

EBS/76/126
Supplement 2

CONFIDENTIAL

April 9, 1976

To: Members of the Executive Board

From: The Acting Managing Director

Subject: Pakistan - Purchase Transaction Under the Oil Facility for 1975
and Call on Borrowing Agreement with Kuwait

This is to notify the Executive Directors that the request has been received from Pakistan for a purchase of Kuwaiti dinars equivalent to SDR 34,650,000 under the Oil Facility (Executive Board Decisions No. 4241-(74/67), adopted June 13, 1974, No. 4634-(75/47), adopted April 4, 1975, No. 4769-(75/133), adopted July 28, 1975, and No. 4986-(76/47), adopted March 18, 1976). The request relates to the purchase agreed by the Executive Board on March 22, 1976 (Executive Board Decision No. 5009-(76/50), adopted March 22, 1976). The purchase will increase the Fund's holdings of Pakistan rupees from 259.3 per cent to 274.1 per cent of the quota equivalent to SDR 235 million. Exclusive of this purchase and the amount previously purchased under the Oil Facility Decision, the Fund's holdings of Pakistan rupees would be at 173.6 per cent of the quota.

To meet the above-mentioned request to purchase, the Fund will borrow Kuwaiti dinars equivalent to SDR 34,650,000 under the borrowing agreement. At the request of the purchaser the Kuwaiti dinars are to be converted by the Central Bank of Kuwait into U.S. dollars under paragraph 2(b) of the borrowing agreement between the Central Bank of Kuwait and the Fund (Executive Board Decision No. 4941-(76/6), adopted January 21, 1976). After this transaction the balance available under the borrowing agreement is equivalent to SDR 38,210,000.

Both transfers have been arranged to take place on the same value date.