

No. 11777

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**UNITED STATES OF AMERICA  
and  
PAKISTAN**

**Agreement for sales of agricultural commodities (with annex).  
Signed at Islamabad on 10 September 1971**

*Authentic text: English.*

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

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**ÉTATS-UNIS D'AMÉRIQUE  
et  
PAKISTAN**

**Accord relatif à la vente de produits agricoles (avec annexe).  
Signé à Islamabad le 10 septembre 1971**

*Texte authentique: anglais.*

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

**AGREEMENT<sup>1</sup> BETWEEN THE GOVERNMENT OF THE  
UNITED STATES OF AMERICA AND THE GOVERNMENT  
OF PAKISTAN FOR SALES OF AGRICULTURAL COM-  
MODITIES**

The Government of the United States of America and the Government of Pakistan have agreed to the sales of commodities specified below for shipment to and utilization in East Pakistan. This Agreement shall consist of the Preamble, Parts I and III of the May 11, 1967 Agreement,<sup>2</sup> the Local Currency Annex of the November 25, 1970 Agreement,<sup>3</sup> and the following Part II:

**PART II  
PARTICULAR PROVISIONS**

**ITEM I. *Commodity Table***

<i>Commodity</i>	<i>Supply Period (United States Fiscal Year)</i>	<i>Approximate Maximum Quantity</i>	<i>Maximum Export Market Value (Millions)</i>
Wheat/wheat flour (in wheat equivalent) . . . .	1972	500,000 MT	\$30.5
Soybean/Cottonseed Oil . . . .	1972	25,000 MT	\$9.8
		<b>TOTAL</b>	<b>\$40.3</b>

**ITEM II. *Payment Terms***

**Local Currency**

1. Initial Payment – None.
2. Proportions of Local Currency Indicated for Specified Purposes:
  - a. United States expenditures – 7 percent, but the total available for United States expenditures shall not be less than the amount convertible under 3 below;

<sup>1</sup> Came into force on 10 September 1971 by signature, in accordance with part III (B).

<sup>2</sup> United Nations, *Treaty Series*, vol. 685, p. 291.

<sup>3</sup> *Ibid.*, vol. 792, p. 3.

- b. Section 104(f) grant – 93 percent, to be used for East Pakistan economic development including relief, subject to reduction as may be necessary to provide the local currencies required for the United States expenditures under (a) above. These funds are for financing such projects as are mutually agreed upon by the two Governments, but not less than 20 percent of the total currencies accruing to the Government of the exporting country from sales of commodities under this Agreement shall be used for the self-help measures described in Item V of Part II of this Agreement. If no agreement is reached on the use of local currency available in Section 104(f) grants within three years from the date of this agreement, the Government of the exporting country may make available for any purpose authorized by Section 104 of the Act the local currency on which such agreement has not been reached. The wheat equivalent of these grants will be considered as a part of the U.S. contribution under the Food Aid Convention.<sup>1</sup>

3. Convertibility:

- a. Section 104(b) (1) – \$816,000;  
b. Section 104(b) (2) – \$816,000.

ITEM III. *Usual Marketing Table*

<i>Commodity</i>	<i>Import Period (United States Fiscal Year)</i>	<i>Usual Marketing Requirements (Metric Tons)</i>
Wheat/wheat flour (in wheat equivalent) . . . . .	1972	100,000
Soybean/Cottonseed Oil . . . . .	1972	21,500 (of which at least 2,500 MT shall be im- ported from the United States)

ITEM IV. *Export Limitation*

A. With respect to each commodity financed under this Agreement, the export limitation period for the same or like commodity shall be for United States Fiscal Year 1972 or any subsequent United States Fiscal Year during which the said commodities financed under this Agreement are being imported or utilized, whichever is later.

<sup>1</sup> United Nations, *Treaty Series*, vol. 800, p. 45.

B. For the purpose 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, corn, barley, jowar, bajra, rice (except for superior grades known as Basmati, Permal and Begmi) and products thereof; for soybean and/or cotton-seed oil: rapeseed, mustard seed, sesame and products thereof, except for oil seed meals.

ITEM V. *Self-Help Measures*

The Government of Pakistan agrees to the use of rupees generated from the sale of the commodities under this Agreement in East Pakistan to provide for the following self-help measures: (1) to improve food production and promote processing, distribution, marketing and transportation of agricultural commodities in East Pakistan, including those financed under this Agreement, and (2) to fund agricultural and public work projects in East Pakistan in order to improve the purchasing power of the population.

ITEM VI. *Other Provisions*

The Recipient Country under this Agreement agrees that all commodities included in this Agreement shall be delivered to and utilized in East Pakistan, and that no diversions are authorized without the approval of the exporting country.

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

DONE at Islamabad, in duplicate, this tenth day of September, 1971.

For the Government of Pakistan:

[Signed]

*Name:* S. S. IQBAL HOSAIN  
*Title:* Secretary, Economic Coordination  
and External Assistance Division

For the Government of the United States of America:

[Signed]

*Name:* JOSEPH S. FARLAND  
*Title:* The Ambassador of the United States of America