

No. 11497

**UNITED STATES OF AMERICA
and
REPUBLIC OF KOREA**

**Eighth Supplementary Agreement for sales of agricultural
commodities (with annex). Signed at Seoul on
12 April 1971**

Authentic text: English.

Registered by the United States of America on 5 January 1972.

**ÉTATS-UNIS D'AMÉRIQUE
et
RÉPUBLIQUE DE CORÉE**

**Huitième Accord supplémentaire relatif à la vente de
produits agricoles (avec annexe). Signé à Séoul le
12 avril 1971**

Texte authentique: anglais.

Enregistré par les États-Unis d'Amérique le 5 janvier 1972.

**EIGHTH SUPPLEMENTARY AGREEMENT ¹ BETWEEN THE
GOVERNMENT OF THE UNITED STATES OF AMERICA
AND THE GOVERNMENT OF THE REPUBLIC OF
KOREA FOR SALES OF AGRICULTURAL COMMO-
DITIES**

The Government of the United States of America and the Government of the Republic of Korea, as the Eighth Supplement to the Agreement for Sales of Agricultural Commodities between the two Governments signed on March 25, 1967 ² (hereafter referred to as the March Agreement), have agreed to the commodity sales specified below. The Eighth Supplementary Agreement shall consist of the Preamble, Parts I and III, and the Local Currency Annex of the March 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</i> | <i>Maximum Export Market Value (Millions)</i> |
|-----------------------------|--|---|---|
| Wheat/Wheat flour | 1971 | 242,000 M/T | \$15.0 |
| Cotton | 1971 | 75,000 Bales | 10.0 |
| | | TOTAL | \$25.0 |

Item II. Payment Terms: Local Currency

1. Initial Payment in Dollars — None
2. Proportions of Local Currency Indicated for Purposes Specified:
 - a. U.S. Expenditure — 20 percent
 - b. Section 104 (c) Grant for Common Defense — 80 percent

¹ Came into force on 12 April 1971 by signature, in accordance with part III (B).

² United Nations, *Treaty Series*, vol. 685, p. 101.

3. Convertibility:

a. Section 104 b (1) Purposes — \$500,000.00

b. Section 104 b (2) Purposes — \$500,000.00

Item III. Usual Marketing Table:

| <i>Commodity</i> | <i>Import Period (United States Calendar Year)</i> | <i>Usual Marketing Requirement *</i> |
|------------------------|--|--|
| Wheat/wheat flour..... | 1971 | 325,000 M/T |
| Cotton | 1971 | 75,000 bales (of which at least 70,000 bales shall be imported from the United States of America) |

Item IV. Export Limitations:

1. With respect to each commodity financed under this agreement, the export limitation period for same or like commodities shall be the United States Calendar Year 1971 and each subsequent calendar year during which the relevant commodities financed under this agreement are being imported and utilized.

2. For the purpose of Part I, Article III A 3, of the agreement, commodities considered to be same as, or like, commodities imported under this agreement are: for wheat/wheat flour — wheat/wheat flour and products thereof; and for cotton — raw cotton, cotton yarn and textiles.

3. Commodity Permissible Exports **

| <i>Commodity</i> | <i>Quantity and Conditions</i> | <i>Period Exports Permitted</i> |
|------------------|---|--|
| Cotton textiles | Raw cotton content equivalent in weight to 70,000 bales (480 pounds net) during U.S. CY 1971. If this export quantity is exceeded, the raw cotton equivalent in weight of such cotton textile exports will, in addition to the U.S. portion of the UMR provided in Item III be imported from the United States by the Republic of Korea, with its own resources, but such offset purchases need not exceed the level of total PL 480 imports. | During U.S. CY 1971 and any subsequent period during which cotton purchased under this agreement is being imported and utilized. |

Item V. Self-Help Measures:

The Government of the Republic of Korea is undertaking to:

1. Provide sufficient budgetary support to assure rearrangement of 50,000 hectares of rice land and development of 28,000 hectares of upland during the 1971/72 paddy rearrangement season.

2. Make necessary arrangements, including the provision of funds for subsidies and loans to distribute a minimum of 650,000 metric tons of limestone for use on Korean farms during 1971. Private production and marketing facilities should be encouraged. Also the Government of the Republic of Korea should insure that adequate credit is available so farmers may increase fertilizer application by a minimum of 15 percent during 1971. This target is to be reflected in national and provincial plans.

* These Usual Marketing Requirements are not in addition to those established in the Seventh Supplement.¹

** This Commodity Permissible Export is not in addition to that established in the Seventh Supplement.

¹ See p. 287 of this volume.

3. Adopt policies and initiate programs which will strengthen member investment and control of farmer organizations to facilitate increased use of farm inputs and improved storage and marketing of output.

4. Complete a comprehensive analysis of the agricultural sector.

5. Improve the agricultural analysis process by continuation of consolidation and development of various agricultural economic, statistical and planning units of agricultural agencies into functional units with control and guidance provided by the Ministry of Agriculture and Forestry.

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

DONE at Seoul, in duplicate, this 12th day of April 1971.

For the Government
of the United States of America:

[Signed]

WILLIAM J. PORTER
Ambassador
of the United States of America

For the Government
of the Republic of Korea:

[Signed]

KIM, HAK-YUL
Deputy Prime Minister
and Minister,
Economic Planning Board