

INTERNATIONAL MONETARY FUND

February 12, 1947

Mr. Brenner

Copy for your information.

Frank Coe

February 12, 1947

MEMORANDUM

TO: Members of the Drafting Committee
FROM: Secretary

In accordance with the attached request from the Managing Director, it is suggested that the Drafting Committee meet at 11 a.m. on Friday, February 14 in the Board Room.

Addressed to: Mr. Parsons
Mr. Luthringer
Mr. Koo
Mr. Santos-Filho

Cc. to: Mr. J.L. Fisher
Mr. Brenner
Mr. Thorson

TO: Members of the Drafting Committee
FROM: The Managing Director
Subject: Interpretation for Rule G.2

Under the title of Foreign Exchange, the Board of Governors has adopted Rule G.2, written as follows:

"G-2. The Fund shall sell foreign exchange for gold or currency only on an authenticated request from the designated agency, and the agency, in its operations on behalf of the Fund, will act only on instructions in such form as may be agreed upon."

It seems that the text needs an interpretation before the beginning of the operations of the Fund.

It is suggested that the Drafting Committee recommends to the Board an interpretation along the following lines:

"The 'designated agency' means the agency designated under Article V, Section 1.

"The 'agency' subsequently mentioned means the depository designated under Article XIII, Section 2(a).

"Authenticated request" means a request which, if sent by cable, has a number compiled by the use of the test number code provided by the Fund to designated agencies and depositories. If sent by letter, the request must be signed by an authorized person or persons."