



Security Council

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LETTER DATED 19 DECEMBER 1990 FROM THE PERMANENT REPRESENTATIVE OF
CZECHOSLOVAKIA TO THE UNITED NATIONS ADDRESSED TO THE PRESIDENT OF
THE SECURITY COUNCIL

I have the honour to reaffirm that the Czech and Slovak Federal Republic has adopted concrete measures aimed at strict implementation of Security Council resolution 661 (1990), which are contained, *inter alia*, in Security Council document S/AC.25/1990/9. However, this position entails considerable negative consequences for the Czechoslovak economy exactly at the time of a resolved transition to the principles of market economy. Therefore, the Czech and Slovak Federal Republic has exercised its right and consulted, in accordance with Article 50 of the Charter, on the possibilities of alleviating its economic losses.

Following up to my letter of 2 October 1990 (S/21837), I wish to present some additional information in this regard:

Loss incurred in 1990

(In United States dollars)

Frozen assets of Czechoslovak foreign trade corporations in Iraq and Kuwait	586 million
Failed contracts due to the embargo	403 million
Effects of oil price increases on Czechoslovak balance of payments in freely convertible currencies	<u>592 million</u>
Total	<u>1 581 billion</u>

The overall value of contracts under preparation with Iraq and Kuwait is estimated to be 2 billion Czechoslovak koruny (about \$US 120 million).

Loss in 1991

The minimum estimated loss for 1991 caused by increased oil prices is \$US 1 billion.

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English

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I should be grateful if the text of this letter could be circulated as a document of the Security Council.

(Signed) Eduard KUKAN
Ambassador
Permanent Representative

