No. 10261

UNITED STATES OF AMERICA and TUNISIA

Agreement for sales of agricultural commodities (with annexes). Signed at Tunis on 24 December 1968

Authentic text: English.

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

ÉTATS-UNIS D'AMÉRIQUE et TUNISIE

Accord relatif à la vente de produits agricoles (avec annexes). Signé à Tunis le 24 décembre 1968

Texte authentique: anglais.

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

\$ 9,510

Subtotal

AGREEMENT 1 BETWEEN THE GOVERNMENT OF THE UNITED STATES OF AMERICA AND THE GOVERN-MENT OF TUNISIA FOR SALES OF AGRICULTURAL COMMODITIES

The Government of the United States of America and the Government of Tunisia have agreed to the sales of commodities specified below. This agreement shall consist of the Preamble, Parts I and III, the Local Currency Annex and the Dollar Credit Annex of the Agreement signed March 17, 1967,2 together with the following Part II:

PART II PARTICULAR PROVISIONS

Commodity	Supply Period	Approximate Maximum Quantity	Maximum Export Market Valu (thousands)
A. Dollar Credit Terms			
Soybean/cottonseed oil	United States Fiscal Year 1969	12,000 m.t.	\$ 2,440
Wheat/wheat flour	United States Fiscal Year 1969	72,000 m.t.	4,230
Cotton, upland	Calendar Year 1968	6,900 bales	840
Feedgrains	United States Fiscal Year 1969	15,000 m.t.	740
Barley	United States Fiscal Year 1969	12,000 m.t.	660
Tallow, inedible	Calendar Year 1968	240 m.t.	40
Ocean transportation (esti-			
mated)			560

¹ Came into force on 24 December 1968 by signature, in accordance with Part III (B).

Item I. Commodity Table:

² United Nations, Treaty Series, Vol. 692, p. 155.

Commodity	Supply Period	Approximate Maximum Quantity	Maximum Export Market Value (thousands)
B. Local Currency Terms			
Soybean/cottonseed oil	United States Fiscal Year 1969	8,000 m.t.	\$ 1,630
Wheat/wheat flour	United States Fiscal Year 1969	48,000 m.t.	2,820
Cotton, upland	Calendar Year 1968	4,600 bales	560
Feedgrains	United States Fiscal Year 1969	10,000 m.t.	490
Barley	United States Fiscal Year 1969	8,000 m.t.	440
Tallow, inedible	Calendar Year 1968	160 m.t.	30
		Subtotal:	5,970
		Total	\$15,480

Item II. Payment Terms:

A. Dollar Credit

- 1. Initial Payment 3.2 percent
- 2. Number of Installment Payments 19
- 3. Amount of Each Installment Payment Approximately equal annual installments
- 4. Due Date of First Installment Payment 2 years after date of last delivery of commodities in any calendar year
- 5. Initial Interest Rate 2 percent per annum
- 6. Continuing Interest Rate 3 percent per annum

B. Local Currency

- 1. Initial Payment in Dollars 3.2 percent
- 2. Proportions of Local Currency Indicated for Specified Purposes:
 - a. United States expenditures 8 per cent

Usual Marketing

b. Section 104(f) Economic Development Loans — 92 per cent subject to reduction as may be necessary to provide the local currencies required for United States expenditures under (a) above. These funds are for financing such projects as are mutually agreed by the two Governments but not less than 20 per cent of the total local currencies accruing to the Government of the exporting country from sales of commodities under this agreement shall be used for self-help measures described in Item V.

3. Convertibility:

- a. Section 104(b) (1) Market development \$119,400
- b. Section 104(b) (2) Educational exchange \$119,400
- c. \$30,000 less the amount sold under Section 104 (j)

Item III. Usual Marketing Table:

Commodity	Import Period	Requirement
Edible vegetable oil and/or oilseeds in oil equivalent	United States Fiscal Year 1969	4,600 metric tons (of which at least 1,200 shall be imported from the United States of America)
Wheat and/or wheat flour on a grain equivalent basis	United States Fiscal Year 1969	65,000 m.t.
Cotton	Calendar Year 1968	4,900 bales (of which 4,900 shall be imported from the United States of America)
Feedgrains	United States Fiscal Year 1969	20,000 m.t.
Tallow, Inedible	Calendar Year 1968	540 m.t.

Item IV. Export Limitations:

- A. With respect to each commodity financed under this agreement, the export limitation period for the same or like commodities shall be the supply period specified for each commodity in Item I of this agreement and such longer period as each commodity is being imported or utilized, whichever is the later.
- 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 financed under this agreement are: for soybean/cotton seed oil edible vegetable oils and oilseeds; for wheat and/or wheat flour wheat including durum and wheat products, barley and barley malts; for cotton cotton and cotton textiles; for tallow inedible tallow; and for feedgrains barley, corn, oats and grain sorghums.

C. Permissible Exports

Commodity	Quantity	Period During Which Such Exports Are Permitted	
Olive oil	40,000 metric tons	United States Fiscal Year 1969	

Item V. Self-help Measures:

The Government of the Importing Country agrees to:

- 1. Accelerate (a) the wise utilization of water from wells already drilled and (b) surface water projects already under construction.
- 2. Devote more resources to the control and use of surface water in upper watersheds.
- 3. Accelerate economic research to evaluate performance of various systems of farm organizations.
- 4. Continue variety testing program for wheat, sorghum and forages in order to increase food production.
- 5. Increase use of fertilizers by Tunisian farmers.
- 6. Increase funds devoted to credit and other services for individual farm services.

- 7. Strengthen systems of collection, computation and analysis of statistics to better measure the availability of agricultural inputs and progress in expanding production of agricultural commodities.
- 8. Such other measures as may be mutually agreed upon for the purposes specified in Section 109 (a) of the Act.
- 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:

Travel. In addition to any local currency authorized for sale under Section 104(j) of the Act, the Government of the exporting country may utilize any local currency in the importing country to pay for travel which is part of a trip in which the traveler travels from, to, or through the importing country. These funds (but not the sales under Section 104(j)) are intended to cover only travel by persons who are traveling on official business for the Government of the exporting country or in connection with activities financed by the Government of the exporting country. The travel for which local currency may be utilized shall not be limited to services provided by the transportation facilities of the importing country.

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

DONE at Tunis, in duplicate, this 24th day of December, 1968.

For the Government of the United States of America:

For the Government of Tunisia:

Francis H. RUSSELL

Bechir Ennaji