

No. 10446

**UNITED STATES OF AMERICA
and
PAKISTAN**

**Fourth Supplementary Agreement for sales of agricultural
commodities (with annexes). Signed at Islamabad on
3 July 1969**

Authentic text: English.

Registered by the United States of America on 1 May 1970.

**ÉTATS-UNIS D'AMÉRIQUE
et
PAKISTAN**

**Quatrième accord supplémentaire relatif à la vente de
produits agricoles (avec annexes). Signé à Islamabad
le 3 juillet 1969**

Texte authentique: anglais.

Enregistré par les États-Unis d'Amérique le 1^{er} mai 1970.

FOURTH SUPPLEMENTARY AGREEMENT¹ BETWEEN
THE GOVERNMENT OF THE UNITED STATES OF
AMERICA AND THE GOVERNMENT OF PAKISTAN
FOR SALES OF AGRICULTURAL COMMODITIES

The Government of the United States of America and the Government of Pakistan, as a fourth supplement to the Agreement for Sales of Agricultural Commodities between the two Governments signed on May 11, 1967² (hereinafter referred to as the May Agreement), have agreed to the sales of commodities specified below. The fourth supplementary agreement shall consist of the Preamble, Parts I and III, and the Local Currency Annex of the May Agreement, together with the Convertible Local Currency Credit Annex of the August 3, 1967 Agreement³ and the following Part II:

PART II

PARTICULAR PROVISIONS

Item I. Commodity Table

<i>Commodity</i>	<i>Supply Period United States Fiscal Year</i>	<i>Approximate Maximum Quantity (metric tons)</i>	<i>Maximum Export Market Value (Millions)</i>
A. Convertible Local Currency Credit			
Soybean and/or Cotton seed oil ...	FY 1970	24,000	\$6.5
Ocean transportation (estimated) ...			\$1.0
		Subtotal	\$7.5
B. Local Currency Terms			
Soybean and/or Cotton seed oil ...	FY 1970	16,000	\$4.3
		Subtotal	\$4.3
		TOTAL	\$11.8

¹ Came into force on 3 July 1969 by signature, in accordance with part III (B).

² United Nations, *Treaty Series*, vol. 685, p. 291.

³ *Ibid.*, vol. 693, p. 21.

Item II. Payment Terms

A. Convertible Local Currency Credit

1. Initial Payment—None
2. Number of Installment Payments—31
3. Amount of each Installment Payment—Approximately equal annual amounts
4. Due Date of First Installment Payment—10 years after the date of last delivery of commodities in each calendar year
5. Initial Interest Rate—2 percent
6. Continuing Interest Rate—3 percent

B. Local Currency Terms

1. Initial Payment in Dollars—None
2. Proportions of Local Currency Indicated for Specified Purposes
 - a. United States expenditures — 11 percent, of which not more than \$182,000 shall be sold under Section 104 (*j*) of the Act, but the total available for United States expenditures shall be not less than the amount convertible under 3 below plus the amount sold under Section 104 (*j*)
 - b. Section 104 (*e*) — 9 percent
 - c. Section 104 (*f*)—80 percent subject to reduction as may be necessary to provide 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 percent of the total local currencies accruing to the Government of the exporting country from sales of commodities under this agreement shall be used for the self-help measures described in item V below, including those measures described in item V of Part II of the Agreements of May 11, August 3, and December 26, 1967¹ and May 16, 1968.² If no agreement is reached on the use of the local currency available for Section 104 (*f*) loans within three years from the date of this Agreement, the Government of the Exporting Country may make available for any purpose authorized by Section 104 of the Act any of this local currency on which such agreement has not been reached.

¹ United Nations, *Treaty Series*, vol. 697, p. 43.

² *Ibid.*, vol. 697, p. 137.

3. Convertibility.

- a. Section 104 (b) (1)—\$86,000
- b. Section 104 (b) (2)—\$86,000
- c. \$182,000 less the amount sold under Section 104 (j).

Item III. Usual Marketing Table

<i>Commodity</i>	<i>Import Period United States Fiscal Year</i>	<i>Usual Marketing Requirement (Metric Tons)</i>
Edible Vegetable Oil	1970	17,500 (of which at least 500 Metric Tons shall be imported from the U.S.A.)

Item IV. Export LimitationsA. *Export Limitation Period*

With respect to each commodity financed under this agreement, the Export Limitation Period for the same or like commodity shall be for United States Fiscal Year 1970 or any subsequent United States Fiscal Year during which the said commodity financed under this agreement is being imported or utilized whichever is 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 imported under this agreement are:

Oilseeds and Edible Vegetable oils: including Soybean, Cottonseed, Rapeseed, Mustardseed, Sesame and products thereof.

Item V. Self-Help Measures

The May 11, 1967, August 3, 1967, December 26, 1967 and May 16, 1968 Agreements contain descriptions of programs related to production, storage, and distribution of food. The Government of Pakistan continues to accord high priority to the execution of these programs.

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. Port Charges

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

Item VIII. Other Provisions

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 travelling 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 Pakistan rupees 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 Islamabad, in duplicate, this 3rd day of July 1969.

Government of Pakistan:

[Illegible – Illisible] ¹

Secretary,

Economic Affairs Division

[SEAL]

United States of America:

[Illegible – Illisible] ²

Chargé d'Affaires, a.i.

[SEAL]

¹ Vaqar Ahmad.

² J. T. Rogers.