

Committee III July 6th
(1)

(3) Combined Alternatives A + B P

(a) proposed alt C

(b) proposed alt D

General Debate

Decision to commit to sub-committee for report:

(4) Matters ~~ref~~ referred to Committee

p 30

p 34 (see 1)

COMMITTEE 3

UNDECIDED AND CONTESTED ISSUES

1. Executive Directors, number and selection. Voting
[Special Committee] [VII, 2, 3]
2. Depositories - Gold deposit allocation [VII, 6(b)]
[Referred to Commission I]
3. Location of offices - not yet discussed.
4. Settlement of Accounts with withdrawn or suspended members.
[Not discussed]
5. Liquidation of the Fund - [Not discussed]
6. Furnishing information - [III, 11] - To be discussed tomorrow.

Changes Congress
US UK

UK standard change
instead of min.

min (2) highest at 4%
min — 5%

ages (3) going up in annual
step - semi-annual
1/2 1% per year

I think we ought to allow
reduction on $4/5$ vote

We'll try a 10-2

or 11-1

vote on

everything we want

Belgium + Netherlands report to
accumulate a check of activity
during the invasion.

Lex; Are you watching
out for the concept
"government" ^{or country} as
distinguished from "member"

Matters before Commission I
based on the Drafting Committee's Report

Page 1 Drafting Committee. Purposes (b)

Do you want to have the reference to development of productive power deleted?

Page 2 Article III, Section 1. Quotas.

Will you appoint a committee to prepare Schedule A?

Page 5 Article IV, Section 3

An agreed text should be available as a report from a committee. The principal question is forward transactions.

Page 6 Section 6(b) U.S.S.R. wishes to send this back to the Drafting Committee for clarification.

Page 7 Section 8. Uniform changes in Par Values.

The principal question is whether a majority of the member countries shall be required for such a change including all countries with 10 percent or more of the quotas. The Mexicans are leading the fight and have a speech. The British have agreed to the Mexican proposal.

Page 11 Section 7. Other Acquisitions of Gold.

This should be presented orally to the Commission. Part of it has been agreed in Committee 2.

Section 8. Charges and Commissions.

There will be a fight on this with New Zealand and possibly Australia leading the opposition. You will also have some support.

Page 14 Article VIII, Sections 2 to 5. This material should be reported in by the Committee. The Russians wish to withhold on prices.

Page 20 Section 3(b). Selection of Executive Directors. There will be a big fight on this.

Page 22 Section 5. Voting. The principal difficulty is the adjustment of votes for creditors.

Page 23 Location of the head office is principal problem.

Page 24 Section 2(b). Depositories. The problem is gold depositories.

Article XIII. Transition Period. This will go directly to the Commission.

Page 25 Section 3. Settlement of accounts after withdrawal. Now ready.

Article XV. Liquidation of the Fund. Presented orally.

Page 29 Initial determination of par values. Report of the Commission is ready.