ALLOCATION OF PROCEEDS OF GERMAN
ASSETS RECEIVED FROM SWEDEN

Exchange of notes at Washington July 18, 1946
Entered into force July 18, 1946

61 Stat. 3840; Treaties and Other
International Acts Series 1731

The Chief of the United States Delegation to the Chief of the French
Delegation

WASHINGTON, D.C.
July 18, 1946

Dear Mr. Valensi:

On behalf of my Government, I may confirm to you the following understand-
ing with respect to the allocation of the proceeds of the German assets
to be received from Sweden as a result of the recent Swedish-Allied negotia-
tions\(^1\) in Washington:

1. The sums to be divided are 75 million kronor referred to in paragraph
2 of the letter of today dealing with the Swedish “contributions” and 150
million kronor referred to in paragraph 2 of the principal letter of today on
German assets. The Swedish Government has indicated its preferences with
regard to the use of these sums. Accordingly, applying the proportions agreed
in the Paris Reparation Agreement\(^2\) and having regard to the preferences of
the Swedish Government, it is estimated that a sum of 12 million kronor
will remain after the countries other than the U.S., U.K. and France have
been allotted their full shares out of this sum of 75 million kronor which alone
is available to cover their shares.

2. It is agreed that this entire sum of 12 million kronor will be allocated
to France. In return, the amount which the U.K. and the U.S. would be
entitled to receive from this sum will be included in the shares which these
two countries will receive from the 150 million kronor referred to in the
principal letter. It is estimated that on the basis of the proportions agreed
in the Paris Reparation Agreement this will have the effect that, of those

\(^1\) See TIAS 1657, ante, vol. 4, p. 88.
150 million kronor, France will receive 24 million kronor and the U.K. and the U.S. will each receive 63 million kronor.

3. It is understood that the U.K. Representative is addressing a similar note to you, and that this understanding is to be notified to the Inter-Allied Reparation Agency.

Very truly yours,

S. J. R.
Seymour J. Rubin
Chief of Delegation of United States

M. Christian Valensi
Chief of French Delegation

The Chief of the French Delegation to the Chief of the United States Delegation

Washington, D.C.
July 18, 1946

Dear Mr. Rubin:

I have the honor to acknowledge receipt of your letter of today in the following terms:

[For text of U.S. note, see above.]

and to confirm to you the understanding expressed therein.

Very truly yours,

C. Valensi
Christian Valensi
Chief of the French Delegation

Mr. Seymour J. Rubin,
Department of State,
Washington, D.C.