

9 U.S.T. 1251

TURKEY

Development Loan Fund: Use of Turkish Currency Repayments

TIAS 4111

9 U.S.T. 1251

September 6, 1958, Date-Signed

September 6, 1958, Date-In-Force

**STATUS:**

[\*1] Agreement effected by exchange of notes

Signed at Ankara September 6, 1958;

Entered into force September 6, 1958.

[NO LONG-TITLE IN ORIGINAL]

**TEXT:**

*The American Charge d'Affaires ad interim to the Turkish Minister of Foreign Affairs*

AMERICAN EMBASSY, ANKARA,

No. 512 September 6, 1958.

**EXCELLENCY:**

I have the honor to refer to conversations which have taken place between representatives of the Government of the United States of America and the Government of the Republic of Turkey with respect to loans which may be extended by the Development Loan Fund, an agency of the Government of the United States of America, and to state the understanding of my Government that with respect to local currency repayments on such loans our two Governments agree as follows:

The Government of the Republic of Turkey agrees that any currency of Turkey paid to the Development Loan Fund, an agency of the Government of the United States of America, pursuant to any transaction entered into by the Development Loan Fund under the authority provided in the Mutual Security Act of 1954 as it is or may hereafter from time to time be amended, shall be recognized as the property of the Development Loan Fund. [\*2] The Government of the Republic of Turkey further agrees that such currency may be used by the Development Loan Fund or by any agency of the Government of the United States of America for any expenditures of or payments by the Development Loan Fund or any such agency, including any expenditures of or payments by the Development Loan Fund for purposes of transactions authorized by the Mutual Security Act of 1954, as it is or may hereafter from time to time be amended. Unless agreed to in advance by the Government of the Republic of Turkey, such currency shall not be used

by the Development Loan Fund or any other Agency of the Government of the United States to finance exports from Turkey or its territories nor shall it be sold for other currencies to entities other than agencies of the Government of the United States. The Government of the United States agrees that it and the Development Loan Fund will take into account the economic position of Turkey in any contemplated use of currency of Turkey received by the Development Loan Fund as herein above described.

I will appreciate being informed of the concurrence of Your Excellency's Government with the foregoing understanding.

Accept, [\*3] Excellency, the assurance of my highest consideration.

*The Turkish Minister of Foreign Affairs to the American Charge d'Affaires ad interim*

TURKIYE CUMHURİYETİ HARİCIYE VEKALETİ n1

-----Footnotes-----

n1 Republic of Turkey Ministry of Foreign Affairs

-----End Footnotes-----

310.085-ME.2/87 ANKARA, September, 6, 1958

MISTER CHARGE D'AFFAIRES:

I have the honor to acknowledge receipt of your letter No. 512 dated September 6, 1958 which reads as follows:

"Excellency:

I have the honor to refer to conversations which have taken place between representatives of the Government of the United States of America and the Government of the Republic of Turkey with respect to loans which may be extended by the Development Loan Fund, an agency of the Government of the United States of America, and to state the understanding of my Government that with respect to local currency repayments on such loans our two Governments agree as follows:

The Government of the Republic of Turkey agrees that any currency of Turkey paid to the Development Loan Fund, an agency [\*4] of the Government of the United States of America, pursuant to any transaction entered into by the Development Loan Fund under the authority provided in the Mutual Security Act of 1954 as it is or may hereafter from time to time be amended, shall be recognized as the property of the Development Loan Fund. The Government of the Republic of Turkey further agrees that such currency may be used by the Development Loan Fund or by any agency of the Government of the United States of America for any expenditures of or payments by the Development Loan

Fund or any such agency, including any expenditures of or payments by the Development Loan Fund for purposes of transactions authorized by the Mutual Security Act of 1954, as it is or may hereafter from time to time be amended. Unless agreed to in advance by the Government of the Republic of Turkey, such currency shall not be used by the Development Loan Fund or any other agency of the Government of the United States to finance exports from Turkey or its territories nor shall it be sold for other currencies to entities other than agencies of the Government of the United States. The Government of the United States agrees that it and the Development [\*5] Loan Fund will take into account the economic position of Turkey in any contemplated use of currency of Turkey received by the Development Loan Fund as herein above described.

I will appreciate being informed of the concurrence of Your Excellency's Government with the foregoing understanding.

Accept, Excellency, the assurance of my highest consideration."

I have the honor to inform you of the concurrence of the Turkish Government in the foregoing.

Accept, Mr. Charge d'Affaires, the assurance of my highest consideration.

**SIGNATORIES:**

CARLOS C. HALL

*Charge d'Affaires ad interim*

His Excellency

FATIN RUSTU ZORLU,

*Minister of Foreign Affairs of the Republic of Turkey, Ankara.*

for the Minister of

Foreign Affairs

Hasan Esat Isik

*Secretary General Organisation for International Economic Cooperation*

The Honorable

CARLOS H. HALL

*Charge d'Affaires Embassy of the United States of America Ankara*