

No. 10152

UNITED STATES OF AMERICA
and
CEYLON

Agreement for sales of agricultural commodities (with annex).
Signed at Colombo on 19 February 1969

Authentic texts: English and Sinhala.

Registered by the United States of America on 5 January 1970.

ÉTATS-UNIS D'AMÉRIQUE
et
CEYLAN

Accord relatif à la vente de produits agricoles (avec annexe).
Signé à Colombo le 19 février 1969

Textes authentiques: anglais et singhalais.

Enregistré par les États-Unis d'Amérique le 5 janvier 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 . | 1969 | 150,000 (wheat flour equivalent) | \$13.2 |
| Ocean Transportation (estimated) . . . | | | 4.3 |
| | | | <hr/> \$17.5 |

Item II. Payment Terms:

Dollar Credit

1. Initial Payment — 1 percent
2. Number of Installment Payments — 19
3. Amount of Each Installment Payment — First three, \$100,000 each; balance in 16 approximately equal annual amounts.
4. Due Date of First Installment Payment — 2 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

¹ Came into force on 19 February 1969 by signature, in accordance with part III (B).

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

Item III. Usual Marketing Table:

| <i>Commodity</i> | <i>Import Period (Calendar Year)</i> | <i>Usual Marketing Requirement</i> |
|-------------------------|--|--|
| Wheat/wheat flour . . . | 1969 | 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 1969 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 wheat, wheat flour, corn, millet and rice.

Item V. Self-Help Measures:

The October 27, 1967 and June 21, 1968¹ agreements list specific self-help measures being undertaken by the Government of Ceylon. The Government of Ceylon continues to accord high priority to their execution.

The numerical goals in the first two measures of the June 21, 1968 agreement, however, are updated to read as follows:

- (1) Raise paddy production to 71 million bushels in 1969 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 122,000 tons for the two 1969 crop seasons.

In addition, the Government of Ceylon will undertake a comprehensive review of the present storage construction program for food and agricultural inputs. The program will be evaluated in terms of expected storage needs brought about by production increases.

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.

¹ United Nations, *Treaty Series*, vol. 720, No. A-8403.

Item VII. 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 the dollar credit annex shall be reduced by 10 percent 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 percent on all other shipments.

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

DONE at Colombo, in duplicate, this 19th day of February, 1969.

For the Government
of the United States of America:

Andrew V. CORRY

For the Government
of Ceylon:

Gamani COREA

[SEAL]