

JOINT STATEMENT, VIII, 2 & 3

2. The reciprocal obligations of the Fund and the country are to be liquidated within a reasonable time.

3. After a member country has given notice in writing of its withdrawal from the Fund, the Fund may not dispose of its holdings of the country's currency except in accordance with the arrangements made under 2, above. After a country has given notice of withdrawal, its use of the resources of the Fund is subject to the approval of the Fund.

Alternative A

# Section 3. Settlement of Accounts with <sup>Govts</sup> Countries ~~and~~ Ceasing to be Members.

*Stet a* When a <sup>(to be inserted later)</sup> country ceases to be a member, settlement of <sup>Govts</sup> ~~reciprocal~~ accounts between the Fund and such country shall be made with reasonable dispatch by agreement between the Fund and the <sup>Govt</sup> country. The Fund shall not engage in any transactions in the currency of such country except in accordance with this Section.

The Fund shall be obligated to pay to such <sup>Govt</sup> country the amount of <sup>Govt</sup> its quota, plus any other amounts due it from the Fund, less any amounts due to the Fund from such <sup>Govt</sup> country, including charges accruing after the <sup>Govt</sup> country ceases to be a member; but no payment shall be made prior to six months from the date <sup>Govt</sup> such country ceases to be a member. Payments shall be made in the currency of the country that ceases to be a member. <sup>Govt</sup> <sup>equal to</sup> <sup>from the date of withdrawal</sup>

If the Fund's holdings of the currency of such country are not sufficient to pay the <sup>Govt</sup> obligations of the Fund, the balance shall be paid in gold, or in a manner to be agreed between the Fund and such <sup>Govt</sup> country. If the Fund and the <sup>Govt</sup> country have not reached agreement <sup>within</sup> at the end of six months, the currency of that country held by the Fund shall immediately be paid to the <sup>Govt</sup> country. The balance shall be paid in <sup>twelve</sup> quarterly instalments during the following <sup>three</sup> years: Each such payment shall consist of the currency of the country acquired by the Fund <sup>instalments to be paid in</sup> during that period and gold. <sup>since the date of withdrawal or</sup> If the Fund fails to meet any payment due in the manner specified or agreed, the country shall <sup>accordance with the preceding paragraphs,</sup> be entitled to purchase with its own currency the currency of any member <sup>acquire from US and against the amount thereof it</sup> country held by the Fund which has not been declared scarce under Article VI,

Section 2, (J.S. VI, 2), to the extent of the payment due.