



Treaty Series No. 75 (1960)

# Exchange of Notes

between the Government of the  
United Kingdom of Great Britain and Northern Ireland  
and the Government of the Republic of Chile  
concerning a Loan to Chile of  
£2,000,000

London, October 21, 1960

*Presented to Parliament by the Secretary of State for Foreign Affairs  
by Command of Her Majesty  
October, 1960*

LONDON  
HER MAJESTY'S STATIONERY OFFICE  
FOURPENCE NET

Cmd. 1195

**EXCHANGE OF NOTES BETWEEN THE GOVERNMENT OF THE  
UNITED KINGDOM OF GREAT BRITAIN AND NORTHERN  
IRELAND AND THE GOVERNMENT OF THE REPUBLIC OF  
CHILE CONCERNING A LOAN TO CHILE OF £2,000,000**

No. 1

*Note from Her Majesty's Secretary of State for Foreign Affairs to the  
Chilean Ambassador at London*

*Foreign Office,  
October 21, 1960.*

Your Excellency,

I have the honour to propose that, in order to give effect to the decision of Her Majesty's Government in the United Kingdom to make available to the Government of the Republic of Chile a loan of £2 million as a measure of assistance towards the cost of reconstruction after the damage caused by the recent earthquakes and for expenditure on United Kingdom goods and services, Her Majesty's Government in the United Kingdom, acting through the Export Credits Guarantee Department shall, subject to such conditions as may be agreed between the Secretary of the Export Credits Guarantee Department and the competent authority of the Chilean Government, purchase at par Promissory Notes of the Government of the Republic of Chile up to a total of £2,000,000. These Promissory Notes, which shall be expressed in £ sterling, shall be issued by the competent authorities of the Chilean Government so that the total amount of £2,000,000 shall be payable in twelve consecutive half-yearly instalments of £155,000 each, the first of which shall be payable on the 31st of January 1965, to be followed by one instalment of £140,000 which shall be payable on the 31st of January, 1971. Each Promissory Note shall carry interest at a rate related to that charged by Her Majesty's Treasury at the date of issue of the Note on a loan for a comparable period out of the Consolidated Fund. Such interest shall be calculated from the date of issue until the date of payment of the Note and shall be payable half-yearly on the 31st of January and the 31st of July in each year.

I have further to propose that, if the provisions set forth above are acceptable to the Government of the Republic of Chile, this Note, together with Your Excellency's reply to that effect, shall constitute an agreement between the two Governments which will come into force on this day's date.

I have, &c.

(For the Secretary of State)

H. N. BRAIN.

His Excellency Señor Don Victor Santa Cruz,  
Chilean Embassy,  
3, Hamilton Place, W. 1.

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No. 2

*Note from the Chilean Ambassador at London to Her Majesty's Secretary  
of State for Foreign Affairs*

*Embajada de Chile,  
London,*

Monsieur le Ministre:

*21st October, 1960.*

I have the honour to acknowledge receipt of Your Excellency's Note of the 21st October, which reads as follows:—

[As in No. 1]

2. I have the honour to confirm that the above proposals are acceptable to the Government of the Republic of Chile, who agree that Your Excellency's Note and this reply shall be regarded as constituting an Agreement between the two Governments in this matter.

I have, &c.

VICTOR SANTA CRUZ,  
*Ambassador.*

The Rt. Hon. The Earl of Home,  
Principal Secretary of State for Foreign Affairs,  
London, S.W. 1.

Printed and published by  
HER MAJESTY'S STATIONERY OFFICE

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