

3. Further, the withdrawing gold shall indemnify the Fund against any loss resulting from exchange depreciation until such drawing has been used or redeemed.

(2) If the Fund's holdings of the currency of such country exceed the amount due to such country, and the Fund and the country do not reach agreement within six months ^{from the date of withdrawal} on the method of settling their accounts, settlement shall be made as provided in this paragraph. The country shall be obligated to redeem such excess currency in gold or in the currencies of member countries ^{at the time of actual redemption and} which are convertible under Article III, Section 6 (J.S. III, 5) within three years ^{from the date of withdrawal,} thereafter, or such longer period as may be fixed by the Fund. Such redemption shall not be required at a rate ^{greater than one-twelfth of the} excess holdings of the Fund in any quarterly period. If the country fails to redeem its excess currency in this manner, the Fund may liquidate the currency at the same rate in an orderly manner, and the country unconditionally guarantees the unrestricted use of such currency for the purchase of goods or in the payment of other obligations to it or to its nationals. The country further guarantees such currency against exchange depreciation until it has been used or redeemed.

(+) Any member country desiring to obtain the currency of a former member country shall acquire the currency by purchase from the Fund, to the extent that such currency is available under the preceding paragraph.

(3) In the event the Fund goes into liquidation within six months of the date upon which any country ceases to be a member, all rights and obligations of such member shall be determined in accordance with the provisions governing liquidation instead of the provisions governing settlement of accounts with countries ceasing to be members of the Fund.

Alternative B

(to be inserted later)

- 3. On the withdrawal of a member under (1) or (2) above, the reciprocal obligations of the Fund and the member are to be liquidated within a reasonable time.
- * 4. On the withdrawal of a member under (1) or (2) above, the Fund may not dispose of the member's currency except in accordance with arrangements made under (3) above. After the withdrawal of a member under (1)

or (2) above, the use of the resources of the Fund is subject to the NONE OF THIS MATERIAL IS FOR PUBLICATION UNTIL OFFICIALLY RELEASED.