

DOCUMENT OF INTERNATIONAL MONETARY FUND  
AND NOT FOR PUBLIC USE

**FOR  
AGENDA**

EBS/83/101  
Supplement 1

CONFIDENTIAL

June 20, 1983

To: Members of the Executive Board

From: The Secretary

Subject: Swaziland - Purchase Transaction - Compensatory Financing Facility

Attached is the request from Swaziland for a purchase equivalent to SDR 9,000,000 referred to in EBS/83/101 which contains the staff's analysis and recommendation. This subject is scheduled for consideration on Wednesday, June 22, 1983.

Att: (1)

JUNE 16, 1983

TO: TREASURER'S DEPARTMENT  
INTERNATIONAL MONETARY FUND

NO: 991/31

1. AS FISCAL AGENCY FOR THE GOVERNMENT OF SWAZILAND, WE DESIRE TO PURCHASE FROM THE INTERNATIONAL MONETARY FUND SDR 9,000,000 IN ACCORDANCE WITH TERMS OF ARTICLE V, SECTION 3 AND EXECUTIVE BOARD DECISION NO. 6224-(79/135), ADOPTED AUGUST 2, 1979. IN THIS CONNECTION WE STATE THAT WE WILL COOPERATE WITH THE INTERNATIONAL MONETARY FUND IN AN EFFORT TO FIND, WHERE REQUIRED, APPROPRIATE SOLUTIONS FOR THE BALANCE OF PAYMENTS DIFFICULTIES.
2. WE DO HEREBY REPRESENT THAT THIS PURCHASE IS NEEDED IN ACCORDANCE WITH THE PROVISIONS OF FUND AGREEMENT.
3. PLEASE CREDIT SWAZILAND'S SDR ACCOUNT WITH SDR 9,000,000 ON VALUE DATE OF PURCHASE.
4. THE EQUIVALENT OF DESIRED PURCHASE NAMELY SWAZILAND EMALANGENI 10,615,823.95 WILL BE CREDITED TO FUND'S NO. 1 ACCOUNT WITH OURSELVES, ON THE VALUE DATE OF PURCHASE.
5. WE STATE THAT REPURCHASE IN RESPECT OF THIS PURCHASE SHALL BE MADE IN ACCORDANCE WITH ARTICLE V, SECTION 7 AND THE FUND'S POLICIES AND PRACTICES AT THE TIME OF REPURCHASE. WE FURTHER STATE THAT, IF THE AMOUNT PURCHASED ON THE BASIS OF PARTIALLY ESTIMATED DATA EXCEEDS THE AMOUNT THAT COULD HAVE BEEN PURCHASED ON THE BASIS OF ACTUAL DATA FOR THE ENTIRE SHORTFALL YEAR, WE WILL, IN ACCORDANCE WITH PARAGRAPH 7 OF EXECUTIVE BOARD DECISION NO. 6224-(79/135), MAKE A PROMPT REPURCHASE IN RESPECT OF THIS PURCHASE IN AN AMOUNT EQUIVALENT TO THE EXCESS.
6. REGARDING SERVICE CHARGE, PLEASE DEBIT SWAZILAND'S SDR ACCOUNT WITH SDR 45,000 ON VALUE DATE OF PURCHASE.
7. PLEASE ARRANGE TO CREDIT OUR ACCOUNT WITH FEDERAL RESERVE BANK OF NEW YORK, NEW YORK WITH U.S. DOLLARS EQUIVALENT TO SDR 4,000,000 ON VALUE DATE OF PURCHASE.
8. WE STATE THAT ANY USE OF SDRS AT THIS TIME UNDER XIX, SECTION 2(A) IS IN ACCORDANCE WITH SECTION 3(A) OF THIS ARTICLE.
9. HOWEVER, WE AUTHORIZE YOU TO ARRANGE ON OUR BEHALF FOR ALL OR PART OF THIS AMOUNT TO BE SOLD TO PARTICIPANTS OR PRESCRIBED HOLDERS THAT AGREE TO ACQUIRE THEM UNDER XIX, SECTION 2(B).

REGARDS

H.B.B. OLIVER, GOVERNOR  
CENTRAL BANK OF SWAZILAND

Received in Cable Room June 16, 1983.