

No. 29626

**MULTILATERAL INVESTMENT
GUARANTEE AGENCY
and
INDONESIA**

**Letter Agreement on legal protection for guaranteed foreign
investments. Washington, 29 April 1992, and Jakarta,
24 November 1992**

Authentic text: English.

*Registered by the Multilateral Investment Guarantee Agency on 2 March
1993.*

**AGENCE MULTILATÉRALE DE GARANTIE
DES INVESTISSEMENTS
et
INDONÉSIE**

**Lettre d'accord sur la protection juridique des investisse-
ments étrangers garantis. Washington, 29 avril 1992, et
Jakarta, 24 novembre 1992**

Texte authentique : anglais.

*Enregistrée par l'Agence multilatérale de garantie des investissements le
2 mars 1993.*

AGREEMENT¹ ON LEGAL PROTECTION FOR GUARANTEED FOREIGN INVESTMENTS BETWEEN THE MULTILATERAL INVESTMENT GUARANTEE AGENCY AND THE GOVERNMENT OF INDONESIA

Dear Mr. Minister:

I refer to the Convention Establishing the Multilateral Investment Guarantee Agency² (the “Convention”) signed by the Government of Indonesia (the “Government”) on June 26, 1989, and ratified on September 26, 1986,³ and to conversations that have recently taken place between representatives of the Multilateral Investment Guarantee Agency (The “Agency”) and those of your Government regarding the implementation of the Convention. These conversations have led to the following understanding regarding the legal protection afforded to foreign investments guaranteed by the Agency:

1. Pursuant to Article 38 of the Convention, the Government confirms that it has designated the Ministry of Finance to be the authority with which the Agency is to communicate in connection with matters arising under the Convention and that the Minister of Finance is authorized to sign this Agreement.

2. In view of the Agency’s endeavors under Article 23, (b), (ii), of the Convention to conclude agreements relating to the treatment of the Agency with respect to investments guaranteed by it, the Government agrees to accord the Agency treatment no less favorable, with respect to the rights to which it may succeed as subrogee of a compensated guarantee holder, than treatment that Indonesia has accorded or will accord in the future to any State or other public entity in an investment protection treaty or any other agreement related to investment.

If the foregoing paragraphs reflect our understanding regarding the legal protection afforded to foreign investments guaranteed by the Agency, please sign and date the two originals of this Agreement and return one signed original to the Agency. This Agreement shall enter into force upon receipt by the Agency of an original hereof countersigned by you.

¹ Came into force on 2 December 1992, upon receipt by the Agency of a countersigned original copy of the Agreement, in accordance with its provisions.

² United Nations, *Treaty Series*, vol. 1508, No. I-26012.

³ *Ibid.*, vol. 1698, No. A-26012.

Accept, Mr. Minister, the assurances of my highest consideration.

Sincerely,

[Signed]

LEWIS T. PRESTON
President

Date: April 29, 1992

Confirmed:

Government
of Indonesia

By: *[Signed]*

J. B. SUMARLIN
Minister of Finance

Date: November 24, 1992

The Honorable J. B. Sumarlin
Minister of Finance
Jakarta, Indonesia
