# LONG TERM WHEAT AGREEMENT BETWEEN CANADA AND

## THE CZECHOSLOVAK SOCIALIST REPUBLIC

The Government of Canada and the Government of the Czechoslovak Socialist Republic, desirous of fostering closer trade and economic relations between the two countries in accordance with the m.f.n. principle, have agreed as follows regarding a long term wheat agreement:

#### ARTICLE I

The Czechoslovak Socialist Republic shall buy in Canada, through the Foreign Trade Corporation, Koospol, or other Foreign Trade Corporations which may be entrusted with the import of wheat, and Canada shall supply through the Canadian Wheat Board, one million two hundred thousand (1,200,000) metric tons of Canadian wheat, 5% more or less, for shipment from Canadian ports during the five year tenure of the Agreement in the following quantities:

In the first year of the Agreement, 350,000 metric tons, of which

120,000 metric tons shall be shipped before 31 July, 1964.

In the second year of the Agreement, between 300,000 metric tons and

400,000 metric tons at the buyer's option.

In the third, fourth and fifth years of the Agreement a combined total of between 450,000 metric tons and 550,000 metric tons depending on the purchases during the second year of this Agreement, in such yearly amounts as the buyer chooses, provided that the quantity purchased in each of these years shall not be less than 120,000 metric tons.

The above mentioned quantities will form the basis of general contracts between Koospol and the Canadian Wheat Board. The quality, grades and shipping programmes shall be negotiated between Koospol and the Canadian Wheat Board. Purchases of wheat shall be made at the prices at which the Canadian Wheat Board is making sales to its customers on such dates as the Czechoslovak purchases take place. Following conclusion of general contracts purchases of wheat shall be made by Koospol from an agent or agents of the Canadian Wheat Board.

### ARTICLE II

Quantities of Canadian wheat which may be purchased and supplied in excess of the 1,200,000 metric tons as mentioned in Article I will be subject to separate negotiation between the two parties on the basis of buyer's requirements, seller's supply position, and buying and selling terms, including the possibility of credit, which will be examined in the light of circumstances prevailing at the time.

#### ARTICLE III

The present Agreement shall be ratified. It shall come into force definitively upon exchange of instruments of ratification, which shall take place in Prague, pending which it shall be in force provisionally from the date of signature. The Agreement shall remain in force for a period of five years from date of signature.

Done in Ottawa this 29th day of October, 1963, in duplicate, in the English and Czech languages, both equally authentic.

MITCHELL W. SHARP

For the Government of Canada

J. POULA

For the Government of the Czechoslovak Socialist Republic