No. 8732

UNITED KINGDOM OF GREAT BRITAIN AND NORTHERN IRELAND
and
ARGENTINA

Loan Agreement (with exchange of notes). Signed at Buenos Aires, on 15 September 1966

Official texts: English and Spanish.

Registered by the United Kingdom of Great Britain and Northern Ireland on 22 August 1967.

ROYAUME-UNI DE GRANDE-BRETAGNE ET D'IRLANDE DU NORD
et
ARGENTINE

Accord de prêt (avec échange de notes). Signé à Buenos Aires, le 15 septembre 1966

Textes officiels anglais et espagnol.

Enregistré par le Royaume-Uni de Grande-Bretagne et d'Irlande du Nord le 22 août 1967.

No. 8732. LOAN AGREEMENT[1] BETWEEN THE GOVERNMENT OF THE UNITED KINGDOM OF GREAT BRITAIN AND NORTHERN IRELAND AND THE GOVERNMENT OF THE ARGENTINE REPUBLIC. SIGNED AT BUENOS AIRES, ON 15 SEPTEMBER 1966

The Government of the United Kingdom of Great Britain and Northern Ireland (hereinafter referred to as "the Government of the United Kingdom") and the Government of the Argentine Republic (hereinafter referred to as "the Argentine Government");

Considering that the Government of the United Kingdom are desirous of joining with other Western European Governments and the Governments of Japan and the United States of America in providing assistance to the Argentine Republic by way of the refinancing of the Argentine Republic's medium-term commercial debts in order to assist the Argentine Government to provide the full amount of exchange required to meet all obligations which fell due between the 1st of January 1965 and the 31st of December 1965, both dates inclusive;

Have agreed as follows:

Article I

In this agreement, the expression "medium-term commercial debts" shall mean debts falling due between the 1st of January 1965 and the 31st of December 1965, both dates inclusive, from the Argentine Government or persons or corporations resident in the Argentine Republic to persons or corporations resident in the United Kingdom under contracts for the supply of goods or services or both concluded before the 1st of January 1965 and officially guaranteed which provide for payments to be made within a period exceeding six months from the date of delivery of the goods or satisfactory performance of the services undertaken under those contracts.

Article II

The Government of the United Kingdom shall make available to the Argentine Government a loan not exceeding £3,500,000 (three million, five hundred thousand pounds sterling), (hereinafter referred to as "the Refinance Loan") to assist the Argentine Government to provide the full amount of exchange required to meet

[1] Came into force on 15 September 1966 by signature, in accordance with article VIII.

payments which fell due between the 1st of January 1965 and the 31st of December 1965, both dates inclusive, to the Government of the United Kingdom or persons or corporations resident in the United Kingdom.

Article III

(1) The Refinance Loan shall be the financial assistance to be provided by the Government of the United Kingdom in respect of 60% of the instalments of principal on acknowledged medium-term commercial debts falling due during 1965 and paid during that year or on or before the 31st of March, 1966.

(2) The Loan shall be paid in instalments to the Argentine Government against evidence of payment to the creditors concerned. The instalments shall be paid monthly commencing one month from the date of this Agreement and ending three months from the date of this Agreement with a final payment not later than five months from the date of this Agreement.

Article IV

The Argentine Government shall guarantee the free transferability into sterling of payments, including principal and interest, made in respect of all debts covered by this Agreement.

Article V

(1) The Argentine Government shall pay interest to the Government of the United Kingdom on each instalment of the Refinance Loan at a rate to be determined by Her Majesty's Treasury having regard to the cost of borrowing by the Government of the United Kingdom at the date on which the instalment is advanced.

(2) Such interest shall be calculated on the balance of each instalment outstanding and shall be payable in sterling on the 31st of January, the 30th of April, the 31st of July and the 31st of October in each year; the first payment in respect of interest shall be made on the 31st of October 1966.

Article VI

(1) The Argentine Government shall make repayment to the Government of the United Kingdom of the sums advanced under the Refinance Loan in accordance with Article III of this Agreement in twenty consecutive quarterly instalments on the 31st of January, the 30th of April, the 31st of July and the 31st of October of each year, commencing on the 31st of January 1968, the total amounts to be repaid in each year as follows: