No. 11506

UNITED STATES OF AMERICA and MOROCCO

Agreement for sales of agricultural commodities (with annexes). Signed at Rabat on 18 August 1971

Authentic text: English. Registered by the United States of America on 5 January 1972.

ÉTATS-UNIS D'AMÉRIQUE et MAROC

Accord relatif à la vente de produits agricoles (avec annexes). Signé à Rabat le 18 août 1971

Texte authentique : anglais. Enregistré par les États-Unis d'Amérique le 5 janvier 1972.

AGREEMENT¹ BETWEEN THE GOVERNMENT OF THE UNITED STATES OF AMERICA AND THE GOVERN-MENT OF THE KINGDOM OF MOROCCO FOR SALES OF AGRICULTURAL COMMODITIES

The Government of the United States of America and the Government of the Kingdom of Morocco have agreed to the sales of agricultural commodities specified below. This Agreement shall consist of the Preamble, Parts I and III and the Dollar Credit Annex of the April 20, 1967 agreement;² the Convertible Local Currency Credit Annex of the February 25, 1969 agreement³ and the following Part II:

PART II

PARTICULAR PROVISIONS

Item I. Commodity Table:

Commodity	Supply Period (United States Fiscal Year)	Approximate Maximum Quantity	Maximum Export Market Value (1,000)
A. Dollar Credit Terms			
Wheat/wheat flour	1972	75,000 Metric Tons	\$4,547
Cotton, upland		10,000 Bales	1,500
Soybean/cottonseed oil		20,000 Metric Tons	6,428
		Subtotal Dollars:	12,475
B. Convertible Local Curren Credit Terms	асу		
Wheat/wheat flour	1972	75,000 Metric Tons	\$4,547
Cotton, upland	1972	10,000 Bales	1,500
Soybean/cottonseed oil .		20,000 Metric Tons	6,428
		Subtotal Dollars:	12,475
		TOTAL DOLLARS:	24,950

¹ Came into force on 18 August 1971 by signature, in accordance with part III (B).

² United Nations, Treaty Series, vol. 685, p. 177.

³ Ibid., vol. 714, p. 193.

- Item II. Payment Terms:
- A. Dollar Credit
 - 1. Initial Payment 10 percent
 - 2. Number of Installment Payments 19
 - 3. Amount of Each Installment Payment approximately equal annual amounts
 - 4. Due Date of First Installment Payment two years after date of last delivery of commodities in each calendar year
 - 5. Initial Interest Rate 2 percent
 - 6. Continuing Interest Rate 3 percent
- B. Convertible Local Currency Credit
 - 1. Initial Payment 10 percent
 - 2. Number of Installment Payments 31
 - 3. Amount of Each Installment Payment approximately equal annual amounts
 - 4. Due Date of First Installment Payment ten years after 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:

Commodity	Import Period (United States Fiscal Year)	Usual Marketing Requirement
Wheat/wheat flour	1972	200,000 metric tons
(oil equivalent basis)	1972	22,000 metric tons (of which at least 12,000 shall be im- ported from the United States of America)
Cotton, upland	1972	20,000 bales (of which at least 7,500 bales shall be im- ported from the United States of America)

Item IV. Export Limitations:

A. With respect to each commodity financed under this agreement, the export limitation period for the same or like commodities shall be the period beginning on the date of this agreement and ending on the final date on which the commodity financed under this agreement is 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 wheat/wheat flour — food-grains including wheat and products thereof; for soybean/cottonseed oil — edible vegetable oil and oil-bearing seeds; for cotton, upland — cotton and textiles made from cotton.

C. Permissible Exports:

Commodity	Quantity	Period During Which Such Exports Are Permitted (United States Fiscal Year)
Pure Olive oil. .	. 278 M.T.	1972 1972 1972

Should the exports of cotton textiles during United States fiscal year 1972 or any subsequent fiscal year during which the cotton purchased under this agreement is being imported or utilized exceed the above level, the Government of the importing country will purchase with its own resources from the United States the raw cotton equivalent of the textiles exports in excess of the above level.

Item V. Self-Help Measures:

The Government of the importing country agrees to:

- 1. Increase efforts to improve livestock production by continuing to support forage production, range management and improve livestock management practices.
- 2. Within the area of irrigation, give first priority to completing ongoing irrigation projects and effectively using land and water resources at the farm level.
- 3. Establish and maintain erosion control measures in upper watersheds adjoining irrigation development projects.
- 4. Take steps to carry out grain storage, handling and distribution recommendations by the Kansas State Team in 1969.
- 5. Strengthen systems of collection, computation and analysis of statistics in order to evaluate and improve support to agriculture.
- 6. Provide support to the efforts to control the Mediterranean Fruit Fly. No. 11506

- 7. Undertake any additional self-help provisions mutually agreed to under the proposed A.I.D. Fiscal Year 1971 program loan.
- 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:

The Government of the exporting country shall bear the cost of ocean freight differential for commodities it requires to be carried in U.S. flag vessels but, notwithstanding the provision of paragraph 1 of the Dollar Credit and Convertible Local Currency Credit Annexes, 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 Rabat, in duplicate, this 18th day of August, 1971.

For the GovernmentFor the Governmentof the United States of America :of the Kingdom of Morocco :

[Signed]

STUART W. ROCKWELL

Ambassador of the United States of America Under-Secretary of State for Finance

[Signed]

MOHAMED EL MDAGHRI