

No. 10263

**UNITED STATES OF AMERICA
and
ISRAEL**

**Agreement for sales of agricultural commodities (with annex).
Signed at Washington on 17 January 1969**

Authentic text: English.

Registered by the United States of America on 3 February 1970.

**ÉTATS-UNIS D'AMÉRIQUE
et
ISRAËL**

**Accord relatif à la vente de produits agricoles (avec annexe).
Signé à Washington le 17 janvier 1969**

Texte authentique: anglais.

Enregistré par les États-Unis d'Amérique le 3 février 1970.

AGREEMENT¹ BETWEEN THE GOVERNMENT OF THE UNITED STATES OF AMERICA AND THE GOVERN- MENT OF ISRAEL

The Government of the United States of America and the Government of Israel have agreed to the sale of agricultural commodities specified below. This agreement shall consist of the Preamble, Parts I and III, and the Dollar Credit Annex of the Agreement signed August 4, 1967², 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	1969	300,000	\$15.6
Wheat	1969	200,000	12.8
Edible Vegetable Oil	1969	15,000	3.1
Tobacco	1969	200	.4
Ocean Transportation (estimated)			1.6
		TOTAL	\$33.5

Item II. Payment Terms:

Dollar Credit

1. Initial Payment — 5 per cent.
2. Installment payments — 19.
3. Amount of each Installment Payment — Approximately equal annual amounts.

¹ Came into force on 17 January 1969 by signature, in accordance with Part III (B).

² United Nations, *Treaty Series*, vol. 653, p. 81.

4. Due Date of First Installment Payment — Two years after the date of last delivery of commodities in each calendar year.
5. Initial Interest Rate — 2 per cent.
6. Continuing Interest Rate — 3 per cent.

Item III. Usual Marketing Table:

<i>Commodity</i>	<i>Import Period (United States Calendar Year)</i>	<i>Usual Marketing Requirement (Metric Tons)</i>
Feedgrains	1969	260,000
Wheat	1969	130,000
Edible Vegetable Oil	1969	22,000 (of which at least 17,000 MT shall be im- ported from the United States)
Tobacco	1969	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 1969 or any subsequent calendar year during which said commodity financed under this agreement is being imported and utilized.

B. For the purposes of Part I, Article III A3 of the agreement, the commodities considered to be the same as, or like, the commodities imported under this agreement are: for feedgrains — feedgrains, rye, corn, grain sorghums, barley, oats and products thereof, except seeds, animal products and industrial products; for wheat — wheat/wheat flour, bran, bulgur and/or rolled wheat; for edible vegetable oils — edible vegetable oils and oilseeds, including peanut, soybean, olive, sunflower, and cottonseed oils, and products thereof.

C. *Permissible Exports*

During United States Calendar Year 1969:

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 seeds, 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 per cent 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 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 per cent.

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.

Item VII. Other Provisions:

Port Charges. The Government of the importing country shall bear the costs of port charges at discharge port. Accordingly, the balance of ocean transportation costs to be financed on credit terms pursuant to paragraph 1 of dollar credit annex shall be reduced by 10 per cent of the ocean transportation costs on packaged commodities carried as liner parcels where the freight rate includes cost of stevedoring at discharge port; and by 2 per cent on all other shipments.

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

DONE at Washington, in duplicate, this seventeenth day of January, 1969.

For the Government
of the United States of America:

Parker T. HART

For the Government
of Israel:

Y. RABIN
