

MEMORANDUM

THE WHITE HOUSE
WASHINGTON

INFORMATION

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July 6, 1971

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Staff
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MEMORANDUM FOR GENERAL HAIG

FROM: Samuel M. Hoskinson *Sam*

SUBJECT: Status of World Bank Loans to Pakistan

You asked about the current status of World Bank lending to Pakistan.

According to AID, the Bank is presently holding up action on three loans because of operational problems and poor prospects for repayment.

1. World Bank loan of \$10 million for the Karachi Electric Supply project.
2. IDA soft loan of \$25 million for rehabilitation and reconstruction in the area of East Pakistan struck by the cyclone last winter.
3. IDA \$11 million loan (to be matched by another \$11 million from Sweden) for construction of grain storage facilities in East Pakistan.

There is apparently very little chance of the World Bank taking positive action on any of these loans in the near future.

AID REVIEWED 19 NOV 2009 NO OBJECTION TO DECLASSIFICATION

JOHN J. HARTER

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