No. 7144

UNITED STATES OF AMERICA
and
IRAQ

Agricultural Commodities Agreement under Title IV of the Agricultural Trade Development and Assistance Act, as amended (with exchange of notes). Signed at Baghdad, on 27 August 1963

Official texts: English and Arabic.

Registered by the United States of America on 28 February 1964.

ÉTATS-UNIS D'AMÉRIQUE
et
IRAK

Accord relatif aux produits agricoles, conclu dans le cadre du titre IV de la loi tendant à développer et à favoriser le commerce agricole, telle qu'elle a été modifiée (avec échange de notes). Signé à Bagdad, le 27 août 1963

Textes officiels anglais et arabe.

Enregistré par les États-Unis d'Amérique le 28 février 1964.

No. 7144. AGRICULTURAL COMMODITIES AGREEMENT[1] BETWEEN THE GOVERNMENT OF THE UNITED STATES OF AMERICA AND THE GOVERNMENT OF THE REPUBLIC OF IRAQ UNDER TITLE IV OF THE AGRICULTURAL TRADE DEVELOPMENT AND ASSISTANCE ACT, AS AMENDED. SIGNED AT BAGHDAD, ON 27 AUGUST 1963

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

Recognizing the desirability of expanding trade in agricultural commodities between their two countries in a manner which would utilize surplus agricultural commodities, including the products thereof, produced in the United States of America to assist economic development in Iraq;

Recognizing that such expanded trade should be carried on in a manner which would not displace cash marketings of the United States of America in those commodities or unduly disrupt world prices of agricultural commodities or normal patterns of commercial trade with friendly countries ;

Recognizing further that by providing such commodities to Iraq under long-term supply and credit arrangements, the resources and manpower of Iraq can be utilized more effectively for economic development without jeopardizing meanwhile adequate supplies of agricultural commodities for domestic use;

Desiring to set forth the understandings which will govern the sales, as specified below, of commodities to Iraq pursuant to Title IV of the Agricultural Trade Development and Assistance Act, as amended (hereinafter referred to as the Act);

Have agreed as follows :

Article I

Commodity sales provisions

1. Subject to issuance by the Government of the United States of America and acceptance by the Government of the Republic of Iraq of credit purchase authorizations and to the availability of commodities under the Act at the time of exportation, the Government of the United States of America undertakes to finance during the period July 1, 1963 to June 30, 1964, or such longer period as may be authorized by the Government of the United States of America, sales

[1] Came into force on 27 August 1963, upon signature, in accordance with article V.

for United States dollars, to purchasers authorized by the Government of the Republic of Iraq of the following commodities:

Commodity	*Approximate Maximum Quantity (Metric Tons)*	*Maximum Export Market Value to be Financed (Thousands)*
Wheat	50,000	$3,210
Tobacco, leaf	1,500	2,513
Poultry	450	317
Ocean transportation (estimated)		816
TOTAL		$6,856

The total amount of financing provided in the credit purchase authorizations shall not exceed the above-specified export market value to be financed, except that additional financing for ocean transportation will be provided if the estimated amount for financing shipments required to be made on United States flag vessels proves to be insufficient. It is understood that the Government of the United States of America will, as price declines or other marketing factors may require, limit the amount of financing provided in the credit purchase authorizations so that the quantities of commodities financed will not substantially exceed the above specified approximate maximum quantities.

2. Credit purchase authorizations will include provisions relating to the sale and delivery of such commodities and other relevant matters.

3. The financing, sale, and delivery of commodities hereunder may be terminated by either Government if that Government determines that because of changed conditions the continuation of such financing, sale, and delivery is unnecessary or undesirable.

Article II

CREDIT PROVISIONS

1. The Government of the Republic of Iraq will pay or cause to be paid in United States dollars to the Government of the United States of America for the commodities specified in Article I and related ocean transportation (except excess ocean transportation costs resulting from the requirement that United States flag vessels be used), the amount financed by the Government of the United States of America.

2. Payment of amounts financed in connection with shipments made in each calendar year will be made in 19 annual installments. The first annual payment will be due on March 31 immeditaly following the calendar year of shipment. This payment will be for $^{1}/_{19}$th of the amount of commodity value