No. 5748

UNITED STATES OF AMERICA
and
GREECE

Agricultural Commodities Agreement under Title I of the Agricultural Trade Development and Assistance Act, as amended (with related notes). Signed at Athens, on 7 November 1960

Official text: English.

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

ÉTATS-UNIS D'AMÉRIQUE
et
GRÈCE

Accord relatif aux produits agricoles, conclu dans le cadre du titre I de la loi tendant à développer et à favoriser le commerce agricole, telle qu'elle a été modifiée (avec notes connexes). Signé à Athènes, le 7 novembre 1960

Texte officiel anglais.

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

No. 5748. AGRICULTURAL COMMODITIES AGREEMENT[1] BETWEEN THE GOVERNMENT OF THE UNITED STATES OF AMERICA AND THE GOVERNMENT OF GREECE UNDER TITLE I OF THE AGRICULTURAL TRADE DEVELOPMENT AND ASSISTANCE ACT, AS AMENDED. SIGNED AT ATHENS, ON 7 NOVEMBER 1960

The Government of the United States of America and the Government of Greece :

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 Greek drachmae of surplus agricultural commodities produced in the United States of America will assist in achieving such an expansion of trade ;

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

Desiring to set forth the understandings which will govern the sales, as specified below, of surplus agricultural commodities to Greece pursuant to Title I of the Agricultural Trade Development and Assistance Act, 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 Greek drachmae

Subject to the availability of commodities for programming under the Act and to issuance by the Government of the United States of America and acceptance by the Government of Greece of purchase authorizations, the Government of the United

[1] Came into force on 7 November 1960, upon signature, in accordance with article VI.

States of America undertakes to finance the sale to purchasers authorized by the Government of Greece, for Greek drachmae, of the following agricultural commodities determined to be surplus pursuant to the Act, in the amounts indicated :

Commodity	*Export market value (million)*
Feedgrains	$5. 3
Wheat and/or wheat flour	2. 5
Cottonseed and/or soybean oil	4. 4
Ocean transportation (estimated)	1. 5
TOTAL	$13. 7

Applications for purchase authorizations will be made not later than 90 calendar days 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 drachmae accruing from such sale, and other relevant matters.

Article II

USES OF GREEK DRACHMAE

1. The two Governments agree that the Greek drachmae accruing to the Government of the United States of America as a consequence of 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 :

A. For United States expenditures under subsections (*a*), (*b*), (*c*), (*f*), and (*h*) through (*r*) of Section 104 of the Act, or under any such subsections, the drachmae equivalent of $4.8 million.

B. 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 Greece incident thereto, the drachmae equivalent of $2.1 million but not more than 25 percent of the currencies received under the Agreement. It is understood that :

(1) Such loans under Section 104 (*e*) of the Act will be made to United States business firms and branches, subsidiaries, or affiliates of such firms in Greece for business development and trade expansion in Greece, and to United States firms and Greek firms for the establishment of facilities for aiding in the utilization, distribution, or otherwise increasing the consumption of and markets for United States agricultural products.

(2) Loans will be mutually agreeable to the Export-Import Bank of Washington and the Government of Greece, acting through the Ministry of Economic Coordination. The Minister, or his designate, will act for the Government of Greece, and the President of the Export-Import Bank of Washington, or his designate, will act for the Export-Import Bank of Washington.

(3) Upon receipt of an application which the Export-Import Bank is prepared to consider, the Export-Import Bank will inform the Ministry of Economic Coordination of the identity of the applicant, the nature of the proposed business, the amount of the proposed loan, and the general purposes for which the loan proceeds would be expended.

(4) When the Export-Import Bank is prepared to act favorably upon an application, it will so notify the Ministry of Economic Coordination and will indicate the interest rate and the repayment period which would be used under the proposed loan. The interest rate will be similar to those prevailing in Greece on comparable loans, and the maturities will be consistent with the purposes of the financing.

(5) Within sixty days after the receipt of the notice that the Export-Import Bank is prepared to act favorably upon an application, the Ministry of Economic Coordination will indicate to the Export-Import Bank whether or not the Ministry has any objection to the proposed loan. Unless within the sixty-day period the Export-Import Bank has received such a communication from the Ministry of Economic Coordination, it shall be understood that the Ministry has no objection to the proposed loan. When the Export-Import Bank approves or declines the proposed loan, it will notify the Ministry of Economic Coordination.

(6) In the event the drachmae set aside for loans under Section 104 (*e*) of the Act are not advanced within three years from the date of this Agreement because the Export-Import Bank of Washington has not approved loans or because proposed loans have not been mutually agreeable to the Export-Import Bank of Washington and the Ministry, the Government of the United States of America may use the drachmae for any purpose authorized by Section 104 of the Act.

C. For a loan to the Government of Greece under Section 104 (*g*) of the Act, the drachmae equivalent of not more than $6.8 million, for financing such projects to promote economic development, including projects not heretofore included in plans of the Government of Greece, as may be mutually agreed. The terms and conditions of the loan and other provisions will be set forth in a separate loan agreement. In the event that agreement is not reached on the use of the drachmae for loan purposes within three years from the date of this Agreement, the Government of the United States of America may use the drachmae for any purpose authorized by Section 104 of the Act.

2. In the event the total of Greek drachmae accruing to the Government of the United States of America as a consequence of sales made pursuant to this Agreement