

AGREEMENT
between the Government of the Union of Soviet Socialist Republics and the
International Investment Bank on Matters Related to the Residence of the
International Investment Bank in the USSR

The Government of the Union of Soviet Socialist Republics and the International Investment Bank,

Seeking to further in every way possible the implementation of the Agreement Establishing the Foundation of the International Investment Bank of 10 July 1970 and the Charter of the Bank,

Desiring to create the most favourable environment for the operations of the International Investment Bank in the USSR,

Taking into account the provisions of Article XIII (clause 3, second paragraph) of the above Agreement,

Desiring to settle all matters arising from the residence of the International Investment Bank in the USSR,

Have agreed as follows:

Article I

Definitions

In this Agreement:

- a) “Government” shall mean the Government of the Union of Soviet Socialist Republics;
- b) “Bank” shall mean the International Investment Bank;
- c) “competent authorities” shall mean appropriate authorities and agencies of the USSR;
- d) “Bank’s premises” and “Bank’s building” shall mean any building or a part thereof (including the accommodating land) in permanent or temporary use by the Bank with consent of the Government or other competent authorities;
- e) “Chairman of the Board” shall mean the Chairman of the Board of the International Investment Bank or other person authorized to act on behalf of the Chairman of the Board;
- f) “officials of the Bank” shall have the meaning assigned in Articles XVII and XVIII of the Agreement Establishing the International Investment Bank.

Article II

Legal Capacity of the Bank and Other Matters Relating to the Operations Thereof in the USSR

1. Pursuant to Article XIII of the Agreement Establishing the International Investment Bank and Article 2 of the Charter the Bank shall be a legal entity entitled to:

- a) enter into international and other agreements and execute any transactions within the specified terms of reference;
- b) acquire, lease and dispose of any property;
- c) appear in court and arbitration;
- d) open branches and representative offices in the country of residence and other countries;
- e) issue instructions and guidelines on matters within the specified terms of reference;
- f) perform other acts aimed at the discharge of assigned duties.

2. Pursuant to Article XV of the Agreement Establishing the International Investment Bank the Bank shall waive legal immunity in any case when acting as a legal entity it enters into relationship of civil law within the USSR. The Bank shall defend all actions which may be brought against it in connection with such activities in Soviet courts and arbitration.

However, security for claims and enforcement of court or arbitration decisions shall only be permitted given an express consent of the Bank.

The Government shall recognize the Bank's procedural rights to defend its interests accorded by the USSR law to Soviet legal entities.

Article III

Location of the Bank

1. The Bank shall be located in the premises as presented in the layout attached to this Agreement. The Government shall grant the premises to the Bank by lease. The lease terms shall be agreed upon by the Chairman of the Board and the competent authorities.

The Bank's location may be changed by mutual consent of the Chairman of the Board and the competent authorities.

Upon consultation with the competent authorities the Bank may at its expense construct a building on the land allocated by the competent authorities and make use of such building. At the request of the Bank and based on an appropriate agreement the competent authorities may undertake the performance of construction, erection and other operations relating to the construction of such building.

Upon removal into the new building the Bank shall surrender its former premises to the competent authorities.

2. Upon consent of the competent authorities the Bank may install and operate television and other communication facilities in the occupied premises.

Article IV

Inviolability of the Premises

According to the Agreement Establishing the International Investment Bank the Bank's premises shall be inviolable. No representatives of the USSR central and local authorities or other persons performing official functions in the USSR shall enter the Bank's premises without the consent of the Chairman of the Board.

Article V

Security of the Premises

1. The competent authorities shall provide for the inside and outside security of the premises as requested by the Chairman of the Board. The cost of such security services shall be borne by the Bank.

2. The competent authorities shall take measures required to prevent damage to the adjacent territory's landscaping and amenities.

Article VI

Maintenance of the Bank

1. At the request of the Chairman of the Board the competent authorities shall provide for the maintenance supply of the Bank, procure construction and household materials, equipment, furniture, stationery, other goods and services required for the building's construction and repair and administrative use, assign specialists and workers for the repairs of the premises, equipment installation, etc.

2. The competent authorities shall be in charge of the repairs and other maintenance of any motor vehicles owned or operated by the Bank.

3. The competent authorities shall procure required utilities and motor vehicles and provide for fire protection of the Bank's facilities.

4. The services referred to in the paragraphs 1 to 3 of this Article shall be performed at the rates and according to regulations applicable in the USSR.

5. According to the Agreement Establishing the International Investment Bank the Bank shall enjoy all privileges with regard to preferential postal, telegraph and telephone services, tariffs and rates that are granted to diplomatic missions in the USSR.

6. Should any of the services referred to in paragraph 3 above be suspended the competent authorities shall treat the Bank equally with similar USSR institutions and take every effort to prevent the disruption of the Bank's operations.

7. At the request of the Chairman of the Board the competent authorities shall provide the Bank with diplomatic courier services available in the USSR for communication with its diplomatic representatives abroad according to the applicable regulations and at applicable rates.

Article VII

Financial Matters

1. The financial operations of the Bank shall not be subject to supervision by the USSR central or local authorities and shall be performed as specified by the Agreement Establishing the International Investment Bank, the Charter and other regulatory documents of the Bank.

2. Pursuant to the Agreement Establishing the International Investment Bank the Bank shall be exempted in the USSR from all direct national and local taxes. This provision shall not apply to charges for utility and other services. The Bank shall also be exempted from customs duties and limitations on import into the USSR and export from the USSR of any items required for its operations.

3. According to the applicable legislation of the USSR the Bank shall pay the competent authorities statutory social security contributions relating to the Bank's employees falling into the technical and maintenance staff category and permanently resident (principally resident) in the USSR.

Article VIII

Passage and Accommodation

1. The competent authorities shall render necessary assistance to any persons arriving in and departing from the USSR on matters of the Bank's business.

2. The Bank may provide its officials with identity papers admitted by the competent authorities as the documents acknowledging the right of such persons to the privileges and immunities granted under the Agreement Establishing the International Investment Bank.

3. The Chairman of the Board shall file with the USSR Ministry of Foreign Affairs a list of the Bank employees who are not the USSR citizens specifying their year of birth, citizenship, title and residence address.

The USSR Ministry of Foreign Affairs shall issue to such employees identity cards to be produced in relations with the USSR authorities.

4. The Chairman of the Board and the competent authorities shall agree upon a list of the Bank officials being the USSR citizens to be temporarily exempted from personal duties.

Article IX

Miscellaneous

1. The Government shall authorize the Bank to publish within the USSR printed matter provided for in Agreement Establishing the International Investment Bank and the Charter according to the publication regulations applicable in the USSR.

2. The Bank shall not sell in the USSR any items or materials imported from other countries without consent of the competent authorities.

3. The Chairman of the Board and the competent authorities may enter into additional agreements necessary for the purpose of implementing this Agreement.

4. All the matters arising in connection with the implementation hereof shall be settled by means of negotiations between the Government and the Bank.

5. This Agreement may be amended by the mutual consent of the Government and the Bank. This Agreement shall become invalid upon the termination of the Bank's operations in the USSR. This Agreement shall become effective upon execution. Done in Moscow on December 23, 1977 in two copies in the Russian language.

FOR AND ON BEHALF OF THE GOVERNMENT OF THE UNION OF SOVIET SOCIALIST REPUBLICS	FOR AND ON BEHALF OF THE INTERNATIONAL INVESTMENT BANK
N. RODIONOV	F. BELICHENKO