

ARTICLE VII

Transfer of Funds

(1) Each Contracting Party shall guarantee to any investor of the other Contracting Party the prompt transfer of, in particular:

- (a) the returns accruing from any investment;
- (b) the proceeds of the total or partial liquidation of any investment;
- (c) funds in repayment of loans related to an investment;
- (d) the corresponding part of wages and other remuneration accruing to a citizen of that other Contracting Party who was permitted to work in connection with an investment in the territory of the former Contracting Party; and
- (e) any compensation owed to an investor by virtue of Articles V or VI of this Agreement;

in any convertible currency agreed upon between the investor and the Contracting Party concerned at the exchange rate on the day of the transfer.

For the purpose of this paragraph, prompt transfer means transfer on a pro rata basis within a period not exceeding two years.

(2) In cases where exceptional balance of payments difficulties exist, and then for a period not exceeding eighteen months, the Contracting Party shall guarantee the transfer of any amount mentioned in paragraph (1) of this Article on a pro rata basis, provided that the total period for the transfer does not exceed five years.

(3) The Contracting Parties undertake to accord to transfers referred to in paragraph (1) of this Article a treatment no less favourable than that accorded to transfers originating from investments made by investors of any third State.

ARTICLE VIII

Subrogation

(1) If a Contracting Party or any agency thereof makes a payment to any of its investors under a guarantee or insurance it has contracted in respect of an investment, the other Contracting Party shall recognize the validity of the subrogation in favour of such Contracting Party or agency thereof to any right or title held by the investor.