

DOCUMENT OF INTERNATIONAL MONETARY FUND AND NOT FOR PUBLIC USE

EBS/83/255
Supplement 2

CONFIDENTIAL

December 22, 1983

To: Members of the Executive Board
From: The Acting Secretary
Subject: Madagascar - Stand-By Arrangement

There is attached the Acting Secretary's understanding of the decision adopted by the Executive Board at Executive Board Meeting 83/179 on December 21, 1983.

Att: (1)

INTERNATIONAL MONETARY FUND

Madagascar - Stand-By Arrangement

Executive Board Decision - December 21, 1983

1. The Government of the Democratic Republic of Madagascar has requested a stand-by arrangement for the period ending on March 31, 1985 in an amount equivalent to SDR 33 million.

2. The Fund approves the stand-by arrangement attached to EBS/83/255, Supplement 1, subject to paragraph 3 below, and waives the limitation in Article V, Section 3(b)(iii).

3. The approval of the stand-by arrangement under this decision shall become effective on the date on which the Fund finds that:

- (a) satisfactory arrangements have been made with respect to the financing of the estimated balance of payments deficit for 1984; and
- (b) adequate increases in the producer prices of agricultural commodities have been adopted

provided that, by that date, the Fund has decided that a stand-by arrangement may be approved that provides for enlarged access to the Fund's resources on the terms of Decision No. 6783-(81/40), adopted March 11, 1981.