

3. SUDAN - OVERDUE FINANCIAL OBLIGATIONS - REVIEW FOLLOWING
DECLARATION OF INELIGIBILITY

1. The Fund has reviewed further the matter of Sudan's continuing failure to fulfill its financial obligations to the Fund in the light of the facts and developments described in EBS/90/211 (12/12/90).

2. The Fund deeply regrets the continuing failure of Sudan to fulfill its financial obligations to the Fund, which places a financial burden upon other members and reduces Fund resources needed to help others. The Fund regrets that Sudan's payments to the Fund have remained modest since the last review, while Sudan has continued to make payments to other creditors. The Fund again urges Sudan to make full and prompt settlement of its overdue financial obligations to the Fund, and stresses that settlement of these arrears should be given the highest priority.

3. The Fund urges Sudan to adopt as a matter of urgency a comprehensive set of measures within the context of the cooperative approach that would bring about necessary economic adjustment. The Fund continues to stand ready to assist the authorities in support of efforts to formulate and implement a comprehensive adjustment program.

4. The Fund regrets that it has been necessary to issue and publish a declaration of noncooperation with respect to Sudan. The Fund further regrets that Sudan has not resumed active cooperation with the Fund in seeking a solution to the problem of its overdue financial obligations to the Fund.

5. The Fund will review the matter of Sudan's overdue financial obligations to the Fund again at the time of the 1991 Article IV consultation with Sudan or not later than April 23, 1991, whichever is earlier. In the absence of a resumption of active cooperation with the Fund by Sudan in seeking a solution to the problem of its overdue financial obligations to the Fund, the Fund will give consideration to the initiation of further procedures in accordance with the strengthened arrears strategy not later than April 23, 1991.

Decision No. 9618-(90/179), adopted
December 21, 1990