Tray

DEPARTMENT OF STATE

OUTGOING TELEGRAM

DIVISION OF COMMUNICATIONS AND RECORDS

BAS VIA WAR DEPARTMENT

This telegram must be paraphrased before being communicated to anyone other than a Government Agency. ([illegible])

August 8, 1944

DEPARTMENT OF STATE
DIVISION OF

CONTROL COPY

1944 AUG 10 AM 11 09

4 - War Ref
Bd (Mr Pehle)

~~[illegible]~~ US URGENT

COMMUNICATIONS AND RECORDS (LIAISON)

ALLEGATION,

TEHRAN.

484

From Marcel Wagner to Axel Ludvigsen.

The number of this message is 0064. From your first message of the 4th of August, number mutilated, we understand that the James agreement is being followed by you. As we stated in our message 0063, this is in accord with our ideas. May I stress the importance of your prefixing to the proposal the preamble in the James agreement adapting it to conditions locally.

Insertions or changes in margin numbered paragraphs of the James agreement should be made in the proposal as follows:

Paragraph 4. As per our message number 0058, use your own judgment as to the reducing the area.

Paragraph 15. 250,000 and 500,000. This answers the question your message.

Paragraph 17. 30 percent and 30 percent.

Paragraph 20. 12 1/2 percent and 15 percent.

Paragraph 22. 100,000 barrels.

Paragraph 23. At the end of the first sentence add: "and shall be made in American dollars except in such cases where the company may be compelled to accept payment for its products in currency other than American in which case the company shall

have

have the option of settling in such other currency".

Paragraph 26. To this paragraph add paragraph 26 1/2. Provide a payment of 20 percent net profit available to the common stock of the operating company.

Paragraph 41. $30,000. To the end of this paragraph add following: "Graduates of such training program who prove to be deserving shall after sufficient experience be rewarded with managerial or submanagerial positions".

Paragraph 47. Paragraph 47 1/2 to be added to this. Provide appointment of a representative of the Government the same as Amiranian 17th article.

Paragraph 61. At the end of this paragraph add as follows: "or any taxes higher proportionately than taxes paid by other companies engaged in the same business". Also add paragraph 61 1/2 as follows: "Upon request of Government or company at any time the parties will mutually agree on fixed payments to the Government in lieu of all taxes which payments shall not be higher proportionately than similar payments then being made by other companies engaged in the same business and if parties fail to agree on amounts of such payments within a reasonable time such payments shall be fixed by arbitration".

STETTINIUS
Acting (JCS)

Our message 0065 will follow with more information.

PAB:TT:FL

ME NEA