

TURKEY

Agricultural Commodities

TIAS 6784

November 3, 1969, Date-Signed

November 3, 1969, Date-In-Force

STATUS:

[*1] Agreement signed at Ankara November 3, 1969;
Entered into force November 3, 1969.

FIRST SUPPLEMENTARY AGREEMENT BETWEEN THE GOVERNMENT OF THE UNITED STATES OF AMERICA AND THE GOVERNMENT OF TURKEY FOR SALES OF AGRICULTURAL COMMODITIES

TEXT:

The Government of the United States of America and the Government of Turkey, as a first supplement to the Agreement for Sales of Agricultural Commodities between the two Governments signed on February 6, 1969 n1 (hereafter referred to as the February Agreement), have agreed to the sales of commodities specified below. The first supplementary agreement shall consist of the Preamble, Parts I and III, and the Convertible Local Currency Credit (CLCC) Annex of the February Agreement and the following Part II:

-----Footnotes-----

n1 TIAS 6645; *ante*, p. 438.

-----End Footnotes-----

PART II - PARTICULAR PROVISIONS

ITEM I. Commodity Table:

Commodity	Supply Period (United States Fiscal Year)	Approximate Maximum Quantity (Metric Tons)	Maximum Export Market Value (Millions)
Wheat/Wheat Flour	1970	150,000	\$ 8.0

[*2]
ITEM II. Payment Terms:

Convertible Local Currency Credit

1. Initial Payment - None
2. Currency Use Payment - 50 percent of dollar amount financed by the Government of the exporting country for agricultural commodities 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 CLCC Annex applicable to this agreement. No requests for payment will be made by the Government of the exporting country prior to first disbursement by the Commodity Credit Corporation (CCC) under this agreement.
3. Number of Installment Payments - 31
4. Amount of Each Installment Payment - Approximately equal annual amounts
5. Due Date of First Installment Payment - Ten years after date of last delivery of commodities in each calendar year
6. Initial Interest Rate - 2 percent
7. Continuing Interest Rate - 3 percent

ITEM III. Usual Marketing Requirements: None

ITEM IV. Export Limitations:

A. With respect to the commodity financed under this agreement, the export limitation period for same or like commodities shall be U.S. FY 1970 and that part of any subsequent fiscal year during which relevant [*3] commodities financed under this agreement are being imported and utilized.

B. For the purpose of Part I, Article III A 3, of the agreement, commodities considered to be same as, or like, commodities imported under this agreement are: *Wheat/wheat flour, including wheat and wheat products, rye, rice, and corn.*

ITEM V. Self-Help Measures:

The Government of Turkey reaffirms the self-help provisions contained in the agreement of February 6, 1969. In addition, Item V, paragraph 1, of the agreement is amended by adding the following statement: As part of the 1970 fertilizer program, 490,000 tons of ammonium sulphate equivalent will be imported for application on the 1969-70 winter and 1970 spring wheat crops.

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

The proceeds accruing to the importing country from sales of commodities received under this agreement shall be devoted to achievement of the agricultural self-help measures set forth above and to other economic development objectives, including those contained in the Second Five Year Plan.

ITEM VII. Other Provisions:

1. The Government of the exporting country elects, [*4] pursuant to paragraph 6 of the CLCC Annex, that all payments under Item II, Number 2, of this part be made in Turkish lira which shall be used by the Government of the exporting country for payments of its obligations in the importing country.
2. Notwithstanding paragraph 4 of the Annex, the importing country may withhold from deposit in the special account referred to in such paragraph or may withdraw from the amounts deposited therein as much of the proceeds accruing to it from the sale of the commodities financed under this agreement as is equal to the amount of currency use payments made by the Government of the importing country.
3. 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 Convertible Local Currency Credit Annex, it shall not finance the balance of the cost of ocean transportation of such commodities.

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

DONE at Ankara, Turkey, in duplicate, this 3rd day of November, 1969.

SIGNATORIES:

FOR THE GOVERNMENT [*5] OF THE UNITED STATES OF AMERICA

William J. Handley

Ambassador of The United States of America

FOR THE GOVERNMENT OF THE REPUBLIC OF TURKEY

Fahir Tigrel

Undersecretary Ministry of Finance