

**THE WORLD BANK GROUP ARCHIVES**

**PUBLIC DISCLOSURE AUTHORIZED**

**Folder Title:** Deutsche Bundesbank - Bonds - Borrowing - 64 Million Deutsche Marks - 16 Million Dollars - 5 1/4 Percent Notes - 1966 - Correspondence

**Folder ID:** 1052472

**Dates:** 06/14/1966-07/28/1966

**Fonds:** Records of the Office of the Treasurer

**ISAD Reference Code:** WB IBRD/IDA TRE

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THE WORLD BANK

Washington, D.C.

© International Bank for Reconstruction and Development / International Development Association or

The World Bank

1818 H Street NW

Washington DC 20433

Telephone: 202-473-1000

Internet: [www.worldbank.org](http://www.worldbank.org)

**PUBLIC DISCLOSURE AUTHORIZED**

BONDS Deutsche Bundesbank (Aug)  
BORROWING DM6mil.-\$16mil.-5 1/4% Notes of 1966



1052472

A1995-233 Other #: 31 Box # 167841B

Deutsche Bundesbank - Bonds - Borrowing - 64 Million Deutsche Marks - 14  
Million Dollars - 5 1/4 Percent Notes - 1966 - Correspondence

RETURN TO  
GENERAL FILES

RETURN TO  
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WBG Archives

TO RE-ORDER SPECIFY  
No. 86163 Folder  
MADE IN U. S. A.

THIS FILE IS CLOSED AS OF  
DECEMBER 1968.  
FOR FURTHER CORRESPONDENCE SEE:  
1969 - 1971.

RECORDS MANAGEMENT SECTION  
February 1969

Mr. B.L. Prince

July 28, 1966

W.M. van Saagsvelt

5-1/4% Notes dated August 1, 1966

There are attached for safekeeping 21 5-1/4% US\$ Notes of 1966 and 14 5-1/4% DM Notes of 1966, all dated August 1, 1966 in blank.

For records purposes, we received 55 US\$ Notes and 49 DM Notes from Printing. Six Notes of each type in blank were cancelled, marked specimen, and sent to Deutsche Bundesbank; one of each type was signed by Mr. Cavanaugh and sent to Federal Reserve Bank of New York for delivery; and one of each type has been completed to conform to the originals and is retained in the Securities Division files. In addition, one US\$ Note and 2 DM Notes were spoiled in preparation and 25 copies of each Note have been marked specimen and sent to Mr. Steckhan for the bound volume.

cc: Mr. Cavanaugh  
Mr. Steckhan  
Mr. Rutland  
Mr. Dealy/Sec.Div.File

W.M. van Saagsvelt:vm



Mr. Rainer B. Steckhan

July 28, 1966

W.M. Evan Saagsvalt

5-1/4% Notes dated August 1, 1966

Attached please find 25 specimens of the 5-1/4% US\$ Notes and 5-1/4% DM Notes, all dated August 1, 1966, for the bound volume.

The Notes have been cancelled and marked Specimen.

Cc: Mr. Dealy/Sec.Div.File

WmvanSaagsvalt:vm

*Borrowing - Germany - 5 1/4 %*  
*Official Document*

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT

1818 H Street, N.W., Washington, D. C. 20433, U.S.A.

Area Code 202 • Telephone - EXecutive 3-6360 • Cable Address - INTBAFRAD

CO  
P  
Y

Deutsche Bundesbank  
Frankfurt (Main)  
Federal Republic of Germany.

July 20, 1966

Gentlemen:

I am writing to confirm the understanding between us that the Deutsche Bundesbank will lend to the International Bank for Reconstruction and Development, and the International Bank will borrow from the Deutsche Bundesbank, on August 1, 1966,

- (i) sixteen million United States Dollars (\$16,000,000) with interest at the rate of 5-1/4% per annum payable on April 1, 1967 and semi-annually thereafter on October 1 and April 1 in each year, maturing on October 1, 1968
- (ii) sixty-four million Deutsche Mark (DM64,000,000) with interest at the rate of 5-1/4% per annum payable on April 1, 1967 and semi-annually thereafter on October 1 and April 1 in each year, maturing on October 1, 1968.

The International Bank's obligations are to be represented by promissory notes, in the form annexed hereto, in the principal amounts and with the maturity dates set forth above. The International Bank agrees, on request by the Deutsche Bundesbank, to exchange any of these notes for notes of the same tenor in smaller denominations and in a like aggregate principal amount.

On August 1, 1966, the International Bank will deliver to the Federal Reserve Bank of New York for the account of the Deutsche Bundesbank 5-1/4% Notes dated August 1, 1966 in the principal amounts of \$16,000,000 and DM64,000,000; and will pay to the Federal Reserve Bank of New York for the account of the Deutsche Bundesbank \$6,000,000 in Federal Reserve Bank of New York funds, all against surrender by the Deutsche Bundesbank to the Federal Reserve Bank of New York for the account of the International Bank of 3-3/4% Notes dated February 1, 1961, due August 1, 1966, of the International Bank in the principal amounts of \$22,000,000 and DM40,000,000, and the payment by the Deutsche Bundesbank of DM24,000,000 to the International Bank by crediting the latter's account on its books. The International Bank will also pay on August 1, 1966 to the Federal Reserve Bank of New York and to the Deutsche Bundesbank interest accrued to that date on the maturing 3-3/4% Notes.

zu Tgb. Nr. 7125 / 66

Deutsche Bundesbank (continued)

- 2 -

July 20, 1966

The Deutsche Bundesbank agrees that, upon disposing of any note, it will notify the International Bank of the name and the address of the transferee thereof and will make a notation thereon of the date to which interest thereon has been paid.

With respect to the notes denominated in United States Dollars, it is understood that the Deutsche Bundesbank, while reserving its full right of disposition of the notes, is not acquiring them with a view to their distribution in the United States.

Please indicate your agreement with the foregoing by signing the form of confirmation on the enclosed copy of this letter and returning it to us.

Very truly yours,

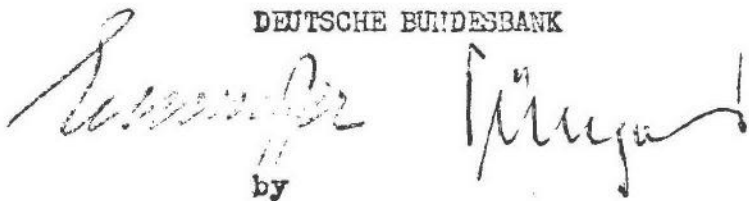


Robert W. Cavanaugh  
Treasurer

Attachments (2)

Confirmed:

DEUTSCHE BUNDESBANK

  
by

Frankfurt (Main), 28 July, 1966



cc Mr. Warner

Mr. Broches  
Mr. Cavanaugh  
Mr. Rutland  
Mr. Friss  
Mr. de Lencastre  
Mr. Stokman (cleared with)  
Mr. Dooly/Sec.Div.File

WivenSagovait:vn

Deutsche Bundesbank  
Frankfurt (Main)  
Federal Republic of Germany.

July 20, 1966

Gentlemen:

I am writing to confirm the understanding between us that the Deutsche Bundesbank will lend to the International Bank for Reconstruction and Development, and the International Bank will borrow from the Deutsche Bundesbank, on August 1, 1966,

- (i) sixteen million United States Dollars (\$16,000,000) with interest at the rate of 5-1/4% per annum payable on April 1, 1967 and semi-annually thereafter on October 1 and April 1 in each year, maturing on October 1, 1968
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The International Bank's obligations are to be represented by promissory notes, in the form annexed hereto, in the principal amounts and with the maturity dates set forth above. The International Bank agrees, on request by the Deutsche Bundesbank, to exchange any of these notes for notes of the same tenor in smaller denominations and in a like aggregate principal amount.

On August 1, 1966, the International Bank will deliver to the Federal Reserve Bank of New York for the account of the Deutsche Bundesbank 5-1/4% Notes dated August 1, 1966 in the principal amounts of \$16,000,000 and DM64,000,000; and will pay to the Federal Reserve Bank of New York for the account of the Deutsche Bundesbank \$6,000,000 in Federal Reserve Bank of New York funds, all against surrender by the Deutsche Bundesbank to the Federal Reserve Bank of New York for the account of the International Bank of 3-3/4% Notes dated February 1, 1961, due August 1, 1966, of the International Bank in the principal amounts of \$22,000,000 and DM40,000,000, and the payment by the Deutsche Bundesbank of DM24,000,000 to the International Bank by crediting the latter's account on its books. The International Bank will also pay on August 1, 1966 to the Federal Reserve Bank of New York and to the Deutsche Bundesbank interest accrued to that date on the maturing 3-3/4% Notes.



Deutsche Bundesbank (continued)

- 2 -

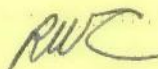
July 22, 1966

The Deutsche Bundesbank agrees that, upon disposing of any note, it will notify the International Bank of the name and the address of the transferee thereof and will make a notation thereon of the date to which interest thereon has been paid.

With respect to the notes denominated in United States Dollars, it is understood that the Deutsche Bundesbank, while reserving its full right of disposition of the notes, is not acquiring them with a view to their distribution in the United States.

Please indicate your agreement with the foregoing by signing the form of confirmation on the enclosed copy of this letter and returning it to us.

Very truly yours,



Robert H. Cavanaugh  
Treasurer

Attachments (2)

Confirmed:

DEUTSCHE BUNDESBANK

W

Frankfurt (Main),

July, 1966



OFFICE OF  
ASSISTANT SECRETARY  
FOR INTERNATIONAL AFFAIRS

TREASURY DEPARTMENT

WASHINGTON, D.C. 20220

Original - Approval - U.S. - Off. Docs.

*Official / ... (Germany 5 1/2 % Notes ✓  
Aug. 1966)*  
JUL 20 REC'D

July 19, 1966

Dear Mr. Woods:

Your letter of July 5, 1966, requested the approval of the United States of America of a proposed borrowing operation designed to raise funds for the International Bank for Reconstruction and Development.

The Secretary of the Treasury has authorized me to inform you that:

(1) The Government of the United States, in accordance with Article IV, Section 1(b) of the Articles of Agreement of the Bank, hereby approves the raising of funds by the Bank by the sale outside the United States on or about August 1, 1966, of negotiable notes denominated in U.S. dollars in the amount of \$16,000,000.

(2) The Government of the United States of America hereby also agrees in accordance with Article IV, Section 1(b) of the Articles of Agreement of the Bank, that the proceeds of the borrowing approved by this letter may be exchanged for the currency of any other member of the Bank without restriction.

Sincerely yours,

*Winthrop Knowlton*

Winthrop Knowlton  
Acting Assistant Secretary

Mr. George D. Woods  
President  
International Bank for Reconstruction  
and Development  
1818 H Street, N. W.  
Washington, D. C. 20433

Original to Mr. Cavanaugh

*Please show this to Mr. Cav. first*  
*u.s.*

# DEUTSCHE BUNDESBANK

*Reg*  
*EA Archives*

Postanschrift: Deutsche Bundesbank - 6 Frankfurt 1 - Postfach 3611

By Airmail

International Bank for  
Reconstruction and Development  
Attention: Mr. Robert W. Cavanaugh

1818 H Street, N. W.

Washington 25 D. C.

U. S. A.

Bitte in der Antwort angeben

Ihr Zeichen und Ihre Nachricht vom

FRANKFURT (MAIN)

A 13

15 July 1966

Betreff

Renewal of Bundesbank Loans  
Letter dated 14 June 1966 and cable dated 5 July 1966  
from Mr. George D. Woods addressed to President Blessing  
Our letter dated 22 June 1966 and our cable dated 6 July 1966

Gentlemen:

With reference to the above-mentioned correspondence we should be obliged if you would deliver to the Federal Reserve Bank of New York, New York, for our safe custody account

on 1 August 1966

§ 16 million 5 1/4 % notes  
in one note of § 16 million  
maturing 1 October 1968

DM 64 million 5 1/4 % notes  
in one note of DM 64 million  
maturing 1 October 1968.

Against these items the Federal Reserve Bank of New York,  
New York, will hand you

-2-

Hauptgebäude  
Taunusanlage 4-6

Telegramme  
NOTENBANK  
FRANKFURTMAIN

Fernsprecher 2681 oder 268  
330682 oder 330681 und . . .  
durchwählen

Telex  
Inland 4-1227  
Ausland 4-1232

DEUTSCHE BUNDESBANK

FRANKFURT AM MAIN,

Blatt

15 July 1966

-2-

Empfänger

International Bank for Reconstruction and Development, Washington

on 1 August 1966

§ 22 million 3 3/4 % notes maturing 1 August 1966  
DM 40 million 3 3/4 % notes maturing 1 August 1966.

It is understood that you will pay on a net basis to Federal Reserve Bank of New York, New York, in favor of our account

on 1 August 1966 § 6 million

and we shall debit

on 1 August 1966 DM 40 million

and simultaneously we shall credit

on 1 August 1966 DM 64 million

both to your Deutsche Mark B Account on our books.

Very truly yours,

DEUTSCHE BUNDESBANK



INTERNATIONAL BANK FOR  
RECONSTRUCTION AND DEVELOPMENT

**SCHULDSCHEIN**

New York, N. Y., den 1. August 1966

No.

DM

Die unterzeichnete International Bank for Reconstruction and Development, Washington, D. C., verpflichtet sich hierdurch, für erhaltenen Gegenwert an die Order der Deutschen Bundesbank, Frankfurt (Main), am den Betrag von Deutsche Mark (DM ) in der Währung der Bundesrepublik Deutschland zu zahlen und diesen Betrag vom heutigen Tage ab mit fünfeinviertel Prozent (5-1/4%) jährlich in der gleichen Währung zu verzinsen. Die Zinsen werden am 1. April 1967 und danach halbjährlich nachträglich jeweils am 1. Oktober und 1. April eines jeden Jahres gezahlt. Kapitalrückzahlung und Zinszahlungen werden an die Deutsche Bundesbank, Frankfurt (Main), geleistet.

INTERNATIONAL BANK FOR  
RECONSTRUCTION AND DEVELOPMENT

**SPECIMEN**

DIESER SCHULDSCHEIN STELLT KEINE VERPFLICHTUNG  
IRGENDEINER REGIERUNG DAR.



INTERNATIONAL BANK FOR  
RECONSTRUCTION AND DEVELOPMENT

**NOTE**

New York, N. Y., August 1, 1966

No.

\$

International Bank for Reconstruction and Development,  
Washington, D. C., for value received, hereby promises to pay  
to the order of Deutsche Bundesbank, Frankfurt (Main), on the  
first day of \_\_\_\_\_, the principal sum of

dollars (\$) \_\_\_\_\_ ) in lawful money of the United States  
of America, with interest thereon in like money from the date  
hereof at the rate of five and one-quarter per cent (5-1/4%) per  
annum payable on April 1, 1967 and semi-annually thereafter  
on October 1 and April 1 in each year; principal and interest to  
be paid at the Federal Reserve Bank of New York in Federal  
Reserve Bank of New York funds.

INTERNATIONAL BANK FOR  
RECONSTRUCTION AND DEVELOPMENT

**SPECIMEN**

By \_\_\_\_\_

THIS NOTE IS NOT AN OBLIGATION OF ANY GOVERNMENT.



CONFIDENTIAL

**FOR  
EXECUTIVE  
DIRECTORS'  
MEETING**

**DECLASSIFIED**

**JUL 15 2014**

**WBG ARCHIVES**

For consideration on  
July 12, 1966

R66-94

FROM: The Deputy Secretary

July 8, 1966

PROPOSED BORROWING FROM DEUTSCHE BUNDESBANK

The Bank has outstanding with the Deutsche Bundesbank \$22 million and DM40 million principal amount of 3-3/4% Notes issued in 1961 which mature August 1, 1966. The Bank has arranged to replace these Notes, equivalent to \$32 million, by the issuance on August 1, 1966 of new Notes with an interest rate of 5-1/4% per annum in the principal amounts of \$16 million and DM64 million maturing on October 1, 1968. With respect to the portion of the Notes denominated in U.S. dollars, the approval of the Government of the United States of America is required under Section 1(b) of Article IV of the Bank's Articles of Agreement and has been applied for.

The attached draft resolution is recommended for approval.

Distribution:

Executive Directors and Alternates  
President  
President's Council  
Executive Vice President, IFC  
Deputy Executive Vice President, IFC  
Department Heads, Bank and IFC



# Record Removal Notice

The World Bank Group  
**Archives**  
& Records Management

<b>File Title</b> Bonds Borrowing - Deutsche Bundesbank - 64 million Deutsche Marks - 4 7/8 Percent Notes of 1966 - 16 Million Dollars		<b>Barcode No.</b>  1052472		
<b>Document Date</b> Jul 8, 1966	<b>Document Type</b> Board Record			
<b>Correspondents / Participants</b>  				
<b>Subject / Title</b> (Draft) Resolution No. 66 - Authorization to Borrow US \$16,000,000 and DM 64,000,000				
<b>Exception No(s).</b> <input type="checkbox"/> 1 <input type="checkbox"/> 2 <input type="checkbox"/> 3 <input type="checkbox"/> 4 <input type="checkbox"/> 5 <input type="checkbox"/> 6 <input type="checkbox"/> 7 <input type="checkbox"/> 8 <input type="checkbox"/> 9 <input type="checkbox"/> 10 A-C <input type="checkbox"/> 10 D <input type="checkbox"/> Prerogative to Restrict				
<b>Reason for Removal</b> Board Record				
<b>Additional Comments</b> Declassification review of this record can be initiated upon request		<p>The item(s) identified above has/have been removed in accordance with The World Bank Policy on Access to Information. This Policy can be found on the World Bank Access to Information website.</p> <table border="1"><tr><td><b>Withdrawn by</b> Chandra Kumar</td><td><b>Date</b> Jul 23, 2014</td></tr></table>	<b>Withdrawn by</b> Chandra Kumar	<b>Date</b> Jul 23, 2014
<b>Withdrawn by</b> Chandra Kumar	<b>Date</b> Jul 23, 2014			



INCOMING CABLE

DATE AND TIME  
OF CABLE:

JULY 6, 1966 1802

LOG NO.:

WU 13 - JULY 6

TO:

INTBAFRAD

FROM:

FRANKFURTMAIN

TEXT:

263 ATTENTION WOODS

REFER YOURS 5TH WE AGREE 479

NOTENBANK

ROUTING

ACTION COPY: MR. WOODS

INFORMATION COPY: MR. CAVANAUGH

DECODED BY:

*Mr. Woods.*

*7/6*

*To see.*

*gnw  
15 July*

MT



OUTGOING WIRE

TO: ~~Mr.~~ KARL BLESSING  
NOTENBANK  
FRANKFURTMAIN

DATE: JULY 5, 1966

CLASS OF  
SERVICE: NLT

*RCM*

COUNTRY: (GERMANY)

TEXT:  
Cable No.:

✓  
THANK YOU FOR YOUR LETTER OF JUNE 22 STOP APPRECIATE YOUR OFFER TO  
RENEW THE AUGUST 1, 1966 NOTE MATURITY TO OCTOBER 1, 1968 SUCH  
RENEWAL TO CONSIST OF NOTES IN THE AMOUNT OF SIXTEEN MILLION DOLLARS  
AND SIXTYFOUR MILLION DEUTSCHEMARKS STOP WE HEREBY ACCEPT YOUR OFFER  
SUBJECT TO FORMAL APPROVAL OF EXECUTIVE DIRECTORS OF WORLD BANK AND  
TO APPROVAL OF UNITED STATES DOLLAR PORTION BY UNITED STATES GOVERNMENT  
STOP AS UNITED STATES TREASURY OBLIGATIONS OF SIMILAR MATURITY NOW  
YIELD BETWEEN FIVE AND FIVE AND ONEEIGHTH~~S~~ PERCENT I SUGGEST FIVE AND  
ONEQUARTER PERCENT INTEREST RATE ON NEW NOTES REGARDS TEST 733

GEORGE WOODS  
INTBAFRAD

*ack. July 6/66*

NOT TO BE TRANSMITTED

MESSAGE AUTHORIZED BY:

NAME GEORGE D. WOODS

DEPT. PRESIDENT

SIGNATURE *Robert W. Cavanaugh*  
(SIGNATURE OF INDIVIDUAL AUTHORIZED TO APPROVE)

RWCavanaugh:emk

ORIGINAL (File Copy)

(IMPORTANT: See Secretaries Guide for preparing form)

CLEARANCES AND COPY DISTRIBUTION:

cc: Dr. Donner  
Mr. Broches  
Mr. Cavanaugh

For Use by Archives Division

Checked for Dispatch: *[Signature]*



INTERNATIONAL DEVELOPMENT  
ASSOCIATIONINTERNATIONAL BANK FOR  
RECONSTRUCTION AND DEVELOPMENTINTERNATIONAL FINANCE  
CORPORATION

## OUTGOING WIRE

TO:

MR. KARL BLESSING  
NOTENBANK  
FRANKFURT/MAIN

DATE:

JULY 2, 1966

CLASS OF  
SERVICE:

NLT

COUNTRY:

(GERMANY)

TEXT:

Cable No.:

THANK YOU FOR YOUR LETTER OF JUNE 22 STOP APPRECIATE YOUR OFFER TO  
RENEW THE AUGUST 1, 1966 NOTE MATURITY TO OCTOBER 1, 1968 SUCH  
RENEWAL TO CONSIST OF NOTES IN THE AMOUNT OF SIXTYEIGHT MILLION DOLLARS  
AND SIXTYFOUR MILLION DEUTSCHMARKS STOP WE HEREBY ACCEPT YOUR OFFER  
SUBJECT TO FORMAL APPROVAL OF EXECUTIVE DIRECTORS OF WORLD BANK AND  
TO APPROVAL OF UNITED STATES GOVERNMENT BY UNITED STATES GOVERNMENT  
STOP AS UNITED STATES TREASURY OBLIGATIONS OF SIMILAR MATURITY NOW  
YIELD BETWEEN FIVE AND FIVE AND ONEEIGHTH PERCENT I SUGGEST FIVE AND  
ONEEIGHTH PERCENT INTEREST RATE ON NEW NOTES REGARDS TEST 733

GEORGE WOODS  
INTERBANK

NOT TO BE TRANSMITTED

MESSAGE AUTHORIZED BY:

NAME

GEORGE D. WOODS

DEPT

PRESIDENT

SIGNATURE

(SIGNATURE OF INDIVIDUAL AUTHORIZED TO APPROVE)

RWGavannah:emp

ORIGINAL (The Copy)

(IMPORTANT: See Secretariat Guide for processing form)

CLEARANCES AND COPY DISTRIBUTION:

cc: Dr. Donner  
Mr. Broches  
Mr. Gavannah

For Use by Archives Division

Checked for Dispatch



CROSS REFERENCE SHEET

COMMUNICATION: Letter  
July 5, 1966

DATED:

TO: Secretary of the Treasury  
Washington D.C.

FROM: Mr. Woods

FILED UNDER: BONDS - Approvals - U.S.A.

SUMMARY:

Request for borrowing of funds outside the U.S.



ROUTING SLIP

Date

June 24, 1966

OFFICE OF THE PRESIDENT

Name

Room No.

Mr. Cavanaugh

Action

Approval

Comment

Full Report

Information

Initial

Note and File

Note and Return

Prepare Reply

Previous Papers

Recommendation

Signature

Remarks

Attached has just come in. I am keeping the original for Mr. Woods to see but you will want this photocopy right away.

I presume you will be discussing this with Mr. Woods next week and preparing a reply to Bundesbank.

G. C. Wishart

Fr

*He follow up with Cavanaugh - we will accept and response should go forward now 6/25*

JUN 24 REC'D

# DEUTSCHE BUNDESBANK

Deutsche Bundesbank · 6 Frankfurt 1 · Postfach 3611

Mr. George D. Woods  
President

International Bank for  
Reconstruction and Development

Washington, D.C. 20433

USA

Bitte in der Antwort angeben

Ihr Zeichen und Ihre Nachricht vom

FRANKFURT

June 22nd, 1966

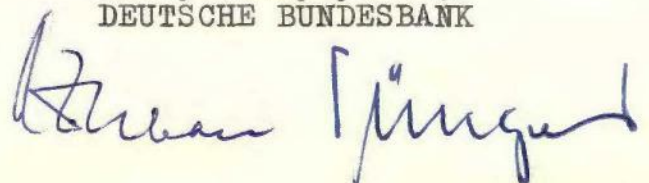
Betreff

Dear Mr. Woods,

✓  
In reply to your letter of June 14th, addressed to President Blessing on the subject of renewing the I.B.R.D. Notes held in our portfolio and maturing on 1 August 1966, we have pleasure in informing you that we are agreeable to an extension of the maturities in question. In view of the deficit which our balance of payments has shown for some time now and the resultant uncertainty as to the future development of our foreign exchange reserves, we cannot to our great regret fall in with your suggestion that the maturity of the bonds should be fixed at five years. We would, however, be prepared to extend the maturities slightly in excess of two years, i.e. up to 1 October 1968. Furthermore, we would suggest that - as has already been done on former occasions - the notes be made out half in US dollar and half in Deutsche Mark. In this manner the US\$ 22 million and DM 40 million maturing on 1 August 1966 would be replaced by new notes for US\$ 16 million and DM 64 million maturing on 1 October 1968. As regards interest, we would be glad to receive your offer in due course.

Looking forward to your reply, we are,

very truly yours,  
DEUTSCHE BUNDESBANK



Hauptgebäude

Frankfurt am Main  
Taunusanlage 4-6

Fernsprecher

26 8 . . .  
oder 26 81

Telex

Inland 4-1227  
Ausland 4-1232

Telegramm-Kurzanschrift

NOTENBANK  
FRANKFURTMAIN

ack July 5/66





Mr. Woods

Yes this letter went out  
on JUNE 14. Please see.

Office of the President

JW  
20 JUN.

June 14, 1966

Dear Mr. Klessing:

As you know, there is a maturity of our debt privately placed with the Bundesbank which falls due on August 1, 1966. I refer to our brief reference to this recently in Madrid and I write to ask that this loan, denominated \$20 million and DM40 million, be refunded.

For reference, there is attached a schedule of our private borrowings from you which are now outstanding. In addition, you purchased \$10 million of our two year Bonds which mature October 1, 1966 and \$11 million of our two year Bonds which mature September 15, 1967.

As you will see from the attached schedule, the last three maturities are smaller than the others, i.e. about the equivalent of \$25 million as against roughly the equivalent of \$60 million to \$65 million in the maturities from February 1968 through February 1971. For this reason, there might be a certain logic in extending the upcoming August 1, 1966 maturity for five years to August 1, 1971. If you can do this I would be most appreciative. I await your response with interest.

With best personal regards.

Cordially,

(Signed) George D. Woods

George D. Woods

Enclosure

Mr. Karl Klessing, President  
Deutsche Bundesbank  
Taunusanlage 4 - 6  
Frankfurt am Main  
Federal Republic of Germany

RWCavanaugh:enk  
June 14, 1966

cc: Dr. Donner

ack. June 22/66

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT

BORROWINGS FROM DEUTSCHE BUNDESBANK OUTSTANDING  
FEBRUARY 1, 1966

(in millions)

<u>Maturity</u>	<u>Principal Amount</u>		<u>Interest Rate</u>
	<u>US \$</u>	<u>DM</u>	
August 1, 1966	22	40	3-3/4%
February 1, 1967	22	40	3-3/4%
August 1, 1967	22	40	3-3/4%
February 1, 1968	12	50	4-1/2%
	9.375	37.5	4-1/4%
	8	32	4-7/8%
August 1, 1968	12	50	4-1/2%
	20	80	4-1/8%
February 1, 1969	12	50	4-1/2%
	20	80	4-1/8%
August 1, 1969	12	50	4-1/2%
	20	-	4-1/8%
	-	80	4-1/4%
February 1, 1970	12	50	4-1/2%
	20	80	4-1/4%
August 1, 1970	12	50	4-1/2%
	18	80	4-1/4%
February 1, 1971	12	50	4-1/2%
	9.375	37.5	4-1/4%
	8	32	4-7/8%
August 1, 1971	12	50	4-1/2%
February 1, 1972	12	50	4-1/2%
August 1, 1972	12	50	4-1/2%
	<u>\$ 318.750</u>	<u>DM1,159</u>	

Treasurer's Department  
Securities Division  
January 20, 1966