

No. 10696

**UNITED STATES OF AMERICA
and
ISRAEL**

**Fourth Supplementary Agreement for sales of agricultural
commodities (with annex). Signed at Washington on
7 May 1970**

Authentic text : English.

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

**ÉTATS-UNIS D'AMÉRIQUE
et
ISRAËL**

**Quatrième accord supplémentaire relatif à la vente de
produits agricoles (avec annexe). Signé à Washington
le 7 mai 1970**

Texte authentique : anglais.

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

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

The Government of the United States of America and the Government of Israel, as the fourth supplement to the Agreement for Sales of Agricultural Commodities between the two Governments signed on August 4, 1967² (hereafter referred to as the August 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 Dollar Credit Annex of the August Agreement and 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	1970	500,000	\$ 25.2
Wheat	1970	250,000	13.6
Edible Vegetable Oil	1970	15,000	4.0
Tobacco.	1970	200	0.4
		TOTAL	\$ 43.2

Item II. *Payment Terms*

Dollar Credit

1. Initial Payment — 5 percent.
2. Installment Payments — 19.

¹ Came into force on 7 May 1970 by signature, in accordance with part III (B).

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

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 each calendar year.
5. Initial Interest Rate — 2 percent.
6. Continuing Interest Rate — 3 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	1970	260,000
Wheat	1970	130,000
Edible Vegetable Oil or Oil Seeds (Oil Equivalent Basis) . . .	1970	22,000 (of which at least 17,000 MT shall be imported from the United States)
Tobacco	1970	1,750

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 the United States Calendar Year 1970 or any subsequent calendar year during which said commodities financed under this agreement are 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: for feedgrains—feedgrains, including mixed feeds (with grain base), 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; and for edible vegetable oils—edible vegetable oils and oilseeds, including peanut, soybean, olive, sunflower, and cottonseed oils and products thereof.

C. During the United States Calendar Year 1970 the following permissible export arrangements are in effect:

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 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 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.

Item VII. *Other Provisions*

Ocean Freight. The Government of the exporting country shall bear the cost of ocean freight differential for commodities it requires to be carried in United States flag vessels but, notwithstanding the provisions of paragraph 1 of the Dollar Credit Annex, it shall not finance the balance of the cost of ocean transportation of such commodities.

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

DONE at Washington in duplicate, this seventh day of May, 1970.

For the Government
of the United States of America:

Joseph John SISCO

For the Government
of Israël :

Y. RABIN
