



Treaty Series No. 15 (1975)

Exchange of Notes  
on revised Arrangements for the  
Repayment of the Development Loans  
made in 1966 by the Government of  
the United Kingdom of Great Britain  
and Northern Ireland to the  
Government of Pakistan

✓  
1/6  
22/10/75

Islamabad, 29 June 1974

[The Agreement entered into force on 29 June 1974]

*Presented to Parliament  
by the Secretary of State for Foreign and Commonwealth Affairs  
by Command of Her Majesty  
February 1975*

LONDON  
HER MAJESTY'S STATIONERY OFFICE  
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**EXCHANGE OF NOTES**  
**ON REVISED ARRANGEMENTS FOR THE**  
**REPAYMENT OF THE DEVELOPMENT LOANS MADE**  
**IN 1966 BY THE GOVERNMENT OF THE UNITED KINGDOM**  
**OF GREAT BRITAIN AND NORTHERN IRELAND**  
**TO THE GOVERNMENT OF PAKISTAN**

No. 1

*Her Majesty's Ambassador at Islamabad to the Secretary to the Government  
of Pakistan, Economic Affairs Division*

*British Embassy,  
Islamabad.*

Sir,

29th June, 1974.

I have the honour to refer to the exchanges of letters between the Government of Pakistan and the Government of the United Kingdom of Great Britain and Northern Ireland dated 12 May 1966,<sup>(1)</sup> known as the United Kingdom/Pakistan Loan 1966 to that of 12 August 1966<sup>(1)</sup> and the amendment thereto of 16 April, 1974,<sup>(1)</sup> known as the United Kingdom/Pakistan Loan Number 2, 1966, to that of 20 October 1966<sup>(1)</sup> known as the United Kingdom/Pakistan Loan Number 3, 1966, and to that of 23 June 1966<sup>(1)</sup> and the amendment thereto of 2 June 1971,<sup>(1)</sup> known as the Railway Electrification Loan 1966, and to inform you that the Government of the United Kingdom are prepared to conclude an Agreement with the Pakistan Government whereby the sum of £473,100 (Four hundred and seventy three thousand one hundred pounds) due for repayment during the period 1 July 1973 to 30 June 1974, both dates inclusive, referred to in the exchanges of letters and more particularly defined in the schedule hereto shall become payable as specified in paragraph 2 of this letter.

2. The Government of Pakistan shall repay to the Government of the United Kingdom in pounds sterling in London the sum specified in paragraph 1 of this letter by seven instalments; six instalments of £67,585 payable half yearly on 1 July and 1 January each year, payments commencing 1 July 1975, and a final instalment of £67,590 payable on 1 July 1978.

3. The Government of Pakistan shall pay to the Government of the United Kingdom interest on that amount of the sum specified in paragraph 1 of this letter remaining unrepaid under the provisions of paragraph 2 or 4 of this letter calculated on a day to day basis at the rate of one per cent per annum from the date that each repayment was originally due. Such interest shall be payable half-yearly on 1 January and 1 July each year, payments commencing on 1 July 1975.

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<sup>(1)</sup> Not published as a Command Paper.

4. Notwithstanding the provisions of paragraph 2 of this letter the Government of Pakistan shall be free at any time to repay to the Government of the United Kingdom in pounds sterling in London the whole or any part of the sum specified in paragraph 1 of this letter which is still outstanding together with interest thereon calculated as in paragraph 3 of this letter up to the date of repayment.

5. Notwithstanding that the repayment of the sum specified in paragraph 1 of this letter is hereby rescheduled, the repayment provisions in the exchanges of letters regarding the said United Kingdom/Pakistan Loans 1966, Number 2 1966 and the amendment thereto of 16 April 1974, Number 3 1966 and the Railway Electrification Loan 1966 and the amendment thereto of 2 June 1971 in respect of the balance of repayments shall continue, unless otherwise agreed between the Government of the United Kingdom and the Government of Pakistan.

6. If the foregoing proposals are acceptable to the Government of Pakistan, I have the honour to suggest that the present Note, together with your reply shall constitute an Agreement between the two Governments which shall enter into force on the date of your reply.

7. I avail myself of the opportunity to renew to Your Excellency the assurance of my highest consideration.

J. L. PUMPHREY

*H.M. Ambassador*

## THE SCHEDULE

<i>Loan</i>	<i>Instalment</i>	<i>Amount</i>
1966 Loan ... ..	31 October 1973	111,000
1966 Loan ... ..	30 April 1974	111,000
1966 No. 2 Loan ... ..	1 February 1974	100,100
1966 No. 3 Loan ... ..	1 May 1974	111,100
1966 Railway Electrification Loan	1 June 1974	39,900
	Total ...	£473,100

No. 2

*The Secretary to the Government of Pakistan, Economic Affairs Division,  
to Her Majesty's Ambassador at Islamabad*

Sir,

29th June, 1974.

I have the honour to acknowledge receipt of your Note of today's date which reads as follows:—

[As in No. 1]

I have the honour on behalf of the Government of Pakistan to inform you that the foregoing proposals are acceptable and to agree that your Note and this reply shall constitute an agreement in this matter between the two Governments which shall enter into force on this day's date.

**AFTAB AHMAD KHAN**

[Schedule as in No. 1]