

Suggested Provisions for Consideration  
of Drafting Committee.

*pursuant to Article V, Section 6(a),*

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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  
costs that would be incurred by the Fund if it used the gold so acquired  
direct handling costs plus 1/4% to cover indirect costs.~~

*to purchase the currency it has sold, including all direct handling costs  
which would be charged to the Fund & all costs of shipping gold from the  
place where it is received by the Fund to the Fund's gold  
depository closest to the place where the gold would  
be delivered in order to acquire the currency sold,*

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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).~~

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

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

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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". <sup>The term</sup> "handling charges" <sup>means</sup> shall

~~include direct handling costs (as listed in a schedule of  
rates reported to the Fund by each member) plus 1/4% for  
indirect handling charges.~~

*not more than 1/4 of 1%*

~~Handling charges <sup>shall</sup> mean  
shall be deemed to include charges  
for assay, and weighing ~~to~~ incurred  
in connection with the acceptance  
of gold by members when purchased.~~

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OR  
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For purposes of the Fund's <sup>own</sup> accounting and reporting, its fiscal year shall begin on July 1 and end on June 30.

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

Which is the provision which  
says that the fund must always  
be in some gold or \$.