

CI/2/M5

MINUTES OF FIFTH MEETING OF COMMITTEE 2 OF COMMISSION I

July 7, 1944, 2:30 p.m.

The Chairman read the procedural Decisions of the Steering Committee (Document 175) and urged the necessity of handling all items with dispatch.

The Committee continued its discussion of Article IV, Par Values of Member Currencies.

On Section 5, it was decided to report to the Commission the differences of view indicated in Alternatives A (p. 18, Document SA/1), B (p. 18a) and C (p. 18b).

On Section 6, (p. 19) the Chairman announced that the last paragraph of Document 166 had been misplaced and was intended to be an addition to Section 6. The Committee approved Section 6 as thus amended.

On Section 7, Alternative A (p. 20) was approved with the suggestion that the word "however" in line 5 be deleted.

The Committee discussed Article V, Capital Transactions.

On Section 1, Alternative A (p. 21) was approved with the amendment that the words "make net" be inserted between the words "not" and "use" in line 1 and that the word "of" be inserted between the words "use" and "the" in line 1. On Section 2, Alternative A (p. 22) was approved with the amendment that the words underscored in line 1 be replaced by the following: "Members may exercise such controls as are necessary to regulate international capital movements".

The Committee deferred discussion of Article VI, Apportionment of Scarce Currencies (p. 23a).

At its next meeting the Committee will receive reports from the ad hoc and the asterisk subcommittees and will reconsider items that were deferred at earlier meetings.

205