

NASSAU, FREEPORT

COOPERS & LYBRAND

CHARTERED ACCOUNTANTS

TELEPHONE: AREA CODE (809) (32) 21061
TELEGRAMS: COLYBRAND
TELEX: NS 256

POST OFFICE BOX N596,
2ND FLOOR,
CHARLOTTE HOUSE,
CHARLOTTE STREET,
NASSAU, BAHAMAS

IN PRINCIPAL AREAS
OF THE WORLD

6th December 1978

Mr. Pierre Siegenthaler
Cisalpine Overseas Bank Limited
IBM House
P. O. Box ES 6347
Nassau, Bahamas

Dear Pierre,

ISTITUTO PER LE OPERE DI RELIGIONE (IOR)

I am writing to confirm our discussions last week with regard to a possible note setting out your bank's relationship with the above named customer. You are aware that we consider that it would be good accounting practice for a note along the lines previously forwarded to you to be included in the financial statements. You have advised us that the Directors do not wish such a note to appear in the financial statements.

I am accordingly writing to advise you that in these circumstances, provided we can satisfy ourselves on the recoverability of the debt due by your customer to the bank, we will not insist on disclosure. This position applies not only to this year but also to subsequent years provided:-

- (a) The situation between the customer and your bank does not alter materially, and
- (b) Future accounting standards do not require us to make such a disclosure.

There remains the problem of our being able to satisfy ourselves as to the recoverability of the debt due by your customer to the bank. As we have discussed with you previously, whilst all indications are that your customer is good for its commitments, we have been unable to see such underlying financial information as would normally be available to us to satisfy ourselves on a debt of this magnitude. In the circumstances, I would appreciate it if a meeting could be set up for me with Dr. Marcinkus next time I am in Rome or, alternatively, if there is to be a Cisalpine Board meeting in Nassau during 1979, at that time.

/Continued.

67943

Mr. Pierre Siegenthaler
6th December 1978
Page 2

As you know, I am likely to be in Rome sometime prior to the end of June next year on other business and can advise you of the specific dates in advance.

Yours sincerely,



Graham C. Garner.

GCG/ash
GE 1430

Su Eccellenza e stata
preavvisata e sarebbe d'accordo
di ricevere il sig. Garner

67944