

Effected by Exchange of Notes at Seoul December 27, 1974
Entered into force December 27, 1974

**Exchange of Notes between the Government of the Republic of Korea and the
Government of Japan for the Supply to Seoul National University of Laboratorial
Equipments for the College of Engineering of the University**

The Ambassador of Japan to the Minister of Foreign Affairs

Seoul, December 27, 1974

Excellency,

I have the honour to refer to the recent negotiations held between the Government of Japan and the Government of the Republic of Korea in response to the aid request made by the Government of the Republic of Korea to the Government of Japan for the supply to Seoul National University (hereinafter referred to as "the University") of laboratorial equipments for the College of Engineering of the University, and to propose the following arrangements:

1. The Government of Japan will extend to the Government of the Republic of Korea, in accordance with the relevant laws and regulations of Japan and the provisions of the present arrangements, a grant up to five hundred million yen (¥500,000,000), which will be made available during the period between the date of coming into force of the present arrangements and November 30, 1975, unless the period is extended by mutual agreement between the two Governments, in order to provide the University with basic laboratorial equipments for the students' experimental practice (hereinafter referred to as "the equipments").
2. The grant will be used by the Government of the Republic of Korea for the purchase of the equipments which will be products of Japan and of services necessary for the transportation of the equipments to ports of the Republic of Korea under such contracts as may be entered into in Japanese yen between Japanese nationals or juridical persons controlled by Japanese nationals and the Government of the Republic of Korea. Such contracts shall be verified by the Government of Japan to be eligible for the grant.
3. The grant will be executed by the Government of Japan making payment in Japanese yen to cover the obligations incurred under the verified contracts by the Government of the Republic of Korea to an account to be opened in the name of the Government of the Republic of Korea in an authorized foreign exchange bank of Japan designated by the Government of the Republic of Korea (hereinafter referred to as "the Bank").
4. The payments referred to in paragraph 3 will be made when payment requests are presented by the Bank under an authorization to pay issued by the Government of the Republic of Korea.
5. The purpose of the account referred to in paragraph 3 is only to receive the

payments in Japanese yen by the Government of Japan and to pay to Japanese nationals or juridical persons controlled by Japanese nationals.

6. The Government of the Republic of Korea will take all the necessary measures:
 - (a) to bear all the expenses, other than those to be covered by the grant, necessary for the transportation, installation and maintenance of the equipments provided by the grant;
 - (b) to exempt Japanese nationals or juridical persons controlled by Japanese nationals from customs duties, internal taxes and other fiscal levies to be imposed in the Republic of Korea with respect to the supply of the equipments and services under the grant.
 - (c) to ensure prompt unloading a ports of disembarkation and transportation to the University of the equipments provided, by the grant.
7. The procedural details concerning the credit to and the debit from the account referred to in paragraph 3 will be agreed upon through consultation between the Bank and the Government of the Republic of Korea.
8. The two Governments will consult with each other in respect of any matter that may arise in connection with the present arrangements.

I have further the honour to propose that present Note and Your Excellency ' s Note in reply confirming on behalf of the Government of the Republic of Korea the for going arrangements will be regarded as constituting an agreement between the two Governments, which will enter into force on the date of Your Excellency ' s reply.

I avail myself of this opportunity to renew to Your Excellency the assurances of my highest consideration.

/Sgd./
Torao Ushiroku
Ambassador of Japan.

His Excellency
Mr. Dong Jo Kim
Minister of Foreign Affairs
Republic of Korea

The Minister of Foreign Affairs to the Ambassador of Japan

Seoul, December 27, 1974

Excellency,

I have the honour to acknowledge receipt of Your Excellency ' s Note of today ' s

date which reads as follows:

..... (Japanese Note)

I have further the honour to confirm the foregoing arrangements and to agree that Your Excellency 's Note and this Note will be regarded as constituting an agreement between the two Governments, which will enter into force on the date of this reply. I avail myself of this opportunity to renew to Your Excellency the assurances of my highest consideration.

/Sgd./
Dong- Jo Kim
Minister

His Excellency Torao Ushiroku
Ambassador Extraordinary Plenipotentiary
Embassy of Japan
Seoul