

No. 16328

**UNITED STATES OF AMERICA
and
PORTUGAL**

**Agreement for the sale of agricultural commodities under the
Public Law 480 Title I Program. Signed at Lisbon on
22 October 1976**

Authentic text: English.

Registered by the United States of America on 27 January 1978.

**ÉTATS-UNIS D'AMÉRIQUE
et
PORTUGAL**

**Accord relatif à la vente de produits agricoles en vertu
du titre I de la loi publique 480. Signé à Lisbonne le
22 octobre 1976**

Texte authentique : anglais.

Enregistré par les États-Unis d'Amérique le 27 janvier 1978.

AGREEMENT¹ BETWEEN THE GOVERNMENT OF THE UNITED STATES OF AMERICA AND THE GOVERNMENT OF PORTUGAL FOR THE SALE OF AGRICULTURAL COMMODITIES UNDER THE PUBLIC LAW 480 TITLE I PROGRAM

The Government of the United States of America and the Government of Portugal agree to the sales of agricultural commodities specified below. This agreement shall consist of the preamble, Parts I and III of the Title I Agreement signed March 18, 1976,² together with the following Part II:

PART II. PARTICULAR PROVISIONS

Item I. COMMODITY TABLE

<i>Commodity</i>	<i>Supply Period (U.S. Fiscal Year)</i>	<i>Approximate Maximum Quantity (Metric Tons)</i>	<i>Maximum Export Market Value (Millions)</i>
Rice	1977	70,000	Dols 18.2
Wheat/Wheat Flour (grain basis)	1977	60,000	7.2
Corn/Grain Sorghums	1977	25,000	3.0
Tobacco/Tobacco Products ..	1977	3,300	14.0
Upland Cotton	1977	20,000(bales)	7.6
		TOTAL	Dols 50.0

Item II. PAYMENT TERMS

Dollar Credit

1. Initial Payment — 5 percent
2. Currency Use Payment — Section 104(A) — 10 percent
3. Number of Installment Payments — 15
4. Amount of Each Installment Payment — Approximately equal annual amounts
5. Due Date of First Installment Payment — Two years from date of last delivery of commodities in each calendar year
6. Interest Rate — 4½ percent

¹ Came into force on 22 October 1976 by signature, in accordance with part III (B).

² United Nations, *Treaty Series*, vol. 1041, p. 225.

Item III. USUAL MARKETING TABLE

<i>Commodity</i>	<i>Import Period (U.S. Fiscal Year)</i>	<i>Usual Marketing Requirements</i>
Rice	1977	29,000
Wheat and/or Wheat Flour (grain equivalent basis)	1977	280,000
Feedgrains	1977	897,000
Tobacco/Tobacco Products	1977	7,627 (of which 1,329 should be from U.S.)
Cotton	1977	480,000 bales (of which 30,000 should be from U.S.)

Item IV. EXPORT LIMITATIONS

A. The export limitation period shall be U.S. Fiscal Year 1977 or any subsequent U.S. fiscal year during which commodities financed under this agreement are being imported or utilized.

B. For the purpose of Part I, Article III (A) (4) of the agreement, the commodities which may not be exported are: for rice — rice in the form of paddy, brown or milled; for wheat/wheat flour — wheat, wheat flour, rolled wheat, semolina, farina or bulgur (or the same product under a different name); for corn/grain sorghums — corn, grain sorghums, barley, oats, and rye including mixed feed containing such grains; for cotton — cotton and cotton textiles (including yarn and waste); and for tobacco — none.

C. Permissible Exports

<i>Commodity</i>	<i>Quantity and Conditions</i>	<i>Period Export</i>
Cotton Textiles	Exports of cotton textiles in raw cotton content equivalent in weight to 345,000 bales (480 pounds net) during U.S. FY 1977. If this export quantity is exceeded, the raw cotton equivalent in weight of such cotton textile exports will be imported from the U.S. to Portugal and paid for with the resources of the importing country, but such offset purchase requirement need not exceed the level of total Title I, P.L. 480 imports during the supply period.	During U.S. FY 1977 and any comparable supply period during which cotton purchased under this agreement is being imported or utilized.

Item V. SELF-HELP MEASURES

A. In implementing these self-help measures, specific emphasis will be placed on contributing directly to development progress in poor rural areas and on enabling the poor to participate actively in increasing agricultural production through small farm agriculture.

B. The Government of Portugal agrees to:

1. construct bulk grain handling facilities at an appropriate deep water port;
2. develop the capability of collecting and analyzing agricultural data necessary for the formulation of development policies;
3. develop an area sample frame to provide estimates for production for all major crops grown within the country;
4. make available, at all levels of society, information on nutrition;
5. establish a nationwide service to provide farmers with frequent, current market information, including the development of an adequate market news service;
6. create a special line of credit for farmers, fishermen, private entrepreneurs, and privately-organized cooperatives to finance medium and long term investments in production, processing, and marketing facilities, with special emphasis on the development of agro-businesses and fisheries.

Item VI. ECONOMIC DEVELOPMENT PURPOSES FOR WHICH PROCEEDS ACCRUING TO IMPORTING COUNTRY ARE TO BE USED

A. The proceeds accruing to the importing country from the sale of commodities financed under this agreement will be used among the importing country's major regional sub-divisions, approximately in proportion to the geographical distribution of their population, for financing the self-help measures set forth in the agreement and for the following economic development sectors: Agriculture and fishing.

B. In the use of proceeds for these purposes emphasis will be placed on directly improving the lives of the poorest of the recipient country's people and their capacity to participate in the development of their country.

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

DONE at Lisbon, in duplicate, this twenty-second day of October, 1976.

For the Government
of the United States of America:

[Signed]

HERBERT S. OKUN
Chargé d'Affaires a.i.

For the Government
of Portugal:

[Signed]

JOSÉ MEDEIROS FERREIRA
Minister of Foreign Affairs