

LONG TERM WHEAT AGREEMENT BETWEEN THE GOVERNMENT OF CANADA AND THE GOVERNMENT OF THE FEDERATIVE REPUBLIC OF BRAZIL

The Government of Canada and the Government of the Federative Republic of Brazil:

DESIROUS of concluding a Long Term Wheat Agreement,

Have agreed as follows:

ARTICLE I

The Government of the Federative Republic of Brazil shall buy in Canada, through the Junta Deliberativa de trigo da Superintendencia Nacional do Abastecimento (hereinafter referred to as the JUNTA) and the Banco do Brasil S.A.—Departamento de Comercialização do Trigo (CTRIN), and the Government of Canada shall supply to Brazil, through the Canadian Wheat Board (hereinafter referred to as the BOARD), a minimum quantity of 1,000,000 (one million) tonnes up to a maximum of 1,500,000 (one million five hundred thousand) tonnes annually of Western Canadian wheat during the three calendar years 1983 to 1985 inclusive.

ARTICLE II

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

- (a) Payment in cash upon presentation of shipping documents, against an irrevocable letter of credit opened by Banco do Brasil in favour of the Seller and to be advised through a Canadian chartered bank in Montreal, Canada,
- (b) or at Buyer's option, declarable prior to the beginning of each shipment month,

Payment under the following credit terms:

- (i) A cash payment of 10% (ten percent) of the F.O.B. value of each shipment on date of the ocean Bill of Lading and the balance payable: 1/3 of the F.O.B. value 18 (eighteen) months from the date of the ocean Bill of Lading; 1/3 of the F.O.B. value 30 (thirty) months from the date of the ocean Bill of Lading; 1/3 of the F.O.B. value 36 (thirty-six) months from the date of the ocean Bill of Lading.