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Folder Title: Deutsche Bundesbank - Bonds - Borrowing - 200 Million Deutsche Marks - 110 Million Dollars - 3 3/4 Percent Notes - 1961 - Correspondence - Volume 1

Folder ID: 1052239

Dates: 01/18/1961-08/04/1965

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THE WORLD BANK

Washington, D.C.

© International Bank for Reconstruction and Development / International Development Association or

The World Bank

1818 H Street NW

Washington DC 20433

Telephone: 202-473-1000

Internet: www.worldbank.org

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RETURN TO
GENERAL FILES

The World Bank Group
Archives
1052239
A1995-233 Other #: 30 Box # 167840B
Deutsche Bundesbank - Bonds - Borrowing - 200 Million Deutsche Marks -
110 Million Dollars - 3 3/4 Percent Notes - 1961 - Correspondence - Volume

BONDS Deutsche Bundesbank (Feb)
BORROWING DM200mil.-\$110mil.-3 3/4% Notes 1961

DECLASSIFIED
GLOBE-WERNICKE
USA PATENT NO. 2,840,140
MADE IN U.S.A.
WBG Archives

DECLASSIFIED
WBG Archives

OFFICE MEMORANDUM

TO: Mr. Robert W. Cavanaugh

FROM: Raymond E. Deely


SUBJECT: Notes of 1961, due August 1, 1965

DATE: August 4, 1965

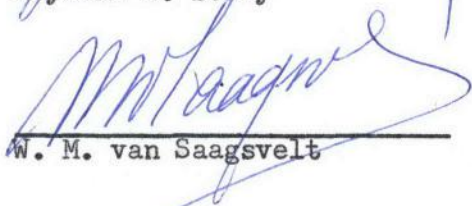
The following Notes dated February 1, 1961 and due August 1, 1965 were returned to us by Federal Reserve Bank of New York:

Note No.1	\$22,000,000
Note No.1	DM25,000,000
Note No.2	DML5,000,000

The three Notes were cremated in the presence of Mr. van Saagsvelt and myself today.



Raymond E. Deely



W. M. van Saagsvelt

OFFICE MEMORANDUM

TO: The Files

FROM: Robert W. Cavanaugh

SUBJECT: Borrowings from the Deutsche Bundesbank

DATE: March 16, 1961

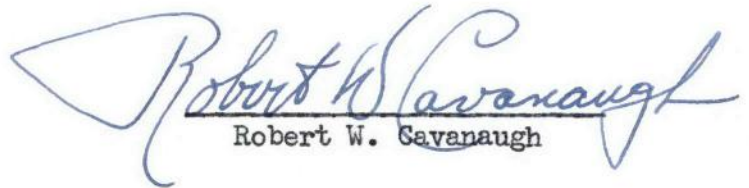
On February 1, 1961, the Bank borrowed from the Deutsche Bundesbank the equivalent of about \$158 million. This borrowing replaced note issues aggregating US\$110 million and DM200 million held by the Bundesbank, which were due to mature 18 months beginning June 20, 1962. Details of the Notes which were returned to the Bank in exchange for the new Notes dated February 1, 1961, are as follows:

Note Number	Date of Note	Maturity Date	Interest Rate	Signed By	Amount
1	6/20/59	6/20/62	4-1/2%	1/	\$ 25,000,000
1	7/11/59	7/11/62	4-1/2%	1/	30,000,000
1 thru 5 2/	4/19/60	4/19/63	4-3/4%	3/	DM 25,000,000
1 thru 7 2/	5/16/60	5/16/63	4-3/4%	3/	35,000,000
1 thru 8 2/	6/15/60	6/15/63	4-3/4%	3/	40,000,000
1	6/20/60	12/20/62	4%	4/	25,000,000
1	7/11/60	7/11/63	4%	4/	30,000,000
1 thru 5 2/	8/1/60	8/1/63	4-3/4%	3/	25,000,000
1 thru 5 2/	9/1/60	9/1/63	4-3/4%	5/	25,000,000
1 thru 5 2/	10/12/60	10/12/63	4-3/4%	3/	25,000,000
1 thru 5 2/	11/1/60	11/1/63	4-3/4%	3/	25,000,000
					<u>\$110,000,000</u>
					<u>DM200,000,000</u>

- 1/ Henry W. Riley
 2/ Each in the amount of DM5,000,000
 3/ Peter G. Ramm, Assistant Treasurer
 4/ Robert W. Cavanaugh, Treasurer
 5/ Y. L. Chang, Adviser, Treasurer's Department

The Files -- 2

We (Mr. Cavanaugh and Miss Kesterton) today destroyed these
44 Notes by mutilation.


Robert W. Cavanaugh


Edith M. Kesterton

cc: Mr. Wiehen

RWCavanaugh:emk



cc: Mr. Black
Dr. Donner
Mr. Cavanaugh
Mr. Prins
Mr. Rutland (2)
WCFR/mwh

AIR MAIL

February 23, 1961

Deutsche Bundesbank
Taunusanlage 4-6
Frankfurt am Main
Federal Republic of Germany

Gentlemen :

Renewal of Borrowings for \$110,000,000 and DM 200,000,000

Further to our letter dated February 3, 1961 and your reply dated February 9, 1961, we are now making arrangements for the exchange of Notes on February 27, 1961 at the Federal Reserve Bank of New York and for payment to your account of accrued interest of \$383,680.56 due on the redeemed U.S. Dollar Notes.

For your information we are attaching hereto a copy of our letter of today's date to the Federal Reserve Bank of New York giving them the necessary instructions.

Sincerely yours,

Robert W. Cavanaugh
Treasurer

Attachment



DEUTSCHE BUNDESBANK

Mr. Cheng	<input checked="" type="checkbox"/>
Mr. Deely	<input checked="" type="checkbox"/>
Mr. Gray	<input type="checkbox"/>
Mr. Ferran	<input type="checkbox"/>
Mr. Rutland	<input type="checkbox"/>

• Luftpost
 International Bank for
 Reconstruction and
 Development
 1818 H Street, N.W.
 Washington 25, D.C.

~~Mr. P. Ferran~~
~~Mr. A. Cavanaugh~~
 Perry J. Pan
 Mr. Rutland
 Aschert

Ans 2/23/61

Bitte in der Antwort angeben

Ihr Zeichen und Ihre Nachricht vom

FRANKFURT (MAIN), Taunusanlage 4-6

J 120

9. Februar 1961

Betreff

Attention: Mr. Robert W. Cavanaugh

Ref.: Renewal of Borrowings for \$ 110,000,000 and DM 200,000,000

Gentlemen:

We fully agree with the statement attached to your letter of February 3, 1961, showing details regarding the latest refunding of \$ 110,000,000 and DM 200,000,000. The proposed date (February 27, 1961) for the exchange of notes at the Federal Reserve Bank of New York and for the payment of the accrued interest in U.S. dollars (\$ 383,680,56) is acceptable to us.

Sincerely yours,

DEUTSCHE BUNDESBANK

Werner v. Foerster

ack. Feb. 23

Postanschrift
 (16) Frankfurt (Main) 1

Telegramme
 NOTENBANK
 FRANKFURTMAIN

Fernsprecher
 33 06 82 oder 33 06 81 und ...
 durchwählen

Telex
 Inland 4-1 227 Ausland 4-1 232
 Notenbank Ffm

Dienststunden
 Montag bis Freitag 8.15-17 Uhr
 Sonnabend 8.15-13 Uhr

DEUTSCHE BUNDESBAANK

DEUTSCHE BUNDESBAANK

DEUTSCHE BUNDESBAANK

RECEIVED BANK MAIL ROOM

1961 FEB 13 PM 2:03

1961 FEB 13 PM 2:03

Handwritten signature

DEUTSCHE BUNDESBAANK
DEUTSCHE BUNDESBAANK

the enclosed invoice in D.M. 1000 (1000.00) is hereby paid to the
of the Deutsche Bundesbank of West Germany for the amount of
DM 1000.000.000. The enclosed check (numbered 31 1001) for the amount
amounting to DM 1000.000.000 and the amount of DM 1000.000.000 and
the other bills with the amount amounting to DM 1000.000.000 of March 31 1961

Completion:

Net: Amount of DM 1000.000.000 and DM 1000.000.000

Amount: DM 1000.000.000

130

31 MARCH 1961

DEUTSCHE BUNDESBAANK

DEUTSCHE BUNDESBAANK

DEUTSCHE BUNDESBAANK
DEUTSCHE BUNDESBAANK
DEUTSCHE BUNDESBAANK
DEUTSCHE BUNDESBAANK

Large handwritten signature and scribbles

DEUTSCHE BUNDESBAANK

Table with columns and rows, likely a ledger or record table.



cc: Mr. Black
Dr. Donner
Mr. Cavanaugh
Mr. Fontein
Mr. Prins
Mr. Rutland
WCFR/hwh

FILE: 3-3/4% Notes of 1961 due 1965/67

February 3, 1961

AIR MAIL

Deutsche Bundesbank
Taunusanlage 4-6
Frankfurt am Main
Federal Republic of Germany

Attention : Dr. Karl Blessing

Gentlemen :

Renewal of Borrowings for \$110,000,000 and DM 200,000,000

Attached hereto please find a statement showing details regarding the latest refunding of \$110,000,000 and DM 200,000,000.

At the time of the settlement, at a date still to be arranged, \$383,680.56 will be paid to your account at the Federal Reserve Bank of New York, representing interest accrued to February 1, 1961 on the present U.S. dollar notes. The accrued interest to February 1, 1961 payable in Deutsche marks was paid to you on that date in accordance with the terms of the 4-3/4% Notes of 1960. A settlement date at the Federal Reserve Bank of New York on February 27, 1961, is proposed for the exchange of notes and payment of the accrued interest in U.S. dollars as indicated on the attached statement. It will be appreciated if you will confirm that this date is satisfactory.

It is hoped that the attached statement gives all necessary information but we shall be happy to give any additional details if requested.

Sincerely yours,

Robert W. Cavanaugh
Treasurer

Attachment

ack . Feb 9

HOLD FOR RELEASE

WORLD BANK



INTERNATIONAL BANK FOR
RECONSTRUCTION AND DEVELOPMENT

1818 H STREET, N.W., WASHINGTON 25, D. C. TELEPHONE: EXECUTIVE 3-6360

Press Release No. 670
FOR PUBLICATION
A.M. Newspapers
Monday, January 30, 1961

SUBJECT: World Bank refunding of notes
held by Deutsche Bundesbank

The World Bank has arranged to refund in advance of maturity notes totaling the equivalent of about \$158 million held by the Deutsche Bundesbank (the Central Bank of Germany). Involved are World Bank note issues aggregating U.S. \$110 million and D.M. 200 million (about \$48 million), which were due to mature over the 18 months beginning June 20, 1962.

As evidence of its indebtedness to the Bundesbank, the World Bank will issue notes dated February 1, 1961. The new notes will be in five maturities, the first falling due on August 1, 1965, and the last on August 1, 1967.

The average maturity of the new notes is five years and six months. The issues being refunded have an average remaining maturity of two years.

The range of rates of interest on the old notes is between 4% and 4-3/4%. The new notes will carry the same range of rates until the original maturity dates are reached. Thereafter the new notes will carry a single rate of 3-3/4%.

Commenting on the transaction, Eugene R. Black, President of the World Bank, expressed his appreciation of "the continuing cooperation of the Federal Republic of Germany and the Bundesbank in financing the activities of the World Bank in the realm of economic development." Announcement already had been made on January 18, 1961, of arrangements with the Deutsche Bundesbank to refund the equivalent of \$196 million of World Bank notes, with an average remaining life of seven months, into new maturities with an average life of almost four years. The net result of both transactions is that on \$354 million of debt, the World Bank has extended the maturities from an average of about one year to an average of almost five years.

U.S. APPROVAL



TREASURY DEPARTMENT
WASHINGTON 25

*Bonds - Govt - \$110
Orig - Official - ES - Approval - US
copy - Approval - U.S.*

JAN 26 1961

OFFICE OF INTERNATIONAL FINANCE

Dear Mr. Cavanaugh:

In your letter of January 18, 1961, you have requested the approval of the United States of America of a proposed borrowing operation designed to raise funds for the International Bank for Reconstruction and Development outside the United States.

The National Advisory Council has authorized me to inform you that:

- (1) the Government of the United States of America hereby approves in accordance with Article IV, Section 1(b), of the Articles of Agreement of the Bank, the raising of funds for the Bank by private placement of negotiable notes with an institutional investor outside the United States in an aggregate principal amount not to exceed \$110,000,000, the notes to bear interest and mature as follows:

<u>Principal Amount</u>	<u>Interest Rate</u>	<u>Maturity</u>
\$22,000,000	4-1/2% through June 19, 1962 and 3-3/4% thereafter	Aug. 1, 1965
3,000,000	4-1/2% through June 19, 1962 and 3-3/4% thereafter	Feb. 1, 1966
19,000,000	4-1/2% through July 10, 1962 and 3-3/4% thereafter	Feb. 1, 1966
11,000,000	4-1/2% through July 10, 1962 and 3-3/4% thereafter	Aug. 1, 1966
11,000,000	4% through Dec. 19, 1962 and 3-3/4% thereafter	Aug. 1, 1966
14,000,000	4% through Dec. 19, 1962 and 3-3/4% thereafter	Feb. 1, 1967
8,000,000	4% through July 10, 1963 and 3-3/4% thereafter	Feb. 1, 1967
22,000,000	4% through July 10, 1963 and 3-3/4% thereafter	Aug. 1, 1967

- (2) the Government of the United States of America hereby agrees, in accordance with Article IV, Section 1(b), of the Articles of Agreement of the Bank, that the proceeds of the borrowing approved by this letter may be exchanged for the currency of any other member of the Bank without restriction.

Very truly yours,

George H. Willis
George H. Willis
Secretary

National Advisory Council on
International Monetary and Financial Problems

Mr. Robert W. Cavanaugh
Treasurer, International Bank
for Reconstruction and Development
Washington 25, D. C.

COPY

INTERNATIONAL BANK FOR
RECONSTRUCTION AND DEVELOPMENT
WASHINGTON 25, D. C.

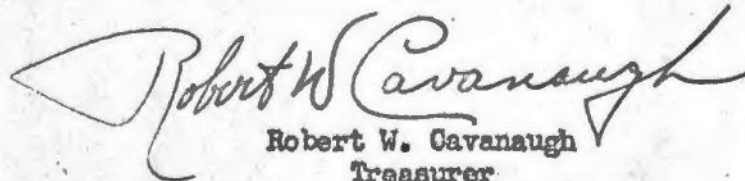
January 18, 1961

Mr. Henry J. Bitterman
National Advisory Council on
International Monetary and
Financial Problems
Room 3204, Main Treasury
Washington 25, D. C.

Dear Henry:

I am enclosing a letter requesting consent to our borrowing \$110,000,000 outside the United States, which I discussed with you. We would appreciate a reply as soon as possible.

Sincerely yours,



Robert W. Cavanaugh
Treasurer

Enclosure

COPY

INTERNATIONAL BANK FOR
RECONSTRUCTION AND DEVELOPMENT
WASHINGTON 25, D. C.

January 18, 1961

Mr. George H. Willis, Secretary
National Advisory Council on
International Monetary and
Financial Problems
Room 3222, Main Treasury
Washington 25, D. C.

Dear Mr. Willis:

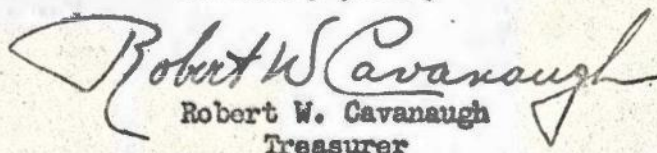
The International Bank for Reconstruction and Development proposes to borrow on or about February 1, 1961 \$110,000,000 in United States currency by private placement of negotiable notes with an institutional investor outside the United States. The notes will bear interest and mature as follows:

<u>Principal Amount</u>	<u>Interest Rate</u>	<u>Maturity</u>
\$22,000,000	4-1/2% through June 19, 1962 and 3-3/4% thereafter	Aug. 1, 1965
3,000,000	4-1/2% through June 19, 1962 and 3-3/4% thereafter	Feb. 1, 1966
19,000,000	4-1/2% through July 10, 1962 and 3-3/4% thereafter	Feb. 1, 1966
11,000,000	4-1/2% through July 10, 1962 and 3-3/4% thereafter	Aug. 1, 1966
11,000,000	4% through Dec. 19, 1962 and 3-3/4% thereafter	Aug. 1, 1966
14,000,000	4% through Dec. 19, 1962 and 3-3/4% thereafter	Feb. 1, 1967
8,000,000	4% through July 10, 1963 and 3-3/4% thereafter	Feb. 1, 1967
22,000,000	4% through July 10, 1963 and 3-3/4% thereafter	Aug. 1, 1967

This borrowing will replace an equal principal amount of United States dollar notes of the Bank now outstanding which will be retired on issuance of the new notes. The notes to be retired are \$25,000,000 maturing June 20, 1962; \$30,000,000 maturing July 11, 1962; \$25,000,000 maturing December 20, 1962; and \$30,000,000 maturing July 11, 1963.

The Government of the United States of America is hereby requested, in accordance with Section 1 (b) of Article IV of the Bank's Articles of Agreement, to approve the proposed borrowing and to agree that the proceeds of such borrowing may be exchanged for the currency of any member of the Bank without restriction.

Sincerely yours,


Robert W. Cavanaugh
Treasurer

Loans - Borrowing - Germany

INTERNATIONAL BANK FOR
RECONSTRUCTION AND DEVELOPMENT

INCOMING WIRE

INTERNATIONAL FINANCE
CORPORATION

DATE OF WIRE: JAN 20 1961

LOG NO.:

TO:

FROM:

ROUTING

ACTION COPY:

INFORMATION
COPY:

DECODED BY:

TELETYPE

RC16 YWC1595 DP1636
FRANKFURTMAIN 100 20 1706

MR. BLACK INTBAFRAD WASHINGTON/25D.C.

WE AGREE ^{1/18/61} TO YOUR PROPOSALS AS CONTAINED IN YOUR CABLE OF JANUARY 19, CONCERNING RENEWAL OF NOTES FOR ONE HUNDRED AND TEN MILLION DOLLARS AND TWO HUNDRED MILLION DM MATURING 1962 AND 1963 AGAINST NEW NOTES DATED FEBRUARY 1, 1961 IN THE AMOUNT OF TWENTY TWO MILLION DOLLARS AND FORTY MILLION DM FOR EACH OF FIVE SEMIANNUAL MATURITIES BETWEEN AUGUST 1, 1965 AND AUGUST 1, 1967 . INTEREST AT RATES OF EXISTING NOTES UNTIL MATURITY DATES OF SUCH NOTES AND AT THREE AND THREE QUARTERS PERCENT THEREAFTER . TECHNICAL DETAILS AS OUTLINED IN YOUR CABLE

NOTENBANK

DUPLICATE

January 19, 1961

Dr. Karl Blessing
President
Deutsche Bundesbank
Taunusanlage 4 - 6
Frankfurt am Main
Federal Republic of Germany

Dear Dr. Blessing:

Attached is a draft of a press release we plan to release for publication January 30, 1961, concerning our latest transactions with you. We would appreciate any comments you may wish to make.

Sincerely yours,



Robert W. Cavanaugh
Treasurer

Attachment

RWCavanaugh:emk

cc: Mr. Gorn
Mr. Young

FOR PUBLICATION
A.M. Newspapers
Monday, January 30, 1961

SUBJECT: WORLD BANK REFUNDING OF NOTES
HELD BY DEUTSCHE BUNDESBANK

The World Bank has arranged to refund in advance of maturity notes totaling the equivalent of about \$158 million held by the Deutsche Bundesbank (the Central Bank of Germany). Involved are World Bank note issues aggregating U.S. \$110 million and D.M. 200 million (about \$48 million), which were due to mature over the 18 months beginning June 20, 1962.

As evidence of its indebtedness to the Bundesbank, the World Bank will issue notes dated February 1, 1961. The new notes will be in five maturities, the first falling due on August 1, 1965, and the last on August 1, 1967.

The average maturity of the new notes is five years and six months. The issues being refunded have an average remaining maturity of two years.

The range of rates of interest on the old notes is between 4% and 4-3/4%. The new notes will carry the same range of rates until the original maturity dates are reached. Thereafter the new notes will carry a single rate of 3-3/4%.

This transaction follows the announcement on January 18, 1961, of arrangements with the Deutsche Bundesbank to refund the equivalent of \$196 million of World Bank notes, with an average remaining life of seven months, into new maturities with an average life of almost four years. In expressing his gratitude to the Bundesbank for its cooperation, Mr. Eugene R. Black, President of the World Bank, pointed out that "the net result of both transactions is that, on \$354 million of debt, the World Bank has extended the maturities from an average of about one year to an average of almost five years. This must be reckoned a very satisfactory arrangement."

(Vol. 10)

SUBJECT: WORLD BANK REFINANCING OF NOTES HELD BY DEUTSCHE BUNDESBANK

FOR PUBLICATION
A.M. Newspapers
Monday, January 30, 1961

The World Bank has arranged to refund in advance of maturity notes totaling the equivalent of about \$158 million held by the Deutsche Bundesbank (the Central Bank of Germany). Involved are World Bank note issues aggregating U.S. \$110 million and D.M. 200 million (about \$48 million), which were due to mature over the 18 months beginning June 20, 1962.

As evidence of its indebtedness to the Bundesbank, the World Bank will issue notes dated February 1, 1961. The new notes will be in five maturities, the first falling due on August 1, 1965, and the last on August 1, 1967.

The average maturity of the new notes is five years and six months. The issues being refunded have an average remaining maturity of two years.

The range of rates of interest on the old notes is between 4 1/2% and 4-3/4%. The new notes will carry the same range of rates until the original maturity dates are reached. Thereafter the new notes will carry a single rate of 3-3/4%.

This transaction follows the announcement on January 18, 1961, of arrangements with the Deutsche Bundesbank to refund the equivalent of \$190 million of World Bank notes, with an average remaining life of seven months, into new maturities with an average life of almost four years. In expressing his gratitude to the Bundesbank for its cooperation, Mr. Eugene R. Black, President of the World Bank, pointed out that "the net result of both transactions is that, on \$254 million of debt, the World Bank has extended the maturities from an average of about one year to an average of almost five years. This must be reckoned a very satisfactory arrangement."

TO: DR. KARL BLESSING
PRESIDENT
NOTENBANK
FRANKFURTMAIN

DATE: JANUARY 18, 1961

CLASS OF SERVICE: NLT

COUNTRY: (GERMANY)

PCA

TEXT:
Cable No.:

AS DISCUSSED WITH YOU BY DR. DONNER WE PROPOSE RENEWAL OF NOTES FOR ONE HUNDRED AND TEN MILLION DOLLARS AND TWO HUNDRED MILLION DEUTSCHE MARKS MATURING IN 1962 AND 1963 STOP WE WOULD DELIVER TO YOU ON A DATE IN FEBRUARY 1961 TO BE AGREED AT FEDERAL RESERVE BANK OF NEW YORK NOTES DATED FEBRUARY 1, 1961 IN THE AMOUNT OF TWENTYTWO MILLION DOLLARS AND FORTY MILLION DEUTSCHE MARKS FOR EACH OF THE FIVE SEMIANNUAL MATURITIES OF AUGUST 1 AND FEBRUARY 1 BEGINNING AUGUST 1, 1965 AND ENDING AUGUST 1, 1967 ALL BEARING INTEREST AT RATES SPECIFIED IN EXISTING NOTES UNTIL MATURITY DATES OF SUCH NOTES AND AT THREE AND THREEQUARTERS PERCENT THEREAFTER COMMA AGAINST RETURN BY YOU OF THE NOTES YOU NOW HOLD OF TWENTYFIVE MILLION DOLLARS MATURING JUNE 20, 1962 AND THIRTY MILLION DOLLARS MATURING JULY 11, 1962 AND TWENTYFIVE MILLION DOLLARS MATURING DECEMBER 20, 1962 AND THIRTY MILLION DOLLARS MATURING JULY 11, 1963 AND TWENTYFIVE MILLION DEUTSCHE MARKS MATURING APRIL 19, 1963 AND THIRTYFIVE MILLION DEUTSCHE MARKS MATURING MAY 16, 1963 AND FORTY MILLION DEUTSCHE MARKS MATURING JUNE 15, 1963 AND TWENTYFIVE MILLION DEUTSCHE MARKS MATURING AUGUST 1, 1963 AND TWENTYFIVE MILLION DEUTSCHE MARKS MATURING SEPTEMBER 1, 1963 AND TWENTYFIVE MILLION DEUTSCHE MARKS

NOT TO BE TRANSMITTED

(over)

MESSAGE AUTHORIZED BY:

NAME

DEPT.

SIGNATURE

Robert W. Cavanaugh
(SIGNATURE OF INDIVIDUAL AUTHORIZED TO APPROVE)

CLEARANCES AND COPY DISTRIBUTION:

For Use by Archives Division

(IMPORTANT: See back of yellow copy for guide in preparing form)

Checked for Dispatch: *JM*



TO:

DATE:

CLASS OF
SERVICE:

COUNTRY:

TEXT:

Cable No.:

- 2 -

MATURING OCTOBER 12, 1963 AND TWENTYFIVE MILLION DEUTSCHE MARKS MATURING
 NOVEMBER 1, 1963 STOP WE AGREE UPON YOUR REQUEST TO EXCHANGE THE NOTES
 FOR NOTES OF SAME TENOR IN SMALLER DENOMINATIONS AND IN LIKE AGGREGATE
 PRINCIPAL AMOUNT STOP PLEASE CONFIRM YOUR AGREEMENT WITH THE ABOVE AND
 OUR UNDERSTANDING THAT THIRD AND FOURTH PARAGRAPHS OF LETTER AGREEMENT
 OF SEPTEMBER 19, 1957 ARE ALSO APPLICABLE TO PRESENT TRANSACTION STOP
 FOREGOING IS SUBJECT AS TO DOLLAR PORTION TO STATUTORY CONSENT OF UNITED
 STATES GOVERNMENT STOP OUR MESSRS. BROCHES AND RUTLAND EXPECT TO BE AT
 YOUR OFFICE FEBRUARY 7 AND WILL CONSULT YOU CONCERNING TEXT OF NOTES
 AND OTHER SETTLEMENT ARRANGEMENTS STOP REGARDS

TEST 1634

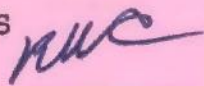
BLACK
INTBAFRAD

NOT TO BE TRANSMITTED

MESSAGE AUTHORIZED BY:

NAME ROBERT W. CAVANAUGH

DEPT. TREASURER'S

SIGNATURE 

(SIGNATURE OF INDIVIDUAL AUTHORIZED TO APPROVE)

RWCavanaugh:emk

ORIGINAL (File Copy)

(IMPORTANT: See back of yellow copy for guide in preparing form)

CLEARANCES AND COPY DISTRIBUTION:

- cc: Mr. Black
- Dr. Donner
- Mr. Broches
- Mr. Ramm
- Mr. Frins
- Mr. Rutland

For Use by Archives Division

Checked for Dispatch: _____

OUTGOING WIRE

TO:

DATE:

COUNTRY:

CLASS OF SERVICE:

TEXT:

Copy No.:

- 2 -

MATURING OCTOBER 12, 1963 AND TWENTY FIVE MILLION DEUTSCHE MARKS MATURING
 NOVEMBER 1, 1963 STOP WE AGREE WITH YOUR REQUEST TO EXCHANGE THE NOTES
 FOR NOTES OF EQUAL TENOR IN SMALLER DENOMINATIONS AND IN LIKE AGGREGATE
 FREEDOM AMOUNT STOP PLEASE CONFIRM YOUR AGREEMENT WITH THE ABOVE AND
 OUR UNDERSTANDING THAT THIS AND FORTH PARAGRAPHS OF LETTER AGREEMENT
 OF SEPTEMBER 19, 1957 ARE ALSO APPLICABLE TO PRESENT TRANSACTION STOP
 FOREGOING IS SUBJECT TO DOLLAR PORTION TO STATUTORY CONSENT OF UNITED
 STATES GOVERNMENT STOP OUR MESSRS. BROOKS AND RUTLAND EXPECT TO BE AT
 YOUR OFFICE FEBRUARY 7 AND WILL CONSULT YOU CONCERNING TEXT OF NOTES
 AND OTHER SETTLEMENT ARRANGEMENTS STOP MESSAGE

BLACK
INVERTED

21 10 0 02 PM 1961

GENERAL FINES
CORRESPONDENCE

NOT TO BE TRANSMITTED

CLEARANCES AND COPY DISTRIBUTION:
 cc: Mr. Black
 Mr. Donner
 Mr. Brookes
 Mr. Hamm
 Mr. Irwin
 Mr. Robinson

For Use by Archives Division

Checked for Dissem:

MESSAGE AUTHORIZED BY:

NAME ROBERT W. O'NEILL

DEPT. TREASURY'S

SIGNATURE

(Signature of individual authorized to respond)

RWO:amk

ORIGINAL (File Copy)

(IMPORTANT: See back of yellow copy for guide in preparing form)