

Suggested Provisions for Consideration
of Drafting Committee.

I-7 When any Member ~~buys gold from the Fund, or~~ sells gold to the Fund at the Member's initiation, the Fund shall levy a charge on the gold transaction sufficient to cover the direct handling costs plus 1/4% to cover indirect costs.

By agreement between fund & member.

I-8 The charge described in the preceding paragraph shall also be levied against repurchases by a Member of its currency from the Fund with gold as provided for in Article V, Section 7(b).

ought to be as for.

I-9 A schedule of direct handling costs at each depository shall be published by the Fund and shall be in effect until amended.

reference to handling costs, etc.

(Examine Art. V, Section 6(a), 7(a); Art. VII, Sec. 2(ii)).

G-2 No Member shall buy gold at a price above par value plus "handling charges", or sell gold at a price below par value minus "handling charges". ^{The term} "Handling charges" shall ^{mean} include direct handling costs (as listed in a schedule of rates reported to the Fund by each member) ^{not more than} plus 1/4% for indirect handling ^{costs} charges.

buy gold at a price + charges as extra

1. Fund sells under VII - no charge
 2. Required sale by member V, 7(b) - } ultimately, treat alike
 3. Voluntary sale by member V, 7(a) - } leave open
 4. Sale by member for each under V, 6(a) - } ^{all} direct including ^{insurance, etc.} cost of shipment, from place of purchase to depository nearest member where currency is purchased plus (up to 1/4% of) charges on gold purchases by member whose currency may have to be replaced.
- indirect*
- Cost to Fund of recognizing the currency sold with the actual gold purchased*

*Indirect costs
Shipping costs
Direct costs*

G-3 For purposes of the Fund's own accounting and
or
J-7 reporting, its fiscal year shall begin on July 1 and end
on June 30.

 For purposes of carrying out the provisions in
Art. V, Section 7, the term "financial year" shall be defined
as beginning on March 1 and ending on the last day of February.