



**AGREEMENT BETWEEN THE GOVERNMENT OF CANADA AND THE GOVERNMENT
OF PERU RELATING TO TERMS OF FINANCING FOR THE SALE OF WHEAT
BY CANADA TO PERU**

The Government of Canada and the Government of Peru,
DESIRING to establish terms of financing for the sale of wheat by Canada
to Peru,

Have agreed as follows:

ARTICLE I

The Government of Peru shall buy in Canada, through Empresa Publica de Servicios Agropecuarios y Pesqueros and Canada shall supply, through the Canadian Wheat Board, 200,000 metric tons of Canadian wheat, five percent more or less, for shipment from Canadian ports during the period September to August 1970 of this Agreement in the following quantities:

Approximately 17,000 metric tons per month.

ARTICLE II

Under this Agreement, Empresa Publica de Servicios Agropecuarios y Pesqueros and the Canadian Wheat Board have concluded a general contract in respect of this transaction. The grades of wheat, delivery terms, prices, and other commercial conditions were negotiated and agreed upon by Empresa Publica de Servicios Agropecuarios y Pesqueros and the Canadian Wheat Board. Under the terms of this contract, purchases of wheat shall be made by Empresa Publica de Servicios Agropecuarios y Pesqueros from an agent or agents of the Canadian Wheat Board.

ARTICLE III

The payment terms, which will apply to all shipments made in accordance with Article I, shall be as follows:

A cash payment of ten percent of the gross invoice value of each cargo on date of each shipment, and the balance of ninety percent payable in equal instalments, with the first payment due on the last day of the first year from the date of shipment. Subsequent payments will be due at intervals of six months thereafter, provided final payment will become due not more than five years after date of shipment. Any semi-annual payments may be made in advance.

Interest will be payable semi-annually at 4½ percent per annum, on the principal balance outstanding calculated from date of each shipment.

ARTICLE IV

Notwithstanding current liabilities under policies of insurance issued by the Export Credits Insurance Corporation, an agency of the Canadian Govern-