


CANADA



AGREEMENT BETWEEN THE GOVERNMENT OF CANADA AND THE GOVERNMENT OF THE HUNGARIAN PEOPLE'S REPUBLIC RELATING TO THE SETTLEMENT OF FINANCIAL MATTERS

The Government of Canada and the Government of the Hungarian People's Republic have agreed as follows:

ARTICLE I

The Hungarian Government shall pay to the Canadian Government the lump sum of \$1,100,000.00 Canadian, i.e. one million, one hundred thousand Canadian dollars in full and final settlement of the claims of the Canadian Government and Canadian citizens against the Hungarian Government and Hungarian citizens' in respect of:

- (1) property, rights and interests, whether legally or beneficially owned, including debts, other than bonded debts, affected directly or indirectly by Hungarian measures of nationalization, expropriation, state administration or other similar measures arising out of structural changes in the Hungarian economy and regulations made or administrative action taken thereunder which have taken effect before the date of this Agreement; and
- (2) debts arising out of contracts of insurance concluded on or before December 7, 1941, which are due from Hungarian citizens; and
- (3) shares in Hungarian banking companies affected by the Hungarian Law No. XXX of December 1, 1947, being shares which from the date of that law up to the date of this Agreement have been continuously owned by Canadian citizens; and
- (4) obligations arising out of Articles 24 and 26 of the Treaty of Peace with Hungary of February 10, 1947⁽¹⁾; and
- (5) obligations arising out of Articles 231 and 232 of the Treaty of Trianon of June 4, 1920.

ARTICLE II

Payment of the sum mentioned in Article I shall be made in five equal annual instalments, the first being made by the Hungarian Government within two months from the date of coming into force of this Agreement and the remaining four equal instalments at intervals of twelve months from the date of the first payment.

ARTICLE III

For the purpose of this Agreement:

- (1) "Canadian citizens" shall mean:
 - (i) physical persons who, on the date of the signature of this Agreement, are citizens of Canada; and
 - (ii) corporations or other juridical persons who, on the date of the signature of this Agreement, are incorporated or constituted under the laws of Canada;

⁽¹⁾ Treaty Series 1947 No. 5