No. 5746

UNITED STATES OF AMERICA
and
INDONESIA

Agricultural Commodities Agreement under Title I of the Agricultural Trade Development and Assistance Act of 1954, as amended (with exchange of notes). Signed at Djakarta, on 5 November 1960

Official text: English.

Registered by the United States of America on 7 July 1961.

ÉTATS-UNIS D'AMÉRIQUE
et
INDONÉSIE

Accord relatif aux produits agricoles, conclu dans le cadre du titre I de la loi de 1954 tendant à développer et à favoriser le commerce agricole, telle qu'elle a été modifiée (avec échange de notes). Signé à Djakarta, le 5 novembre 1960

Texte officiel anglais.

Enregistré par les États-Unis d'Amérique le 7 juillet 1961.

No. 5746. AGRICULTURAL COMMODITIES AGREEMENT[1] BETWEEN THE GOVERNMENT OF THE UNITED STATES OF AMERICA AND THE GOVERNMENT OF THE REPUBLIC OF INDONESIA UNDER TITLE I OF THE AGRICULTURAL TRADE DEVELOPMENT AND ASSISTANCE ACT OF 1954, AS AMENDED. SIGNED AT DJAKARTA, ON 5 NOVEMBER 1960

The Government of the United States of America and the Government of the Republic of Indonesia :

Recognizing the desirability of expanding trade in agricultural commodities between their two countries and with other friendly nations in a manner which would not displace usual marketings of the United States in these commodities or unduly disrupt world prices of agricultural commodities or normal patterns of commercial trade with friendly countries ;

Considering that the purchase for rupiah of agricultural commodities produced in the United States will assist in achieving such an expansion of trade ;

Considering that the rupiah accruing from such purchases will be utilized in a manner beneficial to both countries ;

Desiring to set forth the understandings which will govern the sales of agricultural commodities to Indonesia pursuant to Title I of the Agricultural Trade Development and Assistance Act of 1954, as amended (hereinafter referred to as the Act), and the measures which the two Governments will take individually and collectively in furthering the expansion of trade in such commodities ;

Have agreed as follows :

Article I

Sales for rupiah

Subject to the issuance by the Government of the United States of America and acceptance by the Government of the Republic of Indonesia of purchase authorizations, the Government of the United States of America undertakes to finance the sale for rupiah to purchasers authorized by the Government of the Republic of

[1] Came into force on 5 November, 1960 upon signature, in accordance with article VI.

Indonesia of the following agricultural commodities determined to be surplus pursuant to Title I of the Act, in the amounts indicated except that application for purchase authorizations for any additional commodities or amounts of commodities provided for in any amendment to this agreement will be made within 90 days or 180 days for third country cotton processing authorizations after the effective date of such amendment :

Commodity	*Value (million)*
Rice	$8. 7
Cotton	3. 4
Tobacco	2. 5
Ocean transportation	1. 4
TOTAL	$16. 0

Applications for purchase authorizations will be made within 90 calendar days or 180 days for third country cotton processing authorizations after the effective date of this Agreement. Purchase authorizations will include provisions relating to the sale and delivery of commodities, the time and circumstances of deposit of the rupiah accruing from such sale, and other relevant matters.

Article II

USES OF RUPIAH

The two Governments agree that the rupiah accruing to the Government of the United States of America as a consequence of the sales made pursuant to this agreement will be used by the Government of the United States of America, in such manner and order of priority as the Government of the United States of America shall determine, for the following purposes in the amounts shown :

1. For loans to be made by the Export-Import Bank of Washington under Section 104 (*e*) of the Act and for administrative expenses of the Export-Import Bank of Washington in Indonesia incident thereto the rupiah equivalent of $800,000, but not more than 5 percent of the currencies received under the agreement.

2. For a loan to the Government of Indonesia to promote the economic development of Indonesia under Section 104 (*g*) of the Act, the rupiah equivalent of $6,000,000, for financing such projects to promote economic development, including projects not heretofore included in plans of the Government of Indonesia as may be mutually agreed. The terms and conditions of the loan will be included in a separate agreement between the two Governments.