

DEBT FUNDING

Agreement signed at Washington April 25, 1924

Operative from December 15, 1923

Modified by agreement of May 27, 1932¹

*Revived (after World War II) March 9, 1948,² pursuant to article 10
of treaty of peace signed at Paris February 10, 1947³*

Treasury Department print

AGREEMENT

Made the 25th day of April, 1924, at the City of Washington, District of Columbia, between the GOVERNMENT OF THE KINGDOM OF HUNGARY, hereinafter called HUNGARY, 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, Hungary is indebted to the United States as of December 15, 1923, upon an obligation maturing January 1, 1925, in the principal amount of \$1,685,835.61, described as "Relief Series C of 1920," together with interest accrued and unpaid thereon; and

WHEREAS, Hungary desires to fund said indebtedness to the United States, both principal and interest, through the issue of bonds to the United States, and the United States is prepared to accept bonds from Hungary upon the terms and conditions hereinafter set forth:

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

1. *Amount of Indebtedness.* The amount of the indebtedness to be funded, after allowing for cash payments made or to be made by Hungary, is \$1,939,000, which has been computed as follows:

Principal amount of the obligation to be funded.....	\$1, 685, 835. 61
Interest accrued thereon from May 29, 1920 to December 15, 1923, at the rate of 4¼ per cent per annum.....	253, 917. 43
Total principal and interest, accrued and unpaid as of December 15, 1923.....	1, 939, 753. 04
To be paid in cash by Hungary April 25, 1924.....	753. 04
Total indebtedness to be funded into bonds.....	1, 939, 000. 00

¹ *Post*, p. 1140.

² *Department of State Bulletin*, Mar. 21, 1948, p. 382.

³ TIAS 1651, *ante*, vol. 4, p. 457.