UNION OF SOVIET SOCIALIST REPUBLICS and FINLAND

Agreement concerning trade and payments for the period 1971-1975 (with annex). Signed at Helsinki on 26 August 1969

Authentic texts: Russian and Finnish.

Registered by the Union of Soviet Socialist Republics on 8 July 1971.

UNION DES RÉPUBLIQUES SOCIALISTES SOVIÉTIQUES

et FINLANDE

Accord de commerce et de paiement pour la période 1971-1975 (avec annexe). Signé à Helsinki le 26 août 1969

Textes authentiques: russe et finnois.

Enregistré par l'Union des Républiques socialistes soviétiques le 8 juillet 1971.

[Translation — Traduction]

AGREEMENT¹ BETWEEN THE UNION OF SOVIET SOCIAL-IST REPUBLICS AND THE REPUBLIC OF FINLAND CONCERNING TRADE AND PAYMENTS FOR THE PERIOD 1971-1975

The Government of the Union of Soviet Socialist Republics and the Government of the Republic of Finland,

Considering the positive significance of long-term trade agreements for the development of Soviet-Finnish trade as well as the recommendations of the Soviet-Finnish Permanent Intergovernmental Commission on Economic Co-operation concerning basic guidelines for the development of trade and economic relations during the period 1971-1975,

Noting the substantial increase in trade between the two countries as a result of the successful implementation of the four preceding Soviet-Finnish long-term trade agreements,

Desirous of further strengthening and steadily expanding trade and other economic relations between the two countries on the basis of the Treaty of Commerce of 1 December 1947 ² and the Treaty of Friendship, Co-operation and Mutual Assistance of 6 April 1948 ³,

Have concluded the following Agreement concerning trade and payments for the five-year period 1971-1975:

Article 1

During the period from 1 January 1971 to 31 December 1975, the Union of Soviet Socialist Republics shall deliver to Finland the goods specified in schedule 1 annexed hereto, including metal-cutting machinery, power and road-building equipment, ships' and other equipment, automobiles, tractors, bearings, petroleum and petroleum products, solid fuel, rolled ferrous metals, non-ferrous metals, cotton and other goods.

¹ Came into force on 1 January 1971, in accordance with the first paragraph of article 10. The exchange of the instruments of ratification took place at Moscow on 20 July 1970, in accordance with the third paragraph of article 10.

² United Nations, Treaty Series, vol. 217, p. 3.

³ Ibid., vol. 48, p. 149.

During the same period, Finland shall deliver to the Union of Soviet Socialist Republics the goods specified in schedule 2 annexed hereto, including ships, equipment for the wood-processing, paper-making and other industries, cable products, wood pulp, paper, cardboard, and agricultural, textile and other goods.

Article 2

With a view to increasing trade and widening the range of items covered by trade between the two countries, goods other than those specified in schedules 1 and 2 shall be exchanged within the framework of trade between the frontier regions of the Union of Soviet Socialist Republics and Finland.

Article 3

The Government of the Union of Soviet Socialist Republics and the Government of Finland undertake to take all necessary measures within the limits of their competence in order to carry out the deliveries provided for in this Agreement.

In addition, the Parties shall, during the implementation of this Agreement, strive for further increases in trade between the two countries each year and for the expansion of other forms of economic co-operation. For this purpose, the Parties shall continue to seek opportunities for mutual deliveries of goods and provision of services over and above the quotas fixed in this Agreement, *inter alia* in connexion with the large-scale economic co-operation projects dealt with by the Soviet-Finnish Permanent Intergovernmental Commission on Economic Co-operation and through deliveries under such multilateral agreements as may be concluded between the Union of Soviet Socialist Republics, Finland and third countries.

Article 4

The prices of the goods delivered from the Union of Soviet Socialist Republics to Finland and from Finland to the Union of Soviet Socialist Republics under contracts concluded between the Soviet foreign trade organizations and Finnish individuals and bodies corporate pursuant to this Agreement shall be established in roubles on the basis of the world market prices prevailing in the main markets for the goods concerned.

Article 5

The Contracts referred to in article 4 shall be concluded in good time, allowing for the time required to carry out the deliveries provided for in them.

The two Parties shall, within the limits of their competence, promote the conclusion of long-term contracts between the Soviet foreign trade organizations and Finnish individuals and bodies corporate for the delivery of goods from the Union of Soviet Socialist Republics to Finland and from Finland to the Union of Soviet Socialist Republics.

Article 6

Payments for goods delivered under this Agreement and for costs arising out of such trade shall be effected in the Union of Soviet Socialist Republics through the Bank for Foreign Trade of the USSR and in Finland through the Bank of Finland under accounts opened in accordance with article 8 of the Soviet-Finnish Agreement of 22 October 1959.

The said banks shall immediately notify each other of all deposits made into these accounts.

Upon receiving such notification, the bank concerned shall immediately effect payment to the appropriate organizations, individuals or bodies corporate.

In the event of a change in the gold content of the rouble, which is at present equal to 0.987412 gramme of pure gold, the balance in the abovementioned accounts shall likewise be changed on the date on which the change occurred and in the proportion equivalent to such change.

Payments for non-trade operations may also, by agreement between the Bank for Foreign Trade of the USSR and the Bank of Finland, be effected through the said accounts. In the event that the invoices for such operations are drawn up in a currency other than roubles, conversion of such currency into roubles shall be effected at the rate quoted by the State Bank of the USSR on the date of payment.

Payments for goods delivered from third countries to Finland under such multilateral agreements—referred to in article 3—as may be concluded shall be entered in special rouble accounts with the Bank of Finland which shall be opened for such deliveries. In such cases, by agreement between the Bank for Foreign Trade of the USSR, the Bank of Finland and the central banks of

the countries concerned, transfers shall be effected from these accounts to the accounts referred to in the first paragraph of this article.

The Bank for Foreign Trade of the USSR and the Bank of Finland shall together determine the technical procedure for settlements between them under this Agreement.

Article 7

If the balance in the accounts referred to in article 6 should exceed 18 million roubles, the Governments shall take the necessary steps to eliminate such excess over a three-month period.

If during the following three-month period such excess is not eliminated, the creditor Party shall have the right to suspend its deliveries or demand payment of the amount of the excess. In the latter case, the debtor Party shall be required to pay such amount forthwith in gold, a freely convertible currency or such other currency as may be agreed upon between the Banks.

Conversion of roubles into other currencies shall be effected at the rate quoted by the State Bank of the USSR on the date of payment, and conversion of roubles into gold on the basis of the gold content of the rouble.

Article 8

Upon the expiry of the term of this Agreement, the Bank for Foreign Trade of the USSR and the Bank of Finland shall continue to accept deposits into the accounts referred to in article 6 and to effect payments therefrom under all contracts concluded on the basis of this Agreement while it is in force. If either Party should then incur a debit balance in the accounts referred to in article 6, such Party shall be required to liquidate it within six months after the date of the expiry of the Agreement by deliveries of goods agreed upon between the Parties or in gold, a freely convertible currency or such other currency as may be agreed upon between the Parties. Conversion of roubles into gold or into another currency shall be effected in accordance with the third paragraph of article 7.

Article 9

The progress made in the implementation of this Agreement shall be reviewed by the Soviet-Finnish Permanent Intergovernmental Commission on Economic Co-operation, which shall where necessary formulate appropriate recommendations and submit them to the Governments of the two countries.

Article 10

This Agreement shall enter into force on 1 January 1971 for a term of five years.

The Agreement shall be ratified as soon as possible.

The exchange of the instruments of ratification shall take place at Moscow.

DONE at Helsinki on 26 August 1969, in duplicate in the Russian and Finnish languages, both texts being equally authentic.

For the Government of the Union of Soviet Socialist Republics:

For the Government of the Republic of Finland:

[N. PATOLICHEV]

[AHTI KARJALAINEN]

ANNEX TO THE AGREEMENT OF 26 AUGUST 1969

SCHEDULE 1

Soviet goods for delivery to finland, 1971–1975

Type of goods Machinery and equipment	Unit of measurement	1971	1972	1973	1974	1975
Metal-cutting machinery and forging and pressing equipment	thousands	1,250	1,450	1,650	1,850	2,100
Power and electrical equipment	. »	2,500	2,800	3,000	3,500	4,000
Equipment and fuel for atomic power stations				P.M.		
Mining, grinding and milling, drilling and peat-cutting equipment	. »	450	500	550	600	650
No. 11200						

Type of goods	Unit of measurement	1971	1972	1973	1974	1975
Lifting, transport and road-building equip- ment and excavators	thousands of roubles	500	750	750	1,000	1,000
Rolling and metallurgica equipment		1,000	1,200	1,400	1,600	1,800
Equipment for the chemical industry .	. »	700	900	950	1,350	1,650
Pumping and compressing equipment	. »	160	200	260	350	400
Equipment for the print ing, textile and food industries		170	200	300	350	400
Control and measuring instruments and communications equipment		400	450	500	550	600
Medical equipment, instruments and supplies	. »	500	600	700	800	900
Bearings		350	400	500	600	700
Instruments and hard alloys, including instruments of						
artificial diamond .		400	500	700	750	900
Tractors	. units	500	600	650	700	800
Lorries, vans and buses	»	400	450	500	550	600
Passenger automobiles	. »	7,500	8,000	8,600	9,800	11,000
Spare parts for motor vehicles and tractors	thousands of roubles	600	750	900	1,000	1,100
Motorcycles and motorscooters No. 11200	. »	20	20	20	30	30

Type of goods	Unit of measurement	1971	1972	1973	1974	1975
Ships and ship's equipment including main ships' engines	thousands of roubles	7,000	8,000	9,000	10,000	11,000
Television sets, tape recorders, radio sets and parts for them	. »	200	250	300	350	400
Railway rolling-stock, machinery and equipment	. »	700	850	1,150	1,400	1,400
Aircraft, helicopters and other civil aviation equipment	. »	800- 1,200	900- 1,300	1,000- 1,400	1,100- 1,500	1,200- 1,600
Equipment and material for the construction of a gas pipeline	of	ŕ	ŕ	P.M.	ŕ	ŕ
Machinery and equip- ment purchased by Finnish firms for projects constructed in the USSR				P.M.		
Equipment for complete plants				P.M.		
Machinery and equip- ment to be agreed upon at a later date between the Parties	. »	10,000	10,000	9,000- 10,000	8,000- 10,000	7,000- 10,000
Other types of machiner and equipment	=	2,500	2,500	3,000	3,000	4,000
Solid fuels						
Coal and anthracites .	thousands of tons	510*	510*	510*	510*	510*

^{*} Subject to possible increase.

258	United Nation	ıs — T	reaty Se	eries		1971
Type of goods	Unit of measurement	1971	1972	1973	1974	1975
Cherepovets-quality of	coke thousands of tons	580*	580*	580*	580*	580*
Petroleum and petroleur products		105*	110*	115*	120*	135*
Natural gas				P.M.		
Electric power	millions of kw/h	400	600	600	600	600
Non-metallic minerals						
Asbestos	thousands of tons	3	3.5	3.5	3.5	3.5
Sulphur	»	2-4	2-4	2-4	2-4	2-4
Ores and concentrates				P.M.		
Ferrous metals						
Ferrous alloys	»	8	9	10	11	12
Steel scrap	»	85-100	95-110	95-110	95-110	95-110
Rolled ferrous metals	· . »	130	110-125	110-125	110-125	110-125
Hot-rolled sheet steel for re-rolling		Ву	agreemer	nt betwee	n the Par	ties
Tin plate	tons	600	600	800	1200	1500
Metal products (raily car and locomotive axles, wheels and wheel pairs, etc.)		500	500	500	500	500
Non-ferrous metals						
Zinc	thousands of tons	3	3	3	3	3
Lead	»	6	6-7	6-7	6-8	6-8
Aluminium	»	6	7	8	8	8

^{*} Subject to possible increase.

260 United Na	United Nations — Treaty Series				
Unit of Type of goods measuren		1972	1973	1974	1975
Rolled aluminium thousa of to		2	2.5	2. 5	2,5
Copper »	2	2	2	2	2
Nickel tons		100	100	100	100
Precious metals					
Silver tons	2 0	2 0	2 0	2 0	20
Platinum kg	100	100	100	100	100
Chemical products					
Carbonate of soda thousan	-	20	21	22	22
Creosote oil »	10	11	11	12	12
Toluene »	1.5	1.5	1.5	1.5	1.5
Methanol »	2-3	2 -3	2-3	2-3	2-3
Phenol »	6.5	6.5	6.5	6.5	6.5
Other chemical products thousand of rout		1,100	1,200	1,300	1,4 0 0
Drugs and medical supplies			P.M.		
Fertilizers					
Apatite concentrate thousand of tor		350	360	370	380
Potash salt (K ₂ O 60%) »	70	70	70	70	70
Synthetic rubber tons	s 400	400	500	500	500
Automobile tires thousand Building materials	nds 10	10	11	11	12
Gypsum thousan		16	16	16	16
Lump sodium silicate . » Refractory materials for	1	1	1	1	1
the metallurgical industry	3.5	7	7	7	7

Type of goods	Unit of measurement	1971	1972	1973	1974	1975
Timber						
Logs	thousands of m ³	500-650	500-650	500-650	500-650	500-650
Pulpwood timber	»	500-700	500-700	500-700	500-700	500-700
Other timber	»	150-450	150-450	150-450	150-450	150-450
Seeds of timber trees				P.M.		
Cotton	thousands of tons	12	12	12	12	12
Furs and furskins, dressed and undressed	thousands of roubles	1,200	1,200	1,200	1,200	1,300
Tobacco				P.M.		
Foodstuffs and materials for producing them						
Grain				P.M.		
Sunflower seeds	thousands of tons	15*	15*	15*	15*	15*
Sugar	»	140	145	150	155	155
Of which raw sugar .	»	100	110	120	130	130
Salt	»	35	35	35	35	35
Canned fish and crab .	thousands of roubles	350	350	350	350	350
Whale meat and fish for livestock fodder				P.M.		
Miscellaneous goods	»	5,000	5,000	5,000	5,000	5,000
Raw and other materials purchased by Finnish firn for projects constructed						
in the USSR	•			P.M.		

^{*} Subject to possible increase.

Unit of
Type of goods measurement 1971 1972 1973 1974 1975
nent for services

Payment for services provided by the Soviet Union in the construction of projects in Finland.

By agreement between the Parties

Deliveries of goods in trade between the frontier regions of the USSR and Finland.

By agreement between the Parties

SCHEDULE 2

FINNISH GOODS FOR DELIVERY TO THE USSR, 1971-1975

Type of goods	Total for 1971-1975
Machinery and equipment	
Equipment for the pulp and paper industry	80 million roubles
Equipment for the timber and wood-processing industry	. 80 million roubles
Equipment for the chemical industry	. P.M.
Lifting and transport equipment, including lifts, hoists and fork-lift trucks	. 10 million roubles, subject to possible increase
Pumps, various, including acid-resistant	. 6 million roubles
Acid-resistant and other fittings	. 15 million roubles
Communications equipment and instruments	. 12.5 million roubles
Electrical and power equipment, including transformers and condensers	. P.M.
Other machinery and equipment (refrigeration and agricultural equipment, means of transport, etc.) and various metal products	. 15 million roubles

Ships, spare parts for ships' machinery, repair of ships

350-360 million roubles

Type of goods

Total for 1971-1975

(Including ice-breakers, cable-laying vessels, log carriers of 3,000-4,000 tons dead weight, tankers of 4,600 and 14,000-15,000 tons dead weight, tankers for transporting chemical cargoes of 1,700 tons dead weight, wine tankers of 2,000 tons dead weight, gas tankers of 4,000 tons dead weight, passenger ferries, motor vessels for river and sea navigation of 1,500 tons dead weight, hydrographic vessels, floating hostels.)

Type of goods	Unit of measurement	1971	1972	1973	1974	1975
Raw and other materials						
Copper wire, uninsulated	d thousands of tons	3.5	3.5	3.5	3.5	3.5
Winding wire, enamelled	i tons	400	400	400	400	400
Armoured power cable, copper-cored	. km	400	400	400	400	400
Armoured power cable, aluminium-cored .	. »	1,200	1,400	1,500	1,600	1,800
Control cable	. »	100	100	100	100	100
Internal cable	. »	400	400	400	400	400
TG and TB telephone cable	. »	800	800	800	800	800
Railway cable	. »	30	30	30	30	30
Industrial-grade chains	thousands of tons	3	3	3	3	3
Thin sheet steel, cold-rolled		Ву	agreeme	nt betwee	n the Par	rties
Staple fibre	. »	8	8	8	8	8

Type of goods	Unit of measurement	t 1971	1972	1973	1974	1975
Woollen cloth for industrial use				P.M.		
Vanadium pentoxide .	tons	300-500	300-500	300-500	300-500	300-500
Anthophyllite asbestos	»	600	600	600	600	600
	thousands of roubles	2,000*	2,000*	2,000*	2,000*	2,000*
Pulp and paper products						
Viscose pulp	thousands of tons	65	80	80	80	80
Sulphate pulp, unbleached	»	20	20	20	20	20
Other pulp				P.M.		
Paper, miscellaneous . Cardboard,	»	135-145	140-150	145-155	150-160	155-165
miscellaneous	»	50-60	50-60	50-60	50-60	50-60
Parchment	»	3	3.5	3.5	4	4
Kraft paper bags	millions	120	120	120	100-120	100-120
Cardboard boxes	»	20	15 -2 0	10-15	5-10	5
Various cardboard and paper articles				P.M.		
Fibreboard				P.M.		
Agricultural products	thousands of roubles	10,000	10,000	9,000- 10,000	8,000- 10,000	7,000- 10,000
Pedigree livestock	»	100*	100*	100*	100*	100*

^{*} Subject to possible increase.

270 Uni	ited Nation	ns-T	reaty Se	eries		1971
Type of goods	Unit of measurement	1971	1972	1973	1974	1975
Mink	thousands of roubles	50	50	50	50	50
Consumer goods						
Fabrics and finished textile goods	. »	2,000	2,500	3,500	3,500	3,500
Knitwear	. »	3,000	3,000	3,500	3,500	4,000
Leather footwear, leather and other leather	•					
goods	. »	1,675	1,675	1,675	1,675	1,675
Furniture and joinery	»	3,500- 4,500	4,000- 5,000	4,000- 5,000	4,000- 5,000	4,000- 5,000
Drugs and medical equipment	. »	70	70	70	70	70
Printing of advertising material, printed matter, cinematographic films,						
etc	. »	2, 000	2,000	2,000	2,000	2,000
Other goods	. »	5,000	5,000	5,000	5,000	5,000
(Including food product and plastic articles)	S					
Payment for services provided by Finland in the construction of projects in the USSR		Ву	agreeme	nt betwee	n the Par	rties
Deliveries of goods in trade between the frontier regions of the USSR and						
Finland		Ву	agreeme	nt betwee	n the Par	ties