

DEBT FUNDING

Agreement signed at Washington October 13, 1925

Operative from June 15, 1925

Modified by agreement of June 10, 1932¹

Treasury Department print

AGREEMENT, Made the thirteenth day of October, 1925, at the City of Washington, District of Columbia, between THE CZECHOSLOVAK REPUBLIC, hereinafter called CZECHOSLOVAKIA, party of the first part, and THE UNITED STATES OF AMERICA, hereinafter called the UNITED STATES, party of the second part

WHEREAS, the United States now holds certain obligations of Czechoslovakia and there are outstanding open accounts in favor of the United States and claims against the United States which are in dispute; and

WHEREAS, the United States and Czechoslovakia wish to settle the financial differences between the two governments and/or their agencies and to fix the net amount of the indebtedness of Czechoslovakia to the United States, both principal and interest, as of June 15, 1925, and to fund such indebtedness;

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 of Czechoslovakia as of June 15, 1925, is fixed at \$115,000,000.

2. *Payment.* In order to provide for the payment of the indebtedness thus to be funded Czechoslovakia will issue to the United States at par bonds of Czechoslovakia in the aggregate principal amount of \$185,071,023.07. dated June 15, 1925, and maturing serially on the several dates and in the amounts fixed in the following schedule:

Dec. 15, 1925_____	\$1, 500, 000	June 15, 1929_____	\$1, 500, 000
June 15, 1926_____	1, 500, 000	Dec. 15, 1929_____	1, 500, 000
Dec. 15, 1926_____	1, 500, 000	June 15, 1930_____	1, 500, 000
June 15, 1927_____	1, 500, 000	Dec. 15, 1930_____	1, 500, 000
Dec. 15, 1927_____	1, 500, 000	June 15, 1931_____	1, 500, 000
June 15, 1928_____	1, 500, 000	Dec. 15, 1931_____	1, 500, 000
Dec. 15, 1928_____	1, 500, 000	June 15, 1932_____	1, 500, 000

¹ *Post*, p. 1277.