

No. 11253

**UNITED STATES OF AMERICA
and
ISRAEL**

Supplementary Agreement for sales of agricultural commodities. Signed at Washington on 9 February 1971

Exchange of notes constituting an agreement amending the above-mentioned Agreement. Washington, 4 June 1971

Exchange of notes constituting an agreement amending the above-mentioned Agreement of 9 February 1971, as amended. Washington, 4 August 1971

Authentic texts: English.

Registered by the United States of America on 4 August 1971.

**ÉTATS-UNIS D'AMÉRIQUE
et
ISRAËL**

**Accord supplémentaire relatif à la vente de produits agricoles.
Signé à Washington le 9 février 1971**

Échange de notes constituant un accord modifiant l'Accord susmentionné. Washington, 4 juin 1971

**Échange de notes constituant un accord modifiant l'Accord susmentionné du 9 février 1971, sous sa forme modifiée.
Washington, 4 août 1971**

Textes authentiques: anglais.

Enregistrés par les États-Unis d'Amérique le 4 août 1971.

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 fifth supplement to the Agreement for Sales of Agricultural Commodities between the two Governments signed August 4, 1967² (hereafter referred to as the August Agreement), have agreed to the sales of commodities specified below. The fifth 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</i>	<i>Estimated CCC Cost</i>
			<i>(Millions)</i>	
Feedgrains	1971	535,000	32.0	32.0
Wheat/wheat flour	1971	240,000	15.5	15.9
Edible Vegetable Oil . . .	1971	15,000	4.2	4.2
Tobacco	1971	200	0.4	0.4
Ocean Transportation (Differential)			—	5.0
		TOTAL	\$52.1	\$57.5

¹ Came into force on 9 February 1971 by signature, in accordance with part III (B).

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

Item II. Payment Terms:

Dollar Credit

1. Initial Payment — 5 percent.
2. Installment Payments — 19.
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	1971	260,000
Wheat/wheat flour	1971	130,000 (wheat equivalent)
Edible Vegetable Oil or Oilseeds (Oil Equivalent Basis)	1971	22,000 (of which at least 17,000 MT shall be imported from the United States)
Tobacco	1971	1,850

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 1971 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 flour—wheat, wheat flour, bran, bulgur and/or rolled wheat; and for edible vegetable oil—edible vegetable oil and oilseeds, including peanut, soybean, olive, sunflower, and cottonseed oils and products thereof.

C. During the United States Calendar Year 1971 the following permissible export arrangements are in effect:

1. Israel may export 25,000 metric tons of edible vegetable oil (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 oil 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 per cent. These offsetting purchases will be in addition to the usual marketing requirement for edible vegetable oil.

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. These offsetting purchases will be in addition to the usual marketing requirement for edible vegetable oil. 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 per cent.

4. Israel may export barley malt and up to \$150,000 worth of corn starch.

Item V. Self-Help Measures:

The Government of Israel, in maintaining their policy of increased agricultural production, will continue self-help activities in the following areas:

1. Further increase food production through intensive use of existing croplands;
2. Improve the facilities for the storage and distribution of food commodities;
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 ninth day of February, 1971.

For the Government of the United States of America:

JOSEPH JOHN SISCO

For the Government of Israel:

Y. RABIN

EXCHANGE OF NOTES CONSTITUTING AN AGREEMENT ¹
BETWEEN THE UNITED STATES OF AMERICA AND
ISRAEL AMENDING THE AGREEMENT OF 9 FEBRU-
ARY 1971 ² FOR SALES OF AGRICULTURAL COM-
MODITIES

I

DEPARTMENT OF STATE
WASHINGTON

June 4, 1971

Excellency:

I have the honor to refer to the Agricultural Commodities Agreement between our two Governments signed on February 9, 1971, ² and to propose an amendment as follows: in the Commodity Table in Part II, Item I, increase the maximum export market value for feedgrains to dollars 35.2 million and the quantity to 600,000 MT, and decrease the maximum export market value of wheat/wheat flour to dollars 12.3 million and the quantity to 190,000 MT.

All other terms and conditions of the February 9, 1971 Agreement remain the same.

If the foregoing is acceptable to your Government, I have the honor to propose that this note and your reply concurring therein constitute an agreement between our two Governments to enter into force on the date of your note in reply.

Accept, Excellency, the renewed assurances of my highest consideration.

For the Acting Secretary of State:
JOSEPH JOHN SISCO

His Excellency Lieutenant General Yitzhak Rabin
Ambassador of Israel

¹ Came into force on 4 June 1971, the date of the note in reply, in accordance with the provisions of the said notes.

² See p. 100 of this volume.

II

EMBASSY OF ISRAEL
WASHINGTON, D.C.

4 June 1971

AO/219

Sir:

I have the honor to refer to the Department Note of today's date in which an amendment to the Agricultural Commodities Agreement between our two Governments of February 9, 1971, is proposed as follows:

[*See note I*]

The foregoing amendment is acceptable to the Government of Israel and we concur that this constitute an agreement between our two Governments to enter into force on this date.

Accept, Sir, the renewed assurances of my highest consideration.

[*Signed*]

Y. RABIN, Lt. Gen. (Res.)
Ambassador

The Honorable William P. Rogers
Secretary of State
Washington, D.C.

EXCHANGE OF NOTES CONSTITUTING AN AGREEMENT¹
BETWEEN THE UNITED STATES OF AMERICA AND
ISRAEL AMENDING THE AGREEMENT OF 9 FEBRU-
ARY 1971,² AS AMENDED,³ FOR SALES OF AGRICUL-
TURAL COMMODITIES

I

The Secretary of State to the Israel Chargé d'Affaires ad interim

DEPARTMENT OF STATE
WASHINGTON

August 4, 1971

Sir:

I have the honor to refer to the Agricultural Commodities Agreement between our two Governments signed on February 9, 1971,² as amended June 4, 1971,³ and to propose a further amendment as follows: in the Commodity Table in Part II, Item I, increase the maximum export market value for feedgrains from \$35.2 million to \$37 million, increase the maximum export market value for edible vegetable oil from \$4.2 million to \$4.6 million, and increase the total maximum export market value from \$52.1 million to \$54.3 million.

All other terms and conditions of the February 9, 1971 Agreement remain the same.

If the foregoing is acceptable to your Government, I have the honor to propose that this note and your reply concurring therein constitute an agreement between our two Governments to enter into force on the date of your note in reply.

Accept, Sir, the renewed assurance of my highest consideration.

For the Secretary of State:

RODGER P. DAVIES

Mr. Avner Idan
Chargé d'Affaires of Israel

¹ Came into force on 4 August 1971, the date of the note in reply, in accordance with the provisions of the said notes.

² See p. 100 of this volume.

³ See p. 108 of this volume.

II

EMBASSY OF ISRAEL
WASHINGTON, D.C.

4 August 1971

AO/235

Sir:

I have the honor to refer to the Department Note of today's date in which an amendment to the Agricultural Commodities Agreement between our two Governments of February 9, 1971, is proposed as follows:

[*See note I*]

The foregoing amendment is acceptable to the Government of Israel and we concur that this constitutes an agreement between our two Governments to enter into force on this date.

Accept, Sir, the renewed assurances, of my highest consideration.

[*Signed*]

AVNER IDAN

Chargé d'Affaires ad interim

The Honorable William P. Rogers
Secretary of State
Washington, D.C.
