

DEBT FUNDING

*Agreement signed at Washington September 14, 1932, modifying agreement of May 8, 1930
Operative from July 1, 1931*

Treasury Department print

AGREEMENT, Made the 14th day of September, 1932, at the City of Washington, District of Columbia, between the FEDERAL GOVERNMENT OF THE REPUBLIC OF AUSTRIA, hereinafter called AUSTRIA, party of the first part, and the GOVERNMENT OF THE UNITED STATES OF AMERICA, hereinafter called the UNITED STATES, party of the second part

WHEREAS, under the terms of the debt funding agreement between Austria and the United States, dated May 8, 1930,¹ there was payable by Austria to the United States during the fiscal year beginning July 1, 1931 and ended June 30, 1932, in respect of the bonded indebtedness of Austria to the United States, the principal amount of \$287,556; and

WHEREAS, a Joint Resolution of the Congress of the United States, approved December 23, 1931,² authorizes the Secretary of the Treasury, with the approval of the President, to make on behalf of the United States an agreement with Austria on the terms hereinafter set forth, to postpone the payment of the amount payable by Austria to the United States during such year in respect of its bonded indebtedness to the United States;

NOW, THEREFORE, in consideration of the premises and of the mutual covenants herein contained, it is agreed as follows:

1. Payment of the amount of \$287,556, payable by Austria to the United States during the fiscal year beginning July 1, 1931 and ended June 30, 1932, in respect of the bonded indebtedness of Austria to the United States, according to the terms of the agreement of May 8, 1930, above mentioned, is hereby postponed so that such amount, together with interest thereon at the rate of 4 per centum per annum from July 1, 1933, shall be paid by Austria to the United States in ten equal annuities of \$34,767.23 each, payable in equal annual installments on January 1 of each year beginning January 1, 1934 and concluding January 1, 1943. The bond numbered 4 dated Janu-

¹ *Ante*, p. 365.

² 47 Stat. 3.

ary 1, 1928, and matured January 1, 1932, in the principal amount of \$287,556, delivered by Austria to the United States under the agreement of May 8, 1930, shall be retained by the United States until the annuities due under this Agreement shall have been paid.

2. Except so far as otherwise expressly provided in this Agreement, payments of annuities under this Agreement shall be subject to the same terms and conditions as payments under the agreement of May 8, 1930, above mentioned. The option of Austria provided for in paragraph 4, to pay in obligations of the United States, shall not apply to annuities payable under this Agreement.

3. The agreement of May 8, 1930, between Austria and the United States, above mentioned, shall remain in all respects in full force and effect except so far as expressly modified by this Agreement.

4. Austria and the United States, each for itself, represents and agrees that the execution and delivery of this Agreement have in all respects been duly authorized and that all acts, conditions, and legal formalities which should have been completed prior to the making of this Agreement have been completed as required by the laws of Austria and the United States, respectively, and in conformity therewith.

5. This Agreement shall be executed in two counterparts, each of which shall have the force and effect of an original.

IN WITNESS WHEREOF, Austria has caused this Agreement to be executed on its behalf by its Envoy Extraordinary and Minister Plenipotentiary at Washington, thereunto duly authorized, and the United States has likewise caused this Agreement to be executed on its behalf by the Secretary of the Treasury, with the approval of the President, pursuant to a Joint Resolution of Congress approved December 23, 1931, all on the day and year first above written.

The Republic of Austria

By

EDGAR PROCHNIK,

Envoy Extraordinary and Minister Plenipotentiary

The United States of America

By

OGDEN L. MILLS,

Secretary of the Treasury

Approved:

HERBERT HOOVER,

President