

**FOR
AGENDA**

EBS/82/184
Supplement 1

CONFIDENTIAL

October 28, 1982

To: Members of the Executive Board

From: The Secretary

Subject: Honduras - Purchase Transaction - Compensatory Financing
Facility

Attached is the request from Honduras for a purchase equivalent to SDR 23,100,000 referred to in EBS/82/184 which contains the staff's analysis and recommendation. This subject is scheduled for consideration on Friday, November 5, 1982.

Att: (1)

ATTACHMENT

TEGUCIGALPA OCTOBER 26, 1982

TREASURER
INTERNATIONAL MONETARY FUND
WASHINGTON, D.C.

1. AS FISCAL AGENCY FOR THE GOVERNMENT OF HONDURAS, WE DESIRE TO PURCHASE FROM THE INTERNATIONAL MONETARY FUND SDR 23,100,000 IN ACCORDANCE WITH TERMS OF ARTICLE V, SECTIONS 3 AND 4 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 HONDURAS' SDR ACCOUNT WITH SDR 23,100,000 ON VALUE DATE OF PURCHASE.
4. THE EQUIVALENT OF DESIRED PURCHASE NAMELY HONDURAN LEMPIRAS 52,190,887.61 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.
6. REGARDING SERVICE CHARGE, PLEASE DEBIT HONDURAS' SDR ACCOUNT WITH SDR 115,500 ON VALUE DATE OF PURCHASE.
7. PLEASE ARRANGE TO CREDIT OUR ACCOUNT WITH FEDERAL RESERVE BANK OF NEW YORK, NEW YORK WITH U.S. DOLLAR EQUIVALENT OF SDR 21,300,000.

WE STATE THAT THIS INTENDED USE OF SDRS IS IN ACCORDANCE WITH ARTICLE XIX, SECTIONS 2(A) AND 3(A).

GONZALO CARIAS
PINEDA, PRESIDENT
BANCO CENTRAL DE HONDURAS

Received in Cable Room October 26, 1982.