H-068	05-21-63	Ramagundam Thermal Power	3/4	3/4	06-18-75
386-H-069	03-08-63	Delhi "C" Thermal Power Extension Station	3/4	3/4	01-21-75
386-H-077	03-08-63	Satpura Thermal Power	3/4	3/4	10-30-74
386-H-081	10-21-63	Central Ropeway "F" Project	3/4	3/4	11-27-74
386-H-082	02-25-63	Second Non-Project Loan	3/4	3/4	05-06-73
386-H-084	10-21-63	Chandrapura Thermal Elec. Power Proj., Stage II	3/4	3/4	01-18-75
386-H-086	10-21-63	Fifth Railway	3/4	3/4	01-06-75
386-H-087	11-29-63	Dugda Coal Washery Plant II	3/4	3/4	06-02-74
386-H-091	12-07-63	Tarapur Nuclear Power	3/4	3/4	06-24-74
386-H-101	07-21-64	National Engineering Industries Ltd.	3/4	3/4	10-14-76
386-H-103	02-24-64	Commodity Program Assistance—63-64	3/4	2	08-10-74
386-H-104	06-19-64	Trombay Methanol and Fertilizer Project ...	3/4	2	09-09-74
386-H-109	11-30-64	Sharavathi Hydroelectric Project III	3/4	2	09-27-76
386-H-111	11-30-64	Commodity Program "L"	3/4	2	04-13-75
386-H-115	03-31-65	Consulting Services "L"	3/4	2	10-19-75
386-H-118	05-03-65	Hindustan Motors—Trucks	3/4	2	04-18-76
386-H-119	05-03-65	Hindustan Motors—Shovels	3/4	2	01-12-76
386-H-120	12-31-64	Telco Truck Expansion	3/4	2	06-10-75
386-H-121	11-30-64	Sixth Railway	3/4	2	06-28-75
386-H-137	06-17-65	Seventh Railway	1	2 1/2	05-17-75
386-H-138	06-17-65	Commodity Program Assistance—1964-1965	1	2 1/2	09-28-75

A.I.D.

386-H-141	05-25-66	Operation Hardrock	1	2 1/2	03-13-78
386-H-143	06-01-66	Dhuvaran Thermal Power II	1	2 1/2	01-08-78
386-H-152	01-04-66	Fertilizer Commodity Loan—1966	1	2 1/2	02-25-76
386-H-155	05-13-66	Commodity Program Assistance—1966	1	2 1/2	08-05-76
386-H-160	07-08-66	Commodity Program Assistance—1966	1	2 1/2	01-18-77
386-H-164	06-02-67	Indian Higher Education	1	2 1/2	12-16-78
386-H-168	05-10-67	Commodity Program Assistance—1967	1	2 1/2	12-04-77
386-H-184	05-12-68	Production Loan—1968	2	2 1/2	08-16-78
386-H-188	07-19-68	Fertilizer Commodity Loan—1968-1969 ...	2	2 1/2	09-25-78
386-H-196	12-26-68	Production Loan—1969	2	3	06-24-79
386-H-200	10-16-69	Private Sector Capital Equipment Loan—1970	2	3	08-03-80
386-H-201	06-18-71	Indian Farmers Fertilizer Cooperative Ltd. .	2	3	07-13-81
386-H-207	06-23-70	Production Loan—1970	2	3	09-14-80
386-H-212	03-13-71	Commodity Program Loan	2	3	06-17-81

ANNEX B

INDIA—AGENCY FOR INTERNATIONAL DEVELOPMENT
 PAYMENTS SUBJECT TO RESCHEDULING
 (In U.S. dollars)

P. 1

Amount due from October 6, 1973 to March 31, 1974

<i>Loan No.</i>	<i>Due Date</i>	<i>Principal</i>	<i>Interest</i>	<i>Total</i>
386-B-001	12-31	3,436,205.43	1,559,499.83	4,995,705.26
386-H-052	10-6	543,389.28	118,046.92	661,436.20
055	2-28	3,274,194.21	712,137.24	3,986,331.45
057	11-1	65,105.16	14,404.52	79,509.68
058	3-18	703,938.21	155,729.21	859,667.42
059	12-3	47,108.52	10,776.07	57,884.59
060	1-15	131,253.22	29,531.97	160,785.19
061	2-9	297,756.04	66,534.60	364,290.64
062	12-19	—	64,359.70	64,359.70
063	1-2	290,418.07	64,255.00	354,673.07
066	2-23	255,447.97	57,475.79	312,923.76
067	3-28	223,317.15	49,408.92	272,726.07
068	12-18	—	28,182.61	28,182.61
069	1-21	—	51,804.11	51,804.11
077	10-30	—	71,685.88	71,685.88
081	11-27	—	27,860.13	27,860.13
082	11-6	3,908,132.83	879,329.88	4,787,462.71
084	1-18	—	44,547.91	44,547.91
086	1-6	—	58,941.13	58,941.13
087	12-2	—	18,738.31	18,738.31
091	12-24	—	269,146.97	269,146.97
101	10-14	—	15,923.66	15,923.66
103	2-10	—	841,743.34	841,743.34
104	3-9	—	25,632.68	25,632.68
109	3-27	—	6,827.57	6,827.57
111	10-13	—	183,335.50	183,335.50
115	10-19	—	1,930.93	1,930.93
118	10-18	—	82,621.14	82,621.14
119	1-12	—	10,393.58	10,393.58
120	12-10	—	44,114.44	44,114.44
121	12-28	—	26,751.60	26,751.60
137	11-17	—	18,996.38	18,996.38
138	3-28	—	943,908.00	943,908.00
141	3-13	—	16,626.58	16,626.58
143	1-8	—	84,831.18	84,831.18
152	2-25	—	249,835.63	249,835.63
155	2-5	—	483,479.72	483,479.72
160	1-18	—	747,164.94	747,164.94
164	12-16	—	36,544.01	36,544.01
168	12-4	—	657,326.78	657,326.78
184	2-16	—	2,237,573.43	2,237,573.43
188	2-5	—	230,000.00	230,000.00
196	12-24	—	1,933,064.79	1,933,064.79
200	2-3	—	137,264.46	137,264.46
201	1-13	—	164,905.36	164,905.36
207	3-14	—	1,501,983.84	1,501,983.84
212	12-17	—	1,128,076.82	1,128,076.82
47 Loans	TOTAL	13,176,266.09	16,163,253.06	29,339,519.15

ANNEX C

INDIA—AGENCY FOR INTERNATIONAL DEVELOPMENT
 SCHEDULE OF REPAYMENT RESULTING FROM RESCHEDULING
 OF CERTAIN DOLLAR PAYMENTS DUE OCTOBER 6, 1973 TO MARCH 31, 1974
 (In U.S. dollars)

<i>Due Date</i>	<i>Total</i>	<i>Interest 1.814%</i>	<i>Principal</i>	<i>Outstanding Balance</i>
				29,339,519.15
April 1, 1974	108,953.63	108,953.63	—	
1975	532,218.88	532,218.88	—	
1976	532,218.88	532,218.88	—	
1977	532,218.88	532,218.88	—	
1978	532,218.88	532,218.88	—	
1979	532,218.88	532,218.88	—	
1980	532,218.88	532,218.88	—	
1981	1,999,194.03	532,218.88	1,466,975.15	27,872,544.00
1982	1,972,583.95	505,607.95	1,466,976.00	26,405,568.00
1983	1,945,973.00	478,997.00	1,466,976.00	24,938,592.00
1984	1,919,362.06	452,386.06	1,466,976.00	23,471,616.00
1985	1,892,751.11	425,775.11	1,466,976.00	22,004,640.00
1986	1,866,140.17	399,164.17	1,466,976.00	20,537,664.00
1987	1,839,529.22	372,553.22	1,466,976.00	19,070,688.00
1988	1,812,918.28	345,942.28	1,466,976.00	17,603,712.00
1989	1,786,307.34	319,331.34	1,466,976.00	16,136,736.00
1990	1,759,696.39	292,720.39	1,466,976.00	14,669,760.00
1991	1,733,085.45	266,109.45	1,466,976.00	13,202,784.00
1992	1,706,474.50	239,498.50	1,466,976.00	11,735,808.00
1993	1,679,863.56	212,887.56	1,466,976.00	10,268,832.00
1994	1,653,252.61	186,276.61	1,466,976.00	8,801,856.00
1995	1,626,641.67	159,665.67	1,466,976.00	7,334,880.00
1996	1,600,030.72	133,054.72	1,466,976.00	5,867,904.00
1997	1,573,419.78	106,443.78	1,466,976.00	4,400,928.00
1998	1,546,808.83	79,832.83	1,466,976.00	2,933,952.00
1999	1,520,197.89	53,221.89	1,466,976.00	1,466,976.00
2000	1,493,586.94	26,610.94	1,466,976.00	0
TOTAL	38,230,084.41	8,890,565.26	29,339,519.15	