

EBS/85/257
Supplement 2

CONFIDENTIAL

December 13, 1985

To: Members of the Executive Board

From: The Secretary

Subject: Liberia - Overdue Financial Obligations - Further Review
of Decision on Complaints Under Rule K-1 and Rule S-1
and Notice of Failure to Settle Trust Fund Obligations

Attached for the records of the Executive Directors is the decision taken by the Executive Board on Liberia's overdue financial obligations at Executive Board Meeting 85/169, November 25, 1985.

Att: (1)

INTERNATIONAL MONETARY FUND

Liberia - Overdue Financial Obligations - Further Review of
Decision on Complaints Under Rule K-1 and Rule S-1 and Notice
of Failure to Settle Trust Fund Obligations

Executive Board Decision - November 25, 1985

1. The Fund has reviewed further Decision No. 7987-(85/80), adopted May 24, 1985, regarding the nonobservance by Liberia of its financial obligations to the Fund, in light of recent developments, including recent contacts and communications between the Fund and Liberia, as set forth in EBS/85/257 (11/19/85).
2. The Fund welcomes the recent partial payments by Liberia. The Fund regrets, however, the continuing nonobservance by Liberia of its financial obligations to the Fund and continues to urge Liberia to settle promptly all overdue obligations to the Fund.
3. The Fund also regrets that Liberia has not yet adopted a strong and comprehensive program of adjustment and again urges that the authorities adopt such a program as a matter of urgency.
4. Unless by January 24, 1986 Liberia is current in its financial obligations to the Fund, with effect on that date Liberia will be ineligible to use the general resources of the Fund pursuant to Article XXVI, Section 2(a), and the right of Liberia to use SDRs it acquires after January 24, 1986 will be suspended pursuant to Article XXIII, Section 2(b).