

**AGREEMENT BETWEEN THE REPUBLIC OF THE PHILIPPINES AND  
THE UNITED STATES OF AMERICA RELATING TO THE  
REPAYMENT OF FUNDS ADVANCED TO THE NATIONAL DEFENSE  
FORCES, REPUBLIC OF THE PHILIPPINES, BY THE UNITED  
STATES-PHILIPPINES, RYUKYUS COMMAND (ROMULO-SNYDER  
AGREEMENT)**

Note: The Agreement entered into force, November 30, 1950. The validity of this Agreement was upheld by the Supreme Court in USAFFE Veterans Association, Inc. v. The Treasurer of the Philippines, L 10500, prom. June 30, 1959.

Reference: This Agreement is also published in II DFA TS No. 1, p. 148; 122 UNTS, p. 63 and I UST 765.

This agreement, signed this date by and between the Government of the Republic of the Philippines, represented by the honorable Carlos P. Romulo, Secretary of Foreign Affairs, and the Government of the United States, represented by the Honorable John W. Snyder, Secretary of the Treasury, is entered into for the purpose of arranging for the return to the Government of the United States of America of the residual total of the peso funds purchased for dollars and advanced to the National Defense Forces, Republic of the Philippines, by the United States Philippines-Ryukyus command under agreements dated June 30, 1948, and July 11, 1949, between the Commanding General of the United States Philippines-Ryukyus Command and the Chief of Staff of the National Defense Forces, Republic of the Philippines, copies of which are attached hereto and made a part hereof, for the purpose of permitting the Headquarters of the National Defense Forces in behalf of the United States Philippines-Ryukyus Command to pay certain specified claims which had on or before that date been approved by the United States Philippines-Ryukyus Command.

**ARTICLE I**

This Government of the Republic of the Philippines in recognition of its obligation to return to the United States the balance of the funds referred to above, now mutually agrees with the United States Government to the following method of accomplishing the return to the Government of the United States of the said balance:

1. In consideration of the agreement by the Government of the Republic of the Philippines to pay to the Government of the United States in dollars the balance of the aforesaid funds, the Government of the United States hereby releases the Government of the Republic of the Philippines from the obligation described in the aforesaid agreements of June 30, 1948 and July 11, 1949, to return immediately the total unexpended balance of the said peso funds.
2. The Government of the Republic of the Philippines agrees that the dollar amount payable hereunder, when it shall have been finally ascertained in accordance with Article II hereof, shall be computed at the rate of two pesos to one dollar.