

No. 10327

**UNITED STATES OF AMERICA
and
CEYLON**

**Agreement for sales of agricultural commodities (with
annex). Signed at Colombo on 21 June 1968**

Authentic texts: English and Sinhalese.

Registered by the United States of America on 4 March 1970.

**ÉTATS-UNIS D'AMÉRIQUE
et
CEYLAN**

**Accord relatif à la vente de produits agricoles (avec
annexe). Signé à Colombo le 21 juin 1968**

Textes authentiques: anglais et cinghalais.

Enregistré par les États-Unis d'Amérique le 4 mars 1970.

AGREEMENT¹ BETWEEN THE GOVERNMENT OF THE UNITED STATES OF AMERICA AND THE GOVERN- MENT OF CEYLON FOR SALES OF AGRICULTURAL COMMODITIES

The Government of the United States of America and the Government of Ceylon have agreed to the sales of the agricultural commodities specified below. This Agreement shall consist of the Preamble, Parts I and III, and the Dollar Credit Annex of the agreement signed on October 27, 1967,² together with the following Part II:

PART II

PARTICULAR PROVISIONS

Item I. Commodity Table:

| <i>Commodity</i> | <i>Supply Period (Calendar Year)</i> | <i>Approximate Maximum Quantity (Metric Tons)</i> | <i>Maximum Export Market Value (Millions)</i> |
|--|--|---|---|
| Wheat/wheat flour | 1968 | 150,000 (wheat flour equiva- lent). | \$ 12.9 |
| Ocean transportation (estimated). | | | 2.1 |
| | | TOTAL | \$ 15.0 |

Item II. Payment Terms:

Dollar Credit

1. Initial Payment — None.
2. Number of Installment Payments — 19.
3. Amount of each Installment Payment — First three, \$100,000 each; balance in 16 approximately equal annual amounts.

¹ Came into force on 21 June 1968 by signature, in accordance with part III (B).

² United Nations, *Treaty Series*, vol. 696, p. 319.

4. Due Date of First Installment Payment—2 years after the date of last delivery in each calendar year.
5. Initial Interest Rate—2 percent.
6. Continuing Interest Rate—2 ½ percent.

Item III. Usual Marketing Table:

| <i>Commodity</i> | <i>Import Period (Calendar Year)</i> | <i>Usual Marketing Requirement</i> |
|-------------------------|--|---|
| Wheat/wheat flour | 1968 | 200,000 Metric Tons (wheat flour equivalent) |

Item IV. Export Limitations:

A. With respect to each commodity financed under this agreement, the export limitation period for the same or like commodity shall be Calendar Year 1968 or any subsequent Calendar Year during which such 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 same as, or like, the commodities financed under this agreement are: Foodgrains and products thereof including all types of wheat, wheat flour, corn, millet and rice.

Item V. Self-Help Measures:

The October 27, 1967 agreement contains specific agricultural self-help provisions being undertaken by the Government of Ceylon within the framework of its five-year agricultural development program. The Government of Ceylon continues to accord high priority to their execution. In further pursuit of these goals, the Government of Ceylon is making every effort to:

- (1) Raise paddy production to 61.4 million bushels in 1968, with programs to achieve this goal concentrating on improving yields from existing croplands particularly those with the highest production potentials;
- (2) Expand the use of fertilizer for paddy to 89,000 tons for the two 1968 crop seasons;
- (3) Increase the proportion of rice acreage planted to high-yielding varieties;

- (4) Increase the utilization and productivity of presently irrigated lands through improved water management and other needed actions; and
- (5) Maintain rice supply and import policies that assure producer prices at incentive levels.

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

The proceeds accruing to the importing country from sales of commodities received under this agreement shall be devoted to achievement of the agricultural self-help measures specified in Item V and to other economic development objectives.

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

DONE at Colombo, in duplicate, this 21st day of June, 1968.

For the Government
of Ceylon:

G. V. P. SAMARASINGHE

For the Government
of the United States of America:

Andrew V. CORRY
[SEAL]