

CIA HISTORICAL REVIEW PROGRAM
RELEASE AS SANITIZED

4532

1998
~~SECRET~~

25 November 1966

MEMORANDUM FOR: Mr. Jerome Forrest
Agency for International Development
Room 209, State Annex 9

SUBJECT : Less Developed Country Outstanding Indebtedness
to the Soviet Bloc for Economic Aid and
Estimated Scheduled Repayments

1. Attached are tables that, together with the copy of the memo I sent you on 23 November, should answer most of your questions concerning less developed country indebtedness and repayments to the Soviet Bloc. Military repayments schedules are not included as they are not available at the moment.

2. In each case I have provided basic data rather than answers to the few specific questions you posed. These should supply you with a broader base from which to draw on for presenting any number of relationships.

3. I want to repeat that all of these data are rough estimates and your reports should identify them as such. They are meant to give orders of magnitude rather than exact amounts. In the case of the East European figures, they are rounded off to the nearest thousand to approximate what interest payments are due, but in presentation they should be rounded. The repayment estimates for East European countries were derived by using average terms rather than specific terms for individual loans and in most cases are based on total annual drawings. Nevertheless, the updated figures coincide very closely with previous estimates that were based on more refined data.

4. In your discussion, these figures should be identified as Estimated Scheduled Repayments — what we think the recipients are obliged to repay — but not necessarily what they are paying.

~~SECRET~~

GROUP 1
Excluded from automatic
downgrading and
declassification

~~SECRET~~

Estimated Scheduled Repayments of Principal and Interest
to the USSR by the Less Developed Countries
1957-1968

Million US \$

	<u>Total</u>	<u>Principal</u>	<u>Interest</u>
Total	<u>911</u>	<u>691</u>	<u>220</u>
1957	1	1	a/
1958	5	4	1
1959	13	10	3
1960	21	16	5
1961	27	20	7
1962	38	28	10
1963	55	42	13
1964	90	70	20
1965	115	90	25
1966*	153	115	38
1967*	180	135	45
1968*	213	160	53

* Projected.

a. Less than \$500,000.

Projections of Debt Outstanding a/
on Less Developed Country Indebtedness to the USSR

Million US \$

	<u>Total Net Indebtedness</u>
End of 1965	1,535
End of 1966	1,820
End of 1967	2,135
End of 1968	2,425

a. Grants have been excluded from drawings data,
contained in EIC R14, to compute net indebtedness.

~~SECRET~~

~~SECRET~~

Total Estimated Scheduled Repayments of Principal and Interest
by Less Developed Countries to East European Countries
1957-1968

Million US \$

	<u>Total</u>	<u>Principal</u>	<u>Interest</u>
Total	<u>417.2</u>	<u>372.4</u>	<u>44.8</u>
Bulgaria	7.3	6.8	0.5
Czechoslovakia	203.1	183.1	20.0
Romania	24.3	21.7	2.6
Poland	102.0	87.2	14.8
East Germany	55.3	50.1	5.2
Hungary	25.2	23.5	1.7

~~SECRET~~

~~SECRET~~

Total Estimated Scheduled Repayments of Less Developed Countries
to East European Countries
1957-1968

Million US \$

<u>Year</u>	<u>Total</u>	<u>Poland</u>	<u>East Germany</u>	<u>Hungary</u>	<u>Bulgaria</u>	<u>Czecho- slovakia</u>	<u>Rumania</u>
Total	<u>417.2</u>	<u>102.0</u>	<u>25.3</u>	<u>25.2</u>	<u>7.3</u>	<u>203.2</u>	<u>24.3</u>
1957	1.7		0.2			1.5	
1958	5.9		1.6	0.7		3.6	
1959	11.2	0.4	2.9	1.2		6.7	
1960	14.8	1.0	3.6	1.1		8.6	0.5
1961	19.2	2.4	3.7	1.4		10.8	0.9
1962	24.0	3.7	5.1	1.6		12.1	1.5
1963	32.1	8.6	5.2	1.6	0.5	14.6	1.6
1964	35.8	9.7	6.2	1.5	0.5	16.3	1.6
1965	48.8	12.3	6.5	2.1	0.8	24.0	3.1
1966*	63.5	16.9	7.0	3.5	1.4	30.7	4.0
1967*	72.4	21.4	6.5	4.6	2.0	35.1	4.8
1968*	85.8	25.6	6.8	5.9	2.1	39.1	6.3

* Projected.

~~SECRET~~