

No. 13946

**UNITED STATES OF AMERICA
and
CHILE**

Agreement regarding the consolidation and rescheduling of payments under PL-480 Title I agricultural commodity agreements (with annexes). Signed at Washington on 6 February 1974

Authentic text: English.

Registered by the United States of America on 7 May 1975.

**ÉTATS-UNIS D'AMÉRIQUE
et
CHILI**

Accord concernant la consolidation et le réaménagement des paiements dus en vertu des accords relatifs aux produits agricoles visés au titre I de la loi PL-480 (avec annexes). Signé à Washington le 6 février 1974

Texte authentique : anglais.

Enregistré par les États-Unis d'Amérique le 7 mai 1975.

AGREEMENT¹ BETWEEN THE GOVERNMENT OF THE UNITED STATES OF AMERICA AND THE GOVERNMENT OF CHILE REGARDING THE CONSOLIDATION AND RESCHEDULING OF PAYMENTS UNDER PL-480 TITLE I AGRICULTURAL COM-MODITY AGREEMENTS

1. Reference is made to the Agreements Between the Government of the United States of America and the Government of Chile identified in annex A attached to this Memorandum of Agreement and hereinafter referred to as "PL 480 Agreements." Reference is made also to the Memorandum of Agreement Regarding Consolidation of Chilean Debts signed in Paris on April 19, 1972,² the Memorandum of Understanding Regarding the Consolidation and Rescheduling of Certain Chilean Debts Owed to, Guaranteed, or Insured by the United States Government and Its Agencies signed in Washington on December 19, 1973, and to the Agreement on Consolidation and Rescheduling of Certain Debts Owed to, Guaranteed, or Insured by the United States Government and Its Agencies signed in Washington on February 6, 1974,² wherein agreement was reached on the consolidation and rescheduling of repayments under the PL 480 Agreements.

2. In accordance with the Memorandum of Agreement dated April 19, 1972, the Memorandum of Understanding dated December 19, 1973, and the Agreement dated February 6, 1974, cited above, it is agreed that dollar payment obligations due and unpaid under the PL 480 Agreements during the period November 1, 1971, through December 31, 1972, shall be repaid as follows:

a. Principal and interest in the amount of \$4,470,474.73, which consists of 70 percent of all principal and interest payments due and unpaid under the PL 480 Agreements during the period November 1, 1971, through December 31, 1972, as listed in annex A, referred to hereafter as the "Consolidated Debt," shall be repaid in 13 equal semi-annual installments on January 1 and July 1 with the first payment due on January 1, 1975, and the last payment due on January 1, 1981, as shown in annex B.

b. Consolidation Interest, which refers to interest on the outstanding balance of Consolidated Debt, shall accrue at the rate of 6 percent per annum beginning with the first day after the due date specified in each of the PL 480 Agreements for each payment of principal or interest which is part of the consolidated debt.

c. Consolidation Interest accruing beginning January 1, 1974, shall be due and payable semi-annually on January 1 and July 1, with the first payment due on July 1, 1974 and the last payment due on January 1, 1981, as shown in annex B.

d. Principal and interest on the Special Debt, which refers to the amount of \$2,383,599.68, as listed in annex A, consisting of (i) 30 percent of all principal and interest payments due and unpaid under the PL 480 Agreements during the period November 1, 1971, through December 31, 1972, (ii) interest on the amount due under (i) of this paragraph calculated at the rates provided in the PL 480 Agreements from the payment due dates under the Agreements through December 31, 1973, and (iii) Consolidation Interest as provided in paragraph 2 *b.* accruing from the payment due dates under the PL 480 Agreements through December 31, 1973, shall be repaid as shown in annex C as follows:

¹ Came into force on 6 February 1974 by signature.

² See p. 34 of this volume.

- (1) \$643,571.91 on December 28, 1973;
- (2) \$643,571.91 in four equal quarterly installments on March 31, 1974, June 30, 1974, September 30, 1974 and December 31, 1974;
- (3) \$1,096,455.86 in 12 equal quarterly installments on March 31, June 30, September 30 and December 31, with the first payment on March 31, 1975, and the last payment on December 31, 1977.

e. Interest due on the outstanding balances of amounts to be repaid under paragraph 2 *d.* shall accrue beginning January 1, 1974, at the rate of 6 percent per annum. Interest accrued under the terms of this paragraph will be payable quarterly on March 31, June 30, September 30, and December 31, with the first payment due on March 31, 1974, and the last payment due on December 31, 1977, as shown in annex C.

f. Additional interest at the rate of 6 percent per annum shall accrue to the benefit of the Government of the United States on any past due unpaid amounts or unpaid portions of amounts as listed in annex B and annex C.

g. Interest accruals under the provisions of this agreement shall be computed on a 365-day-year basis for the actual number of days of the accrual. Application of payments shall be first to any interest due, with the balance to the installment due.

3. To the extent not amended herein, the terms and conditions of the PL 480 Agreements shall remain in full force and effect.

4. DONE at Washington, D.C. in duplicate this 6th day of February, 1974.

For the Government of the United States of America:

[Signed — Signé]¹

For the Government of Chile:

[Signed — Signé]²

¹ Signed by Harry W. Shlaudeman — Signé par Harry W. Shlaudeman.

² Signed by W. Heitmann — Signé par W. Heitmann.

ANNEX A

Schedule of Amounts Due U.S. Government through December 31, 1972 Under PL 480 Title I Agreements with the Government of Chile Showing Amount of Debt Consolidated and Amount of Special Debt and Accrued Interest through December 31, 1973

PL 480 AGREEMENTS

Original Agreement Date	Payment Due Dates (1)	Amount Due Nov. 1, 1971 - Dec. 31, 1972			Consolidated Debt (5)
		Principal (2)	Interest (3)	Total (4)	
8-7-62	1-12-71	\$ —	\$ 461.72	\$ 461.72	\$ —
8-7-62	12-31-71	1,691,742.21	168,101.10	1,859,843.31	1,301,890.32
8-7-62	12-31-72	1,691,742.21	155,413.03	1,847,155.24	1,293,008.67
12-29-67	4-6-71	—	536.64	536.64	—
12-29-67	3-31-72	126,584.12	64,557.90	191,142.02	133,799.41
12-29-67	3-31-72	70,969.03	30,161.84	101,130.87	70,791.61
12-29-67	3-31-72	635,021.46	254,008.58	889,030.04	622,321.03
4-29-69	10-6-71	—	151.82	151.82	—
4-29-69	12-31-71	466,782.85	252,062.74	718,845.59	503,191.91
4-29-69	1-9-72	48,313.82	26,089.46	74,403.28	52,082.30
4-29-69	12-31-72	466,782.85	238,059.26	704,842.11	493,389.48
	TOTAL	<u>\$5,197,938.55</u>	<u>\$1,189,604.09</u>	<u>\$6,387,542.64</u>	<u>\$4,470,474.73^a</u>

SPECIAL DEBT

Balance of Debt (6)	Consolidation Interest at 6% on Amounts in Col. 5 (7)	Interest at Contract Rates on Amounts in Col. 6 (8)	Total (Col. 6 + 7 + 8) (9)
\$ 461.72	\$ —	\$ 10.28	\$ 472.00
557,952.99	156,440.85	8,380.76	722,774.60
554,146.57	77,580.52	4,156.10	635,883.19
536.64	—	44.11	580.75
57,342.61	14,076.43	3,016.38	74,435.42
30,339.26	7,447.67	1,329.94	39,116.87
266,709.01	65,471.58	11,691.35	343,871.94
151.82	—	10.19	162.01
215,653.68	60,465.75	12,956.95	289,076.38
22,320.98	6,181.38	1,324.58	29,826.94
211,452.63	29,603.37	6,343.58	247,399.58
<u>\$1,917,067.91</u>	<u>\$417,267.55</u>	<u>\$ 49,264.22</u>	<u>\$2,383,599.68^b</u>

^a See annex B for repayment schedule.

^b See annex C for repayment schedule.

ANNEX B

Schedule of Payments Resulting from Rescheduling of Consolidated Debt Owed to the U.S. Government by the Government of Chile Under PL 480 Title I Agreements

Installment Due Date	Balance Outstanding	Amount due		
		Principal	Interest	Total
7-1-74	\$4,470,474.73	\$ —	\$ 134,114.24	134,114.24
1-1-75	4,470,474.73	343,882.68	134,114.24	477,996.92
7-1-75	4,126,592.05	343,882.68	123,797.76	467,680.44
1-1-76	3,782,709.37	343,882.67	113,481.28	457,363.95
7-1-76	3,438,826.70	343,882.67	103,164.80	447,047.47
1-1-77	3,094,944.03	343,882.67	92,848.32	436,730.99
7-1-77	2,751,061.36	343,882.67	82,531.84	426,414.51
1-1-78	2,407,178.69	343,882.67	72,215.36	416,098.03
7-1-78	2,063,296.02	343,882.67	61,898.88	405,781.55
1-1-79	1,719,413.35	343,882.67	51,582.40	395,465.07
7-1-79	1,375,530.68	343,882.67	41,265.92	385,148.59
1-1-80	1,031,648.01	343,882.67	30,949.44	374,832.11
7-1-80	687,765.34	343,882.67	20,632.96	364,515.63
1-1-81	343,882.67	343,882.67	10,316.48	354,199.15
		<u>\$4,470,474.73</u>	<u>\$1,072,913.92</u>	<u>\$5,543,388.65</u>

ANNEX C

Schedule of Payments Resulting from Rescheduling of Special Debt Owed to U.S. Government by the Government of Chile Under PL 480 Title I Agreements

Installment Due Date	Balance Outstanding	Amount Due		
		Principal	Interest	Total
12-28-73	\$ 2,383,599.68	\$ 643,571.91	\$ —	\$ 643,571.91
3-31-74	1,740,027.77	160,892.97	26,100.42	186,993.39
6-30-74	1,579,134.80	160,892.98	23,687.02	184,580.00
9-30-74	1,418,241.82	160,892.98	21,273.63	182,166.61
12-31-74	1,257,348.84	160,892.98	18,860.23	179,753.21
3-31-75	1,096,455.86	91,371.32	16,446.84	107,818.16
6-30-75	1,005,084.54	91,371.32	15,076.27	106,447.59
9-30-75	913,713.22	91,371.32	13,705.70	105,077.02
12-31-75	822,341.90	91,371.32	12,335.13	103,706.45
3-31-76	730,970.58	91,371.32	10,964.56	102,335.88
6-30-76	639,599.26	91,371.32	9,593.99	100,965.31
9-30-76	548,227.94	91,371.32	8,223.42	99,594.74
12-31-76	456,856.62	91,371.32	6,852.85	98,224.17
3-31-77	365,485.30	91,371.32	5,482.28	96,853.60
6-30-77	274,113.98	91,371.32	4,111.71	95,483.03
9-30-77	182,742.66	91,371.33	2,741.14	94,112.47
12-31-77	91,371.33	91,371.33	1,370.57	92,741.90
		<u>\$ 2,383,599.68</u>	<u>\$ 196,825.76</u>	<u>\$ 2,580,425.44</u>