

June 29, 1967

AGREEMENT BETWEEN THE GOVERNMENT OF THE UNITED STATES OF AMERICA AND THE GOVERNMENT OF THE REPUBLIC OF THE PHILIPPINES ON THE SETTLEMENT OF CLAIMS FOR PAY AND ALLOWANCES OF RECOGNIZED PHILIPPINE GUERRILLAS NOT PREVIOUSLY PAID IN FULL AND FOR ERRONEOUS DEDUCTIONS OF ADVANCED SALARY FROM THE BACKPAY OF ELIGIBLE PHILIPPINE VETERANS

UNITED STATES OF AMERICA

Settlement of Claims for Pay and Allowance of Recognized Philippine guerrillas

Agreement signed at Manila 29 June 1967;

Entered into force 29 June 1967.

Whereas, the United States Panel of the Joint United States — Republic of the Philippines Veterans Commission has recommended settlement of claims for pay and allowances of recognized Philippine guerrillas not previously paid in full and for erroneous deductions of advanced salary from the backpay of eligible Philippine veterans;

Whereas, the President of the United States and the President of the Republic of the Philippines have, agreed that their representatives would discuss the means of settling the aforesaid claims; and

Whereas, settlement of the aforesaid two claims is desirable in order to accomplish the objective of resolving the issues arising from military service by members of the Philippine armed forces and guerrillas during the Second World War;

1. Therefore, the United States agrees to pay the Republic of the Philippines the sums of;

- a. \$29,500,000 in full and final settlement of claims for pay and allowances of recognized Philippine guerrillas not previously paid in full, and
- b. \$1,620,000 in full and final settlement of claims for erroneous deductions of advanced salary from the backpay of certain Philippine veterans.

2. The full amount of the sums set forth in paragraph 1 above shall be paid in United States dollars on or about the date of signature of this Agreement to the account of the Government of the Republic of the Philippines or a designated agency thereof in depository banks in the United States designated by the Government of the Republic of the Philippines. Through an exchange of letters between the Governor of the Central Bank of the Philippines and the Secretary of the Treasury of the United States dated April 17, 1967 and May 16, 1967 respectively, the Government of the Republic of the Philippines has entered into arrangements with the Government of the United States which will minimize any adverse impact which additional