

(NOT FOR PUBLIC USE)

CONFIDENTIAL

SM-62

Public Disclosure Authorized

OR  
EXECUTIVE  
DIRECTORS'  
MEETING

(For consideration by the  
Executive Directors at  
their next Regular  
Meeting.)

Minutes of the Sixty-Second Special Meeting of the Executive Directors  
held in the Board Room of the Bank on October 6, 1953 at 10:00 a.m.

1. There were present:

(a) Chairman

Robert L. Garner, Vice President

(b) Executive Directors and Alternates  
acting as Executive Directors

Thomas Basyn  
D. Crena de Iongh  
Roger Hoppenot  
Kan Lee  
Luis Machado  
Leslie G. Melville  
B. K. Nehru  
Andrew N. Overby  
G. Neil Perry (Alternate)  
Felice Pick (Alternate)  
Jorge Schneider (Alternate)  
Mohammad Shoaib  
E. Sveinbjornsson  
A. Tasic (Alternate)  
Leonard Waight (Alternate)  
Takeo Yumoto

(c) Alternates not acting as Executive Directors

L. H. E. Bury  
John S. Hooker  
Reino Rossi  
B. R. Shenoy  
Boonma Wongswan

(d) Staff

M. M. Mendels, Secretary  
A. S. G. Hoar, Director of Operations - Europe, etc.  
Leonard B. Rist, Director of Economic Staff  
R. H. Demuth, Director of Technical Assistance and Liaison

Peter G. Ramm, Assistant Treasurer  
Joseph Rucinski, Assistant Director of Operations - Asia, etc.  
S. Aldewereld, Assistant Director of Technical Operations  
Francis R. Poore, Assistant Director of Administration  
Eric Beecroft, Department of Operations - Europe, etc.  
L. G. Butcher, Department of Operations - Europe, etc.  
C. de Beauford, Economic Staff  
Ellsworth E. Clark, Office of the General Counsel  
John C. de Wilde, Department of Operations - Asia, etc.  
Russell H. Dorr, Department of Operations - Asia, etc.  
A. E. Matter, Department of Technical Operations  
H. Prud'homme, Department of Operations - Asia, etc.  
E. Wayne Rembert, Department of Technical Operations  
R. B. J. Richards, Office of the General Counsel  
Murray Ross, Department of Operations - Europe, etc.  
E. Symonds, Office of Public Relations  
S. P. Wheelock, Department of Operations - Europe, etc.  
Lyell Doucet, Office of the Secretary

LOAN TO ITALY - APPROVAL

2. The Executive Directors considered the President's Report and Recommendations, and related documents (R-738) on the proposed loan to Italy, and, on motion duly made and seconded, adopted the following resolution:

RESOLUTION NO. 264

Approval of Loan to Cassa per il Mezzogiorno (Second Cassa Project) in the amount of \$10,000,000 to be guaranteed by Republic of Italy.

(See Annex "A" attached)

3. Mr. Pick expressed appreciation to the Executive Directors for their approval of the loan and to the Management and Staff for their efficient handling of the negotiations.

PAKISTAN

4. Messrs. de Wilde and Prud'homme of the Department of Operations - Asia and Middle East, made an oral report on the Bank's mission to Pakistan.

PROPOSED SWISS BOND ISSUE

5. The Chairman proposed, and the Executive Directors agreed, that the Bank proceed with a franc bond issue in Switzerland, in an amount and on terms to be later determined.

ADJOURNMENT

6. There being no further business, the meeting adjourned at 11:30 a.m.

RESOLUTION NO. 264

Approval of Loan to Cassa per il Mezzogiorno (Second Cassa Project) in the amount of \$10,000,000 to be guaranteed by Republic of Italy.

RESOLVED:

1. THAT, in accordance with the recommendations of the President, dated September 28, 1953, the Bank shall grant a loan to Cassa per opere straordinarie di pubblico interesse nell'Italia meridionale (Cassa per il Mezzogiorno), to be guaranteed by the Republic of Italy, in the principal amount of \$10,000,000, to mature on and prior to November 1, 1978, to bear interest (including commission) at the rate of 5% per annum, and to be upon other terms and conditions substantially in accordance with the terms and conditions set forth in the form of Loan Agreement (Second Cassa Project) between the Bank and Cassa per il Mezzogiorno and the form of Guarantee Agreement (Second Cassa Project) between the Republic of Italy and the Bank which have been presented to this meeting.

2. THAT the rate of commission to be charged in connection with said loan shall be 1% per annum of the principal amount of said loan from time to time outstanding and held or guaranteed by the Bank; that said commission shall be included as part of the interest and service charge on said loan and shall be payable semi-annually on the dates for the payment of said interest and service charge; and that the amount of said commission so paid to the Bank shall be set aside in the special reserve as provided in Section 6 of Article IV of the Articles of Agreement of the Bank.