

INTERNATIONAL MONETARY FUND

June 24, 1947

To: Members of the Executive Board  
From: The Secretary  
Subject: ITO Charter Discussions - Article 29

The following wire has just been received from Mr. Saad in Geneva:

QUOTE WE ARE HAVING SEVERAL INFORMAL TALKS WITH VARIOUS DELEGATIONS ON THE CRUCIAL QUESTION DEALT WITH, PARTICULARLY IN ARTICLES TWENTYSIX TO TWENTYNINE. IN ACCORDANCE WITH BOARD VIEWS I SHALL SUPPORT AN AMENDMENT TO PARAGRAPH ONE OF ARTICLE TWENTYNINE WHICH WOULD THEN READ AS FOLLOWS:

"THE ORGANIZATION SHALL SEEK COOPERATION WITH THE INTERNATIONAL MONETARY FUND TO THE END THAT THE ORGANIZATION AND THE FUND MAY PURSUE A COORDINATED POLICY WITH REGARD TO EXCHANGE QUESTIONS WITHIN THE COMPETENCE OF THE FUND AND QUESTIONS OF QUANTITATIVE RESTRICTIONS OR OTHER TRADE MEASURES WITHIN THE COMPETENCE OF THE ORGANIZATION. IN ALL CASES IN WHICH THE ORGANIZATION IS CALLED UPON TO CONSIDER OR DEAL WITH BALANCE OF PAYMENTS PROBLEMS THE ORGANIZATION SHALL CONSULT THE INTERNATIONAL MONETARY FUND FULLY REGARDING THE PROBLEM. AFTER SUCH CONSULTATION THE ORGANIZATION SHALL ACCEPT THE DETERMINATION OF THE INTERNATIONAL MONETARY FUND AS TO ALL FACTS RELATING TO EXCHANGE CONTROLS OR RESTRICTIONS AS TO STATISTICS REGARDING GENERAL INTERNATIONAL BALANCE OF PAYMENTS OR THE BALANCE OF PAYMENTS OF ANY MEMBER AND AS TO THE ANALYSIS OF THE BALANCE OF PAYMENTS POSITION."

Saad UNQUOTE

The wording proposed is currently under study by the Legal Division, and will be placed on the agenda.

Other Distribution:  
Department Heads