## No. 2773

# UNITED STATES OF AMERICA and PAKISTAN

Agreement regarding United States emergency wheat aid to Pakistan. Signed at Washington, on 25 June 1953

Official text: English.

Registered by the United States of America on 1 March 1955.

## ETATS-UNIS D'AMÉRIQUE et PAKISTAN

Accord relatif à des envois de secours de blé américains au Pakistan. Signé à Washington, le 25 juin 1953

Texte officiel anglais.

Enregistré par les États-Unis d'Amérique le 1er mars 1955.

No. 2773. AGREEMENT<sup>1</sup> BETWEEN THE GOVERNMENT OF THE UNITED STATES OF AMERICA AND THE GOVERNMENT OF PAKISTAN REGARDING UNITED STATES EMERGENCY WHEAT AID TO PAKISTAN. SIGNED AT WASHINGTON, ON 25 JUNE 1953

The Governments of the United States of America and Pakistan:

Recognizing that starvation and mass suffering are threatened by famine conditions in Pakistan;

Considering that the Government of the United States of America has adopted legislation authorizing food assistance to the Government of Pakistan to meet such emergency;<sup>2</sup>

Desiring to set forth the understandings which govern the furnishing of such assistance by the Government of the United States of America, the receipt of such assistance by the Government of Pakistan, and the measures which the two Governments will take individually and together in furtherance of the above objective;

Have agreed as follows:

### Article I

The Government of the United States of America will, subject to the terms and conditions of the legislation authorizing such assistance, furnish to the Government of Pakistan not to exceed 1,000,000 long tons of wheat, of which not to exceed 700,000 long tons of wheat will be provided immediately in the form of a grant in order to alleviate starvation and mass suffering threatened by famine conditions in Pakistan, and not to exceed 300,000 long tons will be provided on such terms and conditions as may be agreed upon as a reserve supply to supplement such emergency assistance. Subject to availability of funds the Government of the United States of America will defray the dollar costs of ocean transportation. The Government of Pakistan will be responsible for the non-dollar costs of ocean transportation and in this regard undertakes to exert its best efforts to provide shipping for 50 percent of the tonnage of the wheat transferred to it under this Agreement.

<sup>&</sup>lt;sup>1</sup> Came into force on 25 June 1953, as from the date of signature, in accordance with article VII.
<sup>2</sup> United States of America: 67 Stat. 80.

#### Article II

In order to ensure maximum benefits to the people of Pakistan from assistance to be furnished hereunder by the Government of the United States of America, the Government of Pakistan undertakes to:

- (a) Distribute the supplies of wheat made available pursuant to this Agreement and similar supplies obtained within or outside Pakistan by the Government of Pakistan and the State or Provinces of Pakistan among the people of Pakistan without discrimination, and to provide supplies made available under this Agreement free of cost to persons who, by virtue of circumstances beyond their control, are unable to pay for them.
- (b) To pursue all appropriate measures to reduce its relief needs and to increase production and supply and improve distribution of foodstuffs within Pakistan so as to lessen the danger of similar emergencies in the future.

#### Article III

- 1. Recognizing that the value to Pakistan of the assistance program will be enhanced by the expenditure of local currency derived from this aid rendered by the Government of the United States of America, the Government of Pakistan will establish in its own name a Special Account in the State Bank of Pakistan (hereinafter called the "Special Account"), and will deposit in this account promptly amounts of local currency equivalent to the sums accruing after deducting its inland and ocean transportation expenses and handling costs to the Government of Pakistan and to the State or Provinces of Pakistan from the sale of wheat supplied under this Agreement on a grant basis, or otherwise accruing to the Government of Pakistan and the States or Provinces of Pakistan as a result of the import of such wheat. The Government of Pakistan may at any time make advance deposits in the Special Account.
- 2. The Government of Pakistan will allocate to the use of the Government of the United States 5 percent of the local currency from the Special Account for local currency requirements of the United States Government including administrative and operating expenses in Pakistan in connection with assistance supplied by the United States.
- 3. The Government of Pakistan may draw upon any remaining balance in the Special Account as may be agreed upon by the Government of the United States of America and the Government of Pakistan for the benefit of the people of Pakistan in programs to increase food production and in other projects and programs in the mutual interest of the United States of America and Pakistan, including use to establish revolving loan funds where desirable.

#### Article IV

- 1. The Governments will, upon request of either of them, consult regarding any matter relating to the application of this Agreement or operations thereunder. The Government of Pakistan will provide such information as may be necessary to carry out the provisions of this Agreement, including statements on the use of assistance received hereunder and other relevant information which the Government of the United States of America may need to determine the nature and scope of its operations under this Agreement and to evaluate the effectiveness of assistance furnished or contemplated.
- 2. The Government of Pakistan will give full and continuous publicity in Pakistan to the objectives and progress of the program under this Agreement, including information to the people of Pakistan that this program is evidence of the friendship of the people of the United States of America for them, and will make public each quarter full statements of operations hereunder, including information as to the use of assistance received.

### Article V

The Government of Pakistan agrees to receive persons designated by the Government of the United States of America to discharge the responsibilities of the Government of the United States of America under this Agreement and to permit such persons to observe without restriction the distribution in Pakistan of wheat made available hereunder, including the provision of facilities necessary for observation and review of the carrying out of this Agreement and the use of assistance furnished under it. Upon appropriate notification from the Government of the United States of America, the Government of Pakistan will consider such persons as part of the Technical Cooperation Administration mission in the Embassy of the United States of America in Pakistan for the purpose of enjoying the privileges and immunities accorded to that Mission and its personnel of comparable rank.

## Article VI

All or any part of the assistance provided hereunder may be terminated by the Government of the United States of America if it is determined that because of changed conditions continuation of assistance is unnecessary or undesirable. Termination of assistance under this provision may include the termination of deliveries of all wheat scheduled hereunder and not yet delivered.

#### Article VII

This Agreement shall take effect on the date of signature.

Done at Washington this twenty-fifth day of June, 1953.

For the Government of the United States of America:

John Foster Dulles
Secretary of State
of the United States of America

For the Government of Pakistan:

S. AMJAD ALI Ambassador at large for the Government of Pakistan