AGREEMENT BETWEEN THE REPUBLIC OF THE PHILIPPINES AND THE FEDERAL REPUBLIC OF GERMANY RELATING TO THE JOINT ESTABLISHMENT OF A PILOT PLANT FOR THE PROCESSING OF COCONUT AT THE UNIVERSITY OF SAN CARLOS, CEBU

Note: The Agreement entered into force, November 30, 1961.

Reference: This Agreement is also published in III DFA TS No. 4, p. 24.

THE GOVERNMENT OF THE REPUBLIC OF THE PHILIPPINES

and

THE GOVERNMENT OF THE FEDERAL REPUBLIC OF GERMANY

Desiring to promote the economic and technical co-operation between their two countries and intensify the friendly relations existing between their peoples, Have agreed as follows:—

ARTICLE 1

- (1) The Government of the Republic of the Philippines and the Government of the Federal Republic of Germany shall jointly establish a Pilot Plant for the processing of coconut at the University of San Carlos at Cebu City, Philippines.
- (2) The participation of the Government of the Federal Republic of Germany in the establishment of the Pilot Plant shall be as set forth in the following provisions.

ARTICLE 2

(1) The Pilot Plant shall serve for the extraction of coconut oil and its chemical conversion into fatty alcohol sulphates.

The Pilot Plant shall provide opportunities for the training of technical, mechanical and chemical specialists.

(2) Any proceeds from production within the scope of this training should be used for the purposes of the Pilot Plant.

ARTICLE 3

- (1) The Government of the Federal Republic of Germany shall provide at its expense the articles of equipment required for the Pilot Plant c.i.f. to the place of destination, machines, tools, appliances as well as teaching and visual aids.
- (2) The articles of equipment supplied by the Government of the Federal Republic of Germany in accordance with Paragraph 1 above shall be handed over at the place of destination to the Government of the Republic of the Philippines and shall there by become the property of that Government.

ARTICLE 4