

No. 3669

**UNITED STATES OF AMERICA
and
HONDURAS**

Exchange of notes constituting an agreement relating to the guaranty of private investments pursuant to Section 413 (b) (4) of the Mutual Security Act of 1954. Tegucigalpa, 22 April and 10 June 1955

Official texts: English and Spanish.

Registered by the United States of America on 22 January 1957.

**ÉTATS-UNIS D'AMÉRIQUE
et
HONDURAS**

Échange de notes constituant un accord relatif à la garantie des investissements privés conformément au paragraphe b, 4, de l'article 413 de la loi de 1954 sur la sécurité mutuelle. Tegucigalpa, 22 avril et 10 juin 1955

Textes officiels anglais et espagnol.

Enregistré par les États-Unis d'Amérique le 22 janvier 1957.

No. 3669. EXCHANGE OF NOTES CONSTITUTING AN AGREEMENT¹ BETWEEN THE UNITED STATES OF AMERICA AND HONDURAS RELATING TO THE GUARANTY OF PRIVATE INVESTMENTS PURSUANT TO SECTION 413 (b) (4) OF THE MUTUAL SECURITY ACT OF 1954. TEGUCIGALPA, 22 APRIL AND 10 JUNE 1955

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The American Chargé d'Affaires ad interim to the Honduran Minister for Foreign Affairs

No. 130

Tegucigalpa, D.C., April 22, 1955

Excellency :

I have the honor to refer to conversations which have recently taken place between representatives of our two Governments, relating to guaranties authorized by Section 413 (b) (4) of the Mutual Security Act of 1954, a copy of which is enclosed.² I also have the honor to confirm the understandings reached as a result of these conversations as follows :

The Governments of Honduras and of the United States of America will, upon the request of either of them, consult respecting projects in Honduras proposed by nationals of the United States of America with regard to which guaranties under Section 413 (b) (4) of the Mutual Security Act of 1954 have been made or are under consideration. With respect to such guaranties extending to projects which are approved by the Government of Honduras in accordance with the provisions of the aforesaid Section, the Government of Honduras agrees :

- a. That if the Government of the United States of America makes payment in United States dollars to any person under any such guaranty, the Government of Honduras will recognize the transfer to the Government of the United States of America of any right, title, or interest of such person in assets, currency, credits, or other property on account of which such payment was made and the subrogation of the Government of the United States of America to any claim or cause of action of such person arising in connection therewith. The Government of Honduras shall also recognize any transfer to the Government of the United States of America pursuant to such guaranty of any compensation for loss covered by such guaranties received from any source other than the Government of the United States of America ;
- b. That lempira amounts acquired by the Government of the United States of America pursuant to such guaranties shall be accorded treatment not less favorable than that accorded, at the time of such acquisition, to private funds arising from transactions

¹ Came into force on 10 June 1955 by the exchange of the said notes.

² Not printed by the Department of State of the United States of America.