No. 8498

UNITED STATES OF AMERICA
and
CEYLON

Exchange of notes constituting an agreement relating to investment guaranties. Colombo, 23 February 1966

Official text : English.

Registered by the United States of America on 30 December 1966.

ÉTATS-UNIS D'AMÉRIQUE
et
CEYLAN

Échange de notes constituant un accord relatif aux garanties d'investissement. Colombo, 23 février 1966

Texte officiel anglais.

Enregistré par les États-Unis d'Amérique le 30 décembre 1966.

No. 8498. EXCHANGE OF NOTES CONSTITUTING AN AGREEMENT[1] BETWEEN THE UNITED STATES OF AMERICA AND CEYLON RELATING TO INVESTMENT GUARANTIES. COLOMBO, 23 FEBRUARY 1966

I

The American Ambassador to the Ceylonese Permanent Secretary, Ministry of Planning and Economic Affairs

Colombo, February 23, 1966

Excellency :

I have the honor to refer to conversations which have recently taken place between representatives of our two governments relating to investments in Ceylon which further the development of the economic resources and productive capacities of Ceylon and to guaranties of such investments by the Government of the United States of America. I also have the honor to confirm the following understandings reached as a result of those conversations :

1. When nationals of the Government of the United States of America (the Guaranteeing Government) propose to invest with the assistance of guaranties issued pursuant to this Agreement in a project or activity within the territorial jurisdiction of the Government of Ceylon, the two Governments shall, upon the request of either, consult respecting the nature of the project or activity and its contribution to economic and social development in Ceylon.

2. The procedures set forth in this Agreement shall apply only with respect to guaranteed investments in projects or activities approved by the Host Government.

3. If the Guaranteeing Government makes payment to any investor under a guaranty issued pursuant to the present Agreement, the Host Government shall, subject to the provisions of the following paragraph, recognize the transfer to the Guaranteeing Government of any currency, credits, assets, or investment on account of which payment under such guaranty is made as well as the succession of the Guaranteeing Government to any right, title, claim, privilege, or cause of action existing, or which may arise, in connection therewith.

4. To the extent that the laws of the Host Government partially or wholly invalidate the acquisition of any interests in any property within its national territory by the Guar-

[1] Came into force on 23 February 1966, in accordance with paragraph 8 of the said notes.