

No. 6267

**UNITED STATES OF AMERICA
and
CYPRUS**

**Memorandum of Understanding regarding the grant, sale
and use of proceeds from the sale of 40,000 metric tons
of wheat. Signed at Nicosia, on 15 January 1962**

Official text: English.

Registered by the United States of America on 2 August 1962.

**ÉTATS-UNIS D'AMÉRIQUE
et
CHYPRE**

**Mémorandum d'accord concernant le don, la vente et l'utili-
sation du produit de la vente de 40 000 tonnes de blé.
Signé à Nicosie, le 15 janvier 1962**

Texte officiel anglais.

Enregistré par les États-Unis d'Amérique le 2 août 1962.

No. 6267. MEMORANDUM OF UNDERSTANDING¹ BETWEEN THE UNITED STATES OF AMERICA AND THE REPUBLIC OF CYPRUS REGARDING THE GRANT, SALE AND USE OF PROCEEDS FROM THE SALE OF 40,000 METRIC TONS OF WHEAT. SIGNED AT NICOSIA, ON 15 JANUARY 1962

Cyprus is presently experiencing a fourth successive season of drought, which has brought about a severe reduction of agricultural crop production and has caused economic distress for a large proportion of the population. The drought has affected the economic base of the country, depriving many persons of their normal means of livelihood. The Government of Cyprus has requested the Government of the United States of America to furnish assistance to Cyprus to alleviate this hardship in the form of agricultural products in abundance in America. In response to this request, the United States Agency for International Development is prepared to grant to the Government of Cyprus up to 40,000 metric tons of wheat under the Food for Peace Program in Title II, Section 201, of the United States Public Law 480. This wheat is to be sold in Cyprus to supplement food supplies and to provide funds for mutually agreed economic development projects, which will provide employment for the affected population.

Accordingly, the Government of Cyprus and the Government of the United States of America agree as follows :

1. The Agency for International Development (hereinafter called AID) will issue a Transfer Authorization for the transfer and delivery to Cyprus of up to 40,000 metric tons of wheat, together with the necessary sacks and twine, in ships' holds at the ports in Cyprus, as the Government of Cyprus shall designate, after the signing of the Transfer Authorization.

2. The grain will be delivered f.o.b. to vessels in ports of the United States at which time title passes to the Government of Cyprus. United States certificates of weight and grade inspection shall be final. AID will pay for ocean transportation and be responsible for general average and the Government of Cyprus will arrange for, and pay the cost of, sacking, offloading, inland transportation, warehousing, and other costs of the wheat to be delivered to Cyprus.

3. The 40,000 metric tons of wheat shipped will be sold at the highest prevailing market price in Cyprus per metric ton of wheat. The proceeds of

¹ Came into force on 15 January 1962, upon signature, in accordance with paragraph 10.