



Treaty Series No. 14 (1956)

Exchanges of Notes

between the Government of the
United Kingdom of Great Britain and Northern Ireland
and the Yugoslav Government

regarding certain Financial Obligations
of the Yugoslav Government

London, December 30, 1955, and March 26, 1956

*Presented by the Secretary of State for Foreign Affairs to Parliament
by Command of Her Majesty
March 1956*

LONDON
HER MAJESTY'S STATIONERY OFFICE
SIXPENCE NET

Cmd. 9730

**EXCHANGES OF NOTES BETWEEN THE GOVERNMENT OF
THE UNITED KINGDOM OF GREAT BRITAIN AND NORTHERN
IRELAND AND THE YUGOSLAV GOVERNMENT REGARDING
CERTAIN FINANCIAL OBLIGATIONS OF THE YUGOSLAV
GOVERNMENT**

London, December 30, 1955, and March 26, 1956

No. 1 (a)

*The Yugoslav Ambassador at London to the Secretary of State for
Foreign Affairs*

*Embassy of the Federal People's
Republic of Yugoslavia,
London, S.W. 7.*

Sir, *30th December, 1955.*

1. I have the honour to refer to the Notes exchanged in Belgrade on 22nd December, 1954,⁽¹⁾ between the Government of the Federal People's Republic of Yugoslavia and the Government of the United Kingdom of Great Britain and Northern Ireland regarding certain financial obligations of the Yugoslav Government and to discussions which have recently taken place in London between representatives of the two Governments concerning the Promissory Note Number 2003 which falls due for payment on 31st December, 1955.

2. As a result of the said discussions, I now have the honour to request that Promissory Note Number 2003 shall be exchanged for a new Promissory Note to be issued by the Yugoslav Government in the denomination and with the maturity date shown below :—

Number of New Note	Principal £	Interest			Date of Maturity
		£	s.	d.	
2032	250,000	71,198	12	8	31st March, 1956

3. If the foregoing request is acceptable to the United Kingdom Government, I have the honour to suggest that the present Note, together with your reply to that effect, shall be regarded as constituting an agreement in the matter between the two Governments.

I have, &c.

VLADIMIR VELEBIT.

No. 1 (b)

*The Secretary of State for Foreign Affairs to the Yugoslav Ambassador
at London*

Foreign Office, S.W. 1,

Your Excellency,

December 30, 1955.

I have the honour to acknowledge receipt of your Note of the 30th of December, 1955, the text of which reads as follows :—

[As in No. 1 (a).]

I have to inform you that the above request is acceptable to the Government of the United Kingdom of Great Britain and Northern Ireland who agree that that Note and the present reply should be regarded as constituting an agreement between the two Governments.

I have, &c.

(For the Secretary of State)

W. H. YOUNG.

⁽¹⁾ "Treaty Series No. 12 (1955)." Cmd. 9382.

*The Yugoslav Ambassador at London to the Secretary of State for
Foreign Affairs*

*Embassy of the Federal People's
Republic of Yugoslavia,
London, S.W.7,*

Sir,

26th March, 1956.

I have the honour to refer to the conversations which have recently taken place in London between representatives of the Government of the Federal People's Republic of Yugoslavia and representatives of the Government of the United Kingdom of Great Britain and Northern Ireland concerning certain financial obligations of the Yugoslav Government, namely:—

- (i) Promissory Notes, numbers 2004–2031 inclusive, referred to in Appendix B to the Notes exchanged at Belgrade on 22nd December, 1954, between the two Governments regarding certain financial obligations of the Yugoslav Government;
- (ii) Promissory Note, number 2032, issued in pursuance of the Notes exchanged at London on 30th December, 1955,⁽²⁾ between the two Governments regarding certain financial obligations of the Yugoslav Government.

2. I have the honour to propose that the Promissory Notes mentioned in paragraph 1 above shall be exchanged for new Promissory Notes to be issued by the Yugoslav Government in the form shown in Appendix A and in the denominations and with maturity dates shown in Appendix B to the present Note. The new Promissory Notes to be issued shall be delivered, under cover of a letter in the form shown in Appendix C to the present Note, by the duly authorised agent of the Yugoslav Government, to the Export Credits Guarantee Department, 9, Clements Lane, London, E.C. 4, for guarantee by that Department. These Promissory Notes shall, when guaranteed, be returned by the Department to the duly authorised agent of the Yugoslav Government, who shall forthwith offer them to that Department in exchange for the Promissory Notes mentioned in paragraph 1 above. Detailed arrangements for the guaranteeing and exchanging of these Promissory Notes shall be made by agreement between the Yugoslav Government and the Export Credits Guarantee Department.

3. I also have to propose that the Promissory Notes to be issued pursuant to the present Note shall each show the amount of principal and the amount of interest due on maturity; and that the amount of such interest shall in each case be that shown in Appendix B to the present Note, which has been calculated at the rate of three per cent. per annum from the dates of the endorsement of the corresponding Promissory Notes from among those originally issued to secure the sums (amounting in all to £16,560,000) now outstanding of the sums referred to in sub-paragraphs (1), (2), (3) and (4) of paragraph 1 of the said Notes exchanged at Belgrade on 22nd December, 1954, to the date of maturity of the new Promissory Note.

4. I am further to propose that the arrangements envisaged in the present Note shall not affect the existing repayment arrangements for other payment obligations due to the United Kingdom by Yugoslavia.

5. If the foregoing proposals are acceptable to the Government of the United Kingdom, I have the honour to suggest that the present Note, together with your reply to that effect, should be regarded as constituting an agreement in the matter between the two Governments.

I have, &c.

VLADIMIR VELEBIT.

⁽²⁾ See No. 1 (a) and (b).

APPENDIX A

SPECIMEN PROMISSORY NOTE

Date of Maturity:

THE SECRETARIAT FOR BUDGET AND STATE ADMINISTRATION
OF THE FEDERAL PEOPLE'S REPUBLIC OF YUGOSLAVIA

Issued pursuant to paragraph 2 of an agreement dated between the Government of the United Kingdom of Great Britain and Northern Ireland and the Government of the Federal People's Republic of Yugoslavia.

The Secretariat for Budget and State Administration of the Federal People's Republic of Yugoslavia promises to pay to the Bearer on

(without days of grace) the sum of
) being
Interest.

(
Principal and

For and on behalf of the
Federal People's Republic
of Yugoslavia.

Belgrade,

19.....

Payable

at.....

London.....

APPENDIX B

93

LIST OF NEW PROMISSORY NOTES TO BE ISSUED PURSUANT TO
PARAGRAPH 2 OF THE AGREEMENT

<i>Number of New Note</i>	<i>Principal £</i>	<i>Interest</i>			<i>Date of Maturity</i>
		<i>£</i>	<i>s.</i>	<i>d.</i>	
2033	250,000	57,184	18	8	31st December, 1957
2034	645,000	155,557	7	11	30th June, 1958
2035	225,000	53,836	0	6	30th June, 1958
2036	275,000	68,940	16	5	31st December, 1958
2037	275,000	69,300	0	0	31st December, 1958
2038	340,000	85,180	13	8	31st December, 1958
2039	880,000	232,318	17	2	30th June, 1959
2040	345,000	92,106	19	7	31st December, 1959
2041	240,000	65,530	13	9	31st December, 1959
2042	285,000	78,504	5	0	31st December, 1959
2043	515,000	139,382	9	4	30th June, 1960
2044	130,000	36,767	13	5	30th June, 1960
2045	245,000	69,533	0	4	30th June, 1960
2046	360,000	105,348	18	0	31st December, 1960
2047	160,000	49,467	10	9	31st December, 1960
2048	345,000	95,772	6	6	31st December, 1960
2049	745,000	210,106	8	10	30th June, 1961
2050	125,000	32,683	3	0	30th June, 1961
2051	340,000	100,936	0	6	31st December, 1961
2052	105,000	34,753	11	2	31st December, 1961
2053	410,000	144,450	8	3	31st December, 1961
2054	875,000	304,211	2	0	30th June, 1962
2055	880,000	308,279	11	9	31st December, 1962
2056	885,000	321,689	3	6	30th June, 1963
2057	895,000	336,193	11	3	31st December, 1963
2058	840,000	336,782	9	5	30th June, 1964
2059	840,000	344,524	2	2	31st December, 1964
2060	50,000	21,036	19	9	30th June, 1965
2061	800,000	336,673	19	5	30th June, 1965
2062	800,000	348,123	5	9	31st December, 1965
2063	805,000	361,777	7	10	30th June, 1966
2064	795,000	367,960	13	9	31st December, 1966
2065	855,000	396,805	9	8	30th June, 1967

APPENDIX C

Sir,

In pursuance of the Agreement constituted by the Exchange of Notes dated [redacted], I am directed by the Government of the Federal People's Republic of Yugoslavia to deliver to you for guarantee Promissory Notes, particulars of which are specified in Appendix B to the Note dated [redacted].

I am also directed to say that the bearer of this letter is authorised to receive, on behalf of the Government of the Federal People's Republic of Yugoslavia, the Guaranteed Promissory Notes and forthwith to offer them to you in exchange for the Promissory Notes mentioned in paragraph 1 of the said Note in accordance with the above-mentioned agreement.

I am, &c.

The Accountant.

Export Credits Guarantee Dept.,
9, Clements Lane. E.C. 4.

No. 2 (b)

*The Secretary of State for Foreign Affairs to the Yugoslav Ambassador
at London*

*Foreign Office, S.W. 1,
March 26, 1956.*

Your Excellency,

I have the honour to acknowledge the receipt of your Excellency's Note of the 26th of March, 1956, which reads as follows:—

[As in No. 2 (a).]

In reply I have to inform you that the foregoing proposals are acceptable to the Government of the United Kingdom who also agree that your Excellency's Note and this reply should be regarded as constituting an agreement between the two Governments in this matter.

I have, &c.

(For the Secretary of State)
W. H. YOUNG.

[Appendices as in No. 2 (a).]