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 Shaalib
- 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
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.