

No. 18070

**UNITED STATES OF AMERICA
and
ISRAEL**

**Agreement relating to cash grant economic assistance.
Signed at Washington on 5 December 1977**

Authentic text: English.

Registered by the United States of America on 14 November 1979.

**ÉTATS-UNIS D'AMÉRIQUE
et
ISRAËL**

**Accord relatif à un don en espèces pour une assistance
économique. Signé à Washington le 5 décembre 1977**

Texte authentique : anglais.

Enregistré par les États-Unis d'Amérique le 14 novembre 1979.

**CASH GRANT AGREEMENT¹ BETWEEN THE GOVERNMENT OF
ISRAEL AND THE GOVERNMENT OF THE UNITED STATES
OF AMERICA ACTING THROUGH THE AGENCY FOR
INTERNATIONAL DEVELOPMENT**

Date: Dec. 5, 1977

Agreement No. 271-K-611

CASH GRANT AGREEMENT

By this Agreement, dated the [5] day of [December] 1977, the Government of Israel ("Government") and the Government of the United States of America, acting through the Agency for International Development ("A.I.D."), taking cognizance of the Government of Israel's need for immediately available foreign exchange to meet short-term balance of payments requirements, agrees as follows:

1. A.I.D. will grant to the Government pursuant to the Foreign Assistance Act of 1961, as amended, three hundred million United States dollars (\$300,000,000) (the "Grant"), in order to provide necessary foreign exchange to support the economic requirements of the Government.

2. Within thirty (30) days after the signing of this Agreement, and thereafter, on or about January 1, 1978, April 1, 1978, and July 1, 1978, A.I.D. will deposit the sum of seventy-five million United States dollars (\$75,000,000) in special account number 001-1-3673-5 of the Treasury of the State of Israel in the National Bank of North America.

3. It is the understanding of the parties hereto that the proceeds of the Grant will not be used for financing military requirements of any kind, including the procurement of commodities or services for military purposes.

4. Program uses of these funds shall be restricted to the geographic areas which were subject to State of Israel administration prior to June 5, 1967.

IN WITNESS WHEREOF, the Government and the United States of America, each acting through its respective duly authorized representative, have caused this Agreement to be signed in their names and delivered as of the day and year first above written.

Government of Israel:

By: [*Signed—Signé*]²
Title: Economic Counsellor
Date: Dec. 5, 1977

Government of the United States
of America:

By: [*Signed—Signé*]³
Title: Acting Assistant Administrator
Date: Dec. 5, 1977

¹ Came into force on 5 December 1977 by signature.

² Signed by E. Raff—Signé par E. Raff.

³ Signed by Alfred D. White—Signé par Alfred D. White.