The Buyer shall have the option to repay the drafts referred to in paragraph (b) above, prior to maturity, with interest calculated to the date of actual payment at the rate applicable to said drafts, determined in accordance with procedure outlined in (e) below.

(e) Interest shall be calculated for 6 month periods on each cargo and such interest shall be added to the principal for the purposes of calculating interest for the ensuing 6 months, at the rate per annum payable by the Seller as referred to in paragraphs (f) and (g) in accordance with the Buyer's election of financing options referred to in paragraph (a), and shall be paid together with the Bills of Exchange at time of maturity as referred to above. The payment of interest on the respective due dates will be guaranteed by a Letter of Guarantee issued on the instructions of Rolimpex by the Bank Handlowy w Warszawie S.A., Warszawa. The said Letter of Guarantee shall be sent to the Seller simultaneously with the return of the completed Bills of Exchange referred to in paragraph (b) above.

(f) In the case of the credit in Canadian dollars, the rate of interest is the rate payable by the Canadian Wheat Board on its borrowings from Canadian chartered banks in this currency on the date of the Bill of Lading of each shipment. The rate payable by the Wheat Board to the chartered banks on its borrowings in Canadian dollars is currently one-quarter of one percent below the Canadian prime rate.

(g) In the case of the credit in U.S. dollars, the rate of interest is the rate payable by the Canadian Wheat Board on its borrowings from Canadian chartered banks in that currency, i.e.—at Buyer's option exercised by one month's notice referred to in paragraph (a) above.

(i) Either the variable rate calculated on each cargo on the basis of the London Inter-Bank Offered Rate (LIBOR) for 6 months' Eurodollar deposits with the "spread" of one-half of one percent,

(ii) Or the fixed rate calculated on the basis of the LIBOR for the periods corresponding to the maturity of the respective Bills of Exchange referred to in paragraph (b) i.e. for 2, 2½ and 3 years' Eurodollar deposits (without any "spread") at the time each cargo is shipped. In this case interest shall be calculated for yearly periods. (Article 3(g)(ii) subject to the Wheat Board being able to provide financing on such conditions).

(h) All bank charges for negotiating documents, etc., in Canada shall be for account of the Seller. All bank charges for negotiating documents, etc., in Poland shall be for account of the Buyer.

## Article IV

The Buyer will have the right to convert into U.S. dollars the existing debt (Bills of Exchange) expressed in Canadian dollars, resulting from previous shipments made under the Long Term Grain Agreement of April 19, 1977 as amended by the Protocol of November 27, 1978. The corresponding provisions of Article III will then apply to this conversion.