



No. 1154. EXCHANGE OF NOTES CONSTITUTING A TRADE AGREEMENT<sup>1</sup> BETWEEN HIS MAJESTY'S GOVERNMENT IN THE UNITED KINGDOM OF GREAT BRITAIN AND NORTHERN IRELAND AND THE GOVERNMENT OF THE UNITED STATES OF BRAZIL. RIO DE JANEIRO, 3 AUGUST 1949

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I

*The Brazilian Minister for Foreign Affairs to His Majesty's  
Ambassador at Rio de Janeiro*

TRANSLATION<sup>2</sup> — TRADUCTION<sup>3</sup>

Rio de Janeiro, 3rd August, 1949

Mr. Ambassador,

In accordance with the provisions of the Trade and Payments Agreement signed by the Governments of Brazil and of the United Kingdom of Great Britain and Northern Ireland on the 21st May, 1948,<sup>4</sup> I have the honour to communicate to Your Excellency the approval by the Brazilian Government of the Schedules of commodities, goods or products (Trade Schedules 1 and 2) prepared by the fully authorized representatives of the two Governments as a basis for trade between their respective countries during the year, 1949.

2. At the same time, my Government agrees that the intentions of the said Agreement shall be maintained in the terms of the following dispositions :—

- (a) The Government of the United States of Brazil and the Government of the United Kingdom of Great Britain and Northern Ireland shall do what is possible to grant, when applied for in a regular manner, the necessary export and import licences for the commodities, goods or products set out in the annexed Trade Schedules 1 and 2, the acquisition of which shall be subject as a matter of course, in each case, to agreement on price and quality, having always in mind the basic principle of reasonable equilibrium in the current movement of sterling payments as laid down in the Agreement referred to above.

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<sup>1</sup> Came into force on 3 August 1949, by the exchange of the said notes, and, according to their terms, became operative retroactively as from 1 January 1949.

<sup>2</sup> Translation by the Government of the United Kingdom.

<sup>3</sup> Traduction du Gouvernement du Royaume-Uni.

<sup>4</sup> United Nations, *Treaty Series*, Vol. 66, p. 121, and Vol. 83.

- (b) The annexed Trade Schedules shall remain in force until the 31st December, 1949. However, in order that trade between the two countries shall suffer no interruption during the course of the negotiations for a new trade agreement for the year 1950, they shall serve as a basis for trade relations between Brazil and the United Kingdom of Great Britain and Northern Ireland until the 31st March, 1950, unless notice of their termination shall have been given by either Government not later than the 30th November, 1949. If the said Schedules remain in force during the first three months of 1950, the quantities or values applicable shall be equal to one-quarter of the quantities or values set out therein.
- (c) It continues to be understood, subject to formal agreement to the contrary, that the products originating in the country of either of the Contracting Parties when imported by the country of the other Party under the régime of the present Agreement and within the quantities or values set out in the respective Trade Schedules annexed, shall be destined exclusively for internal consumption or processing in the importing country.

3. I have the honour further to propose that this Note and Your Excellency's reply to that effect shall constitute an agreement between our respective Governments, which shall operate as though it had come into force on 1st January, 1949.

I avail, &c.

(Signed) Raul FERNANDES

#### SCHEDULE No. 1

	£
1. Petroleum, petroleum products . . . . .	7,486,000
2. Coal . . . . .	875,000
3. Pottery, glass, abrasives (including fireclay and firebricks) . . . . .	1,000,000
of which :	
Abrasives . . . . .	£5,000
Cement . . . . .	100,000 tons
4. Iron, steel and manufactures thereof . . . . .	1,100,000
of which :	
Tinplate . . . . .	3,000 tons
5. Non-ferrous metals, and manufactures thereof . . . . .	1,000,000
of which :	
Tin, subject to allocation by Combined Tin Committee . . . . .	1,000 tons
6. Chemical and pharmaceutical products, dyestuffs and colours . . . . .	2,000,000
of which :	
Caustic soda . . . . .	20,000 tons
Soda ash . . . . .	30,000 "
7. Cotton thread for sewing, embroidery and crochet, and cotton yarn of special types . . . . .	1,150,000
8. Woollen yarn, tissues . . . . .	1,250,000
9. Linen yarn and thread, linen tissues and other textiles . . . . .	1,800,000

10. Agricultural machinery and implements . . . . .	1,000,000
11. Electrical appliances, parts and accessories . . . . .	1,300,000
12. Machinery, general, including textile machinery . . . . .	7,250,000
13. Locomotives, wagons, ships, aircraft, vehicles and parts . . . . .	8,000,000
14. Food, beverages . . . . .	700,000
15. Cutlery, hardware and implements, excluding hand tools for agricultural purposes . . . . .	750,000
16. Paper and cardboard . . . . .	500,000
17. Miscellaneous . . . . .	1,100,000

## NOTES

1. Estimates are based on the best information available to the United Kingdom Delegation in March 1949, and are subject to revision in the light of further information.

2. It is understood that in all cases the amounts specified are conditional on agreement between buyer and seller on quality and price.

3. The commodities and quantities set out above are not necessarily exhaustive and may be supplemented during 1949, as may be determined when convenient.

4. With the exception of petroleum and petroleum products, purchases from the rest of the Scheduled Territories are not included in the above schedule. Petroleum and petroleum products comprise purchases from United Kingdom oil producing companies (that is oil producing companies the control of which is exercised through their offices in the United Kingdom) or their associate companies.

## SCHEDULE No. 2

*Raw Materials*

	£
1. Raw materials of animal origin . . . . .	3,835,000
of which :	
Glue, gluestock, hoofs, horns . . . . .	480 tons
Hair, hog bristles . . . . .	300 "
Hides . . . . .	24,830 "
Miscellaneous skins . . . . .	500 "
Dried blood . . . . .	3,500 "
Beeswax . . . . .	200 "
2. Timber . . . . .	1,873,000
of which :	
Softwood . . . . .	20,000 standards
Hardwood . . . . .	800,000 cubic feet
Plywood . . . . .	14,960 cubic metres
Miscellaneous timber . . . . .	719 tons
3. Other raw materials of vegetable origin . . . . .	1,859,000
of which :	
Balata . . . . .	650 tons
Vegetable waxes . . . . .	1,300 "
Tung oil . . . . .	1,500 "
Fibres, chiefly piassava . . . . .	£160,000
Ipecacuanha . . . . .	30 "
Menthol . . . . .	50 "
Tobacco . . . . .	£400,000
4. Textile materials . . . . .	14,507,000
of which :	
Raw cotton . . . . .	70,000 tons
Cotton linters . . . . .	15,000 "
Cotton waste . . . . .	2,850 "
Ramie . . . . .	200 "

5. Raw materials of mineral origin . . . . .		807,000
of which :		
Mica . . . . .	120 tons	
Diamonds . . . . .	£500,000	
Miscellaneous metals . . . . .	302 "	
Rock quartz . . . . .	170 "	
Quartz crystals . . . . .	8 "	
Tungsten ore . . . . .	100 "	
<i>Foodstuffs, Beverages and Feeding Stuffs</i>		
6. Vegetable oils, essential oils . . . . .		1,785,000
of which :		
Cottonseed oil . . . . .	7,500 tons	
Peanut oil . . . . .	5,000 "	
Sassafras . . . . .	62 "	
Bois de Rose oil . . . . .	10 "	
Peppermint Arvensis . . . . .	100 "	
7. Food and Feeding Stuffs of vegetable origin . . . . .		7,138,500
of which :		
Rice, subject to allocation by the International Emer- gency Food Council . . . . .	15,000 tons	
Cocoa . . . . .	2,380 "	
Coffee . . . . .	£2,400,000	
Sugar . . . . .	£750,000	
Oranges . . . . .	£850,000	
Citrus juice . . . . .	£60,000	
Shelled peanuts . . . . .	8,000 "	
Brazil nuts . . . . .	£400,000	
Soya beans . . . . .	10,000 "	
Peanut cake . . . . .	20,000 "	
Cotton cake . . . . .	20,000 "	
Maize . . . . .	15,000 "	
8. Foodstuffs of animal origin . . . . .		1,545,000
of which :		
Carcase meat, offals and industrialized meat . . . . .	£1,500,000	
Hog casings . . . . .	50 tons	

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## II

*His Majesty's Ambassador at Rio de Janeiro to the Brazilian Minister  
for Foreign Affairs*

BRITISH EMBASSY

Rio de Janeiro, 3rd August, 1949

Your Excellency,

I have the honour to acknowledge the receipt of your Note of to-day's date, in which Your Excellency proposes the conclusion of an Agreement in the following terms :—

[*See translation of note I*]

In reply I have the honour to inform Your Excellency that His Majesty's Government in the United Kingdom concurs in the Agreement referred to in the terms set forth above and this reply shall be regarded as constituting an Agreement between our two Governments in this matter.

I avail, &c.

(Signed) Nevile BUTLER