

E

HAS CONTENT

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GUARDIAN

BOND

agreed

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August 13, 1946

E - Applications for Membership and Quotas

E-1

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2 the application is placed before the Executive Board, the
3 Chairman shall announce a reasonable time to be allowed for
4 discussion and preliminary investigation by the Executive
5 Board before a decision is reached to proceed with the formal
6 investigation. If this decision is in the affirmative the
7 Fund may proceed to obtain all relevant information and discuss
8 with the applicant any matters relating to its application.
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12 then decide whether to submit an application for membership with
13 its views to the Board of Governors for a telegraphic vote or
14 hold the application until the next meeting of the Board of
15 Governors. (A.A. II-2; BL 21)

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16 When a country requests an adjustment of its quota, the
17 Executive Board, after consulting the member, shall submit a
18 written report on the request to the Board of Governors at its
19 next meeting. If the request is for an increase in the quota, and
20 the member is not obligated to pay 25 per cent of the increase in
21 gold, the report shall contain a recommendation on the amount to
22 be paid in gold. (A.A.III-2 and 4)

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24 must be undertaken by the Fund, the Executive Board shall appoint
25 a committee to study the problem and to prepare a written report.
26 (AA III-2)

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[D] E - Applications for Membership and Quotas

[D]
E-1

1 [Any] When a country [may-apply] applies for membership in
2 the Fund, [by-filing-with-the-Fund-an-application-setting-ferth-
3 all-relevant-facts] and the application [shall-~~then~~-be] is
✓ 4 placed before the Executive Board and the Chairman shall announce
5 a reasonable time to be allowed for discussion and preliminary
6 investigation by the Executive Board [Directors] before a decision
7 is reached to proceed with the formal investigation. If this
8 decision is in the affirmative [then] the Fund may proceed to
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11 may request such information to be added to the list requested
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14 to submit an application for membership ^{with a bribe} to the Board of Governors
15 for a telegraphic vote or hold the application until the next
16 meeting of the Board of Governors. (~~See~~ AA II-2; BL 21)

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18 quota (AA III-2), the Executive [Directors] Board, after con-
19 sulting the member, shall submit a written report on the request
20 to the Board of Governors at its next meeting. If the request
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26 Board shall appoint a committee to study the problem and to prepare
27 a written report ^{to be submitted to the Board} ~~to be submitted to the Board~~ of Governors.

E. Repurchases and Charges

- E-1 The Fund shall sell to a member any of its holdings of the member's currency in excess of its quota. The charge, if any, levied by the Fund shall not exceed the amount charged by the member on the Fund's sale of gold to that member.
- E-2 Within one month of the end of the Fund's financial year, all members shall report to the Fund, on forms provided for that purpose, the data necessary to calculate the repurchase obligations of the member. The Fund shall inform the member, on the basis of the reports, how much of its currency it is required to repurchase and to what extent payment is to be made in gold and in each convertible currency.
- E-3 When a member repurchases its currency from the Fund with gold, in accordance with its repurchase obligations, the Fund shall levy no charge for the transaction, provided the gold is delivered to any of the designated gold depositories of the Fund. The Fund may accept gold situated elsewhere and it shall levy a charge equal to the cost of moving the gold to its nearest gold depository.
- E-4 When a member repurchases its currency from the Fund with convertible currencies of members, in accordance with its repurchase obligations, the Fund shall levy no charge for the transaction.
- E-5 The service charge for the sale of foreign exchange to a member for its own currency shall be three-fourths percent. The Fund shall notify members of any change in the charge.
- E-6 At quarterly intervals the Fund shall inform each member of the charges due the Fund on balances of its currency held by the Fund in excess of its quota.

E-7 Gold in payment of charges may be delivered at any gold depository of the Fund. To avoid the shipment of small quantities of gold, the Fund may accept in payment of charges the currency of any member if that currency may be used to purchase gold freely from the member within the prescribed range of parity.

E-8 A member entitled to pay part of its charges in its own currency shall inform the Fund of the amount of its monetary reserves at the time the charges are due and the Fund shall accept payment of the appropriate part of the charges in the member's currency.