

No. 11772

**UNITED STATES OF AMERICA
and
BRAZIL**

Supplementary Agreement for sales of agricultural commodities (with annex). Signed at Rio de Janeiro on 28 August 1969

Authentic texts: English and Portuguese.

Registered by the United States of America on 24 April 1972.

**ÉTATS-UNIS D'AMÉRIQUE
et
BRÉSIL**

Accord supplémentaire relatif à la vente de produits agricoles (avec annexe). Signé à Rio de Janeiro le 28 août 1969

Textes authentiques : anglais et portugais.

Enregistré par les États-Unis d'Amérique le 24 avril 1972.

SUPPLEMENTARY AGREEMENT¹ BETWEEN THE GOVERNMENT OF THE UNITED STATES OF AMERICA AND THE GOVERNMENT OF THE FEDERATIVE REPUBLIC OF BRAZIL FOR SALES OF AGRICULTURAL COMMODITIES

The Government of the United States of America and the Government of the Federative Republic of Brazil as a supplement to the Agreement for Sales of Agricultural Commodities between the two Governments signed on October 5, 1967,² have agreed to the sales of commodities specified below. This supplementary agreement shall consist of the Preamble, Parts I and III and the Dollar Credit Annex of the Agreement signed October 5, 1967, 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 (thousands)</i>
Wheat and/or wheat flour	1969	400,000	\$24,692
		TOTAL	\$24,692

ITEM II. *Payment Terms*

A. Dollar Credit

1. Initial Payment — 5 percent.
2. Currency Use Payment — 5 percent of the dollar amount of the financing by the Government of the exporting country under this agreement is payable upon demand by the Government of the exporting country, in amounts as it may determine and in accordance with paragraph 6 of the dollar credit annex applicable to this agreement. No requests for payment will be made by the Government of the exporting country prior to the first disbursement by the CCC under this agreement.

¹ Came into force on 28 August 1969 by signature, in accordance with article IV of the Agreement of 5 October 1967.

² See p. 31 of this volume.

3. Number of Installment Payments — 19.
4. Amount of each Installment Payment — approximately equal annual amounts.
5. Due Date of First Installment Payment — one year from date of last delivery in any calendar year.
6. Interest Rate — 3 percent.

ITEM III. *Usual Marketing Table*

<i>Commodity</i>	<i>Import Period (Calendar Year)</i>	<i>Usual Marketing Requirement</i>
Wheat and/or wheat flour (on grain equivalent basis)	1969	1,500,000 MT (of which at least 500,000 MT shall be purchased on an open tender basis from only free-world sources)

ITEM IV. *Export Limitations*

A. The export limitation period shall begin with the effective date of the agreement and end on the final date on which commodities financed under this agreement are being 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: wheat and wheat products.

ITEM V. *Self-Help Measures*

The self-help measures for this supplementary agreement are the same as those set forth in Item V, Part II, of the October 5, 1967 Agreement.

ITEM VI. *Economic Development Purposes for Which Proceeds Accruing to Importing Country are to be Used*

For the self-help purposes referred to in Item V above and for other economic development purposes as may be mutually agreed upon.

ITEM VII. *Other Provisions*

1. 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.

2. The currency use payments specified in Item II 2 of this Part II shall be made in cruzeiros at the applicable exchange rate specified in Part I, Article III G of this agreement in effect on the date of payment and shall be used by the Government of the exporting country for the payment of its obligations in the importing country. Interest on the principal paid by making the currency use payment shall be paid as provided in paragraph 3 of the annex to this agreement.

3. Notwithstanding paragraph 4 of the dollar credit annex, the Government of the importing country may withhold from deposit in the special account referred to in such paragraph so much of the proceeds accruing to it from the sale of commodities financed under this agreement as is equal to the amount of the currency use payments made by the Government of the importing country.

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

DONE at Rio de Janeiro, in duplicate, in the English and Portuguese languages, this 28th day of August 1969.

For the Government
of the United States of America:

C. BURKE ELBRICK

For the Government
of the Federative Republic
of Brazil:

JOSÉ DE MAGALHÃES PINTO