

No. 9352

ISRAEL
and
UNITED STATES OF AMERICA

Agreement for the sales of agricultural commodities (with annex). Signed at Washington, on 29 March 1968

Official text: English.

Registered by Israel on 16 December 1968.

ISRAËL
et
ÉTATS-UNIS D'AMÉRIQUE

**Accord relatif aux ventes de produits agricoles (avec annexe).
Signé à Washington, le 29 mars 1968**

Texte officiel anglais.

Enregistré par Israël le 16 décembre 1968.

No. 9352. AGREEMENT¹ BETWEEN THE GOVERNMENT OF ISRAEL AND THE GOVERNMENT OF THE UNITED STATES OF AMERICA FOR THE SALES OF AGRICULTURAL COMMODITIES. SIGNED AT WASHINGTON, ON 29 MARCH 1968

The Government of Israel and the Government of the United States of America have agreed to the sales of agricultural commodities specified below. This agreement shall consist of the Preamble, Parts I and III, and the Dollar Credit Annex of the agreement² signed August 4, 1967, together with the following Part II :

PART II

PARTICULAR PROVISIONS

Item I. Commodity Table :

<i>Commodity</i>	<i>Supply Period (United States Calendar Year)</i>	<i>Approximate Maximum Quantity (Metric Tons)</i>	<i>Maximum Export Market Value (Millions)</i>
Feedgrains	1968	300,000	\$ 15.7
Wheat and/or wheat flour	1968	150,000	9.3
Vegetable oil	1968	15,000	3.3
Tobacco	1968	200	.3
Ocean Transportation (estimated)			1.8
			TOTAL \$ 30.4

Item II. Payments Terms :

Dollar Credit

1. Initial Payment : 5 percent.
2. Number of Installment Payments : 19.
3. Amount of each Installment Payment : Approximately equal annual amounts.
4. Due Date of First Installment Payment : Two years after the date of last delivery of commodities in any calendar year.

¹ Came into force on 29 March 1968 by signature, in accordance with Part III (B).

² See p. 100 of this volume.

5. Initial Interest Rate : 2 percent
6. Continuing Interest Rate : 2 ½ percent.

Item III. Usual Marketing Table :

<i>Commodity</i>	<i>Import Period (United States Calendar Year)</i>	<i>Usual Marketing Requirement (Metric Tons)</i>
Feedgrains	1968	250,000
Wheat and/or wheat flour	1968	130,000
Edible vegetable oils.	1968	22,000 (of which at least 17,000 metric tons shall be imported from the United States of America)
Tobacco	1968	1,500

Item IV. Export Limitations :

A. Export Limitation Period

With respect to each commodity financed under this agreement, the export limitation period for the same or like commodity shall be United States calendar year 1968 or any subsequent United States calendar year during which said commodity financed under this agreement is being imported and utilized.

B. For the purposes of Part I, Article III A 3, of the agreement the commodities considered to be the same as, or like, the commodities imported under this agreement are :

Feedgrains, including rye, corn, grain sorghums, barley, oats and products thereof, except seeds, animal products and industrial products.

Wheat, wheat flour, bran, bulgur and/or rolled wheat.

Edible vegetable oils and oilseeds, including peanut, soybean, olive, sunflower and cottonseed oils, and products thereof.

C. Permissible Exports

During United States calendar year 1968 :

1. Israel may export 25,000 metric tons of edible vegetable oils (including oil equivalent of edible oil-bearing seeds) to countries friendly to the United States of America, provided that for each ton of edible vegetable oils exported, including oil equivalent of edible oil-bearing seed, the Government of Israel will

purchase commercially from the United States of America an equivalent amount of edible vegetable oil or edible oil bearing seeds calculated on an oil extraction rate of 17.5 percent in addition to the usual marketings.

2. Israel may export soybean oil meal, sunflower seeds and peanuts (not for crushing), edible olives, olive oil, desiccated coconut meat and industrial oils and oilseeds without offsetting purchase requirements.

3. Israel may export margarine and/or shortening provided the Government of Israel purchases commercially from the United States of America an amount of edible vegetable oil or edible oil bearing seeds equivalent to the edible oil content of the margarine and/or shortening exported. This purchase will be in addition to the usual marketing requirement. The extraction rate of edible oil bearing seeds to be used in calculation of the equivalent amount of edible oil contained in the margarine and/or shortening will be 17.5 percent

4. Israel may export barley malt and up to \$150,000 worth of corn starch.

Item V. Self-Help Measures :

As part of a continuing policy of strong efforts to encourage agricultural self-help, the Government of Israel is undertaking to :

1. Further increase food production through intensive use of existing croplands;
2. Improve the facilities for the storage and distribution of food commodities; and
3. Continue emphasis on adaptive research to develop new high yielding crop varieties.

Item VI. Economic Development Purposes for Which Proceeds Accruing to Importing Country are to be Used :

For purposes specified in Item V and for other economic development purposes as may be mutually agreed upon.

IN WITNESS WHEREOF, the respective representatives, duly authorized for the purpose, have signed the present agreement.

DONE at Washington, in duplicate, this twenty-ninth day of March, 1968.

For the Government of Israel :

Y. RABIN

For the Government of the United States of America :

LUCIUS D. BATTLE