FOOD PRODUCTION PROGRAM

Exchange of notes at Lima June 11, 1945, and November 22, 1946, supplementing and extending agreement of May 19 and 20, 1943, as supplemented and extended, with memorandum of agreement of June 8, 1945, between the Institute of Inter-American Affairs and the Minister of Agriculture Entered into force November 22, 1946; operative from August 31, 1945

Paragraph 7 of memorandum of agreement amended by memorandum of agreement of December 4, 1946

Program expired June 30, 1960

61 Stat. 3123; Treaties and Other International Acts Series 1647

The American Ambassador to the Acting Minister for Foreign Affairs

EMBASSY OF THE
UNITED STATES OF AMERICA
Lima, June 11, 1945

No. 812

EXCELLENCY:

I have the honor to refer to my Note 216 of August 18, 1944, transmitting the English and Spanish texts of the Memorandum of Agreement signed on June 1, 1944, by Major General George C. Dunham, Executive Vice President of the Institute of Inter-American Affairs, and by His Excellency Godofredo A. Labarthe, Minister of Agriculture of Peru, extending to August 31, 1945, the Memorandum of Agreement dated May 19, 1943, which concerned the establishment of the Inter-American Cooperative Food Production Service in Peru.

On June 8, 1945, there was signed in Lima by Mr. William C. Brister, Vice President of the Institute of Inter-American Affairs, and by His Excellency Godofredo Labarthe, Minister of Agriculture of Peru, a Memorandum of Agreement which reads in English and in Spanish as follows:

"MEMORANDUM OF AGREEMENT"

"The Republic of Peru and The Institute of Inter-American Affairs, a corporation of the Office of Inter-American Affairs and an agency of the

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1 TIAS 1669, post, p. 1244.
2 EAS 433, ante, p. 1198.
3 EAS 385, ante, p. 1160.
Government of the United States of America, hereby agree to extend the food production program provided for in the Memorandum of Agreement dated May 19, 1943, as extended by the Memorandum of Agreement dated June 1, 1944, between the two parties hereto, as hereinafter provided.

"1. The food production program shall continue to be carried out through the Servicio Cooperativo Inter-Americano de Producción de Alimentos (hereinafter called the "SCIPA"), which was created by the Government of Peru in accordance with the agreements of May 19, 1943, and June 1, 1944, referred to above.

"2. The provisions of article 4 of the agreement of May 19, 1943, are considered to have been fulfilled by the contribution of US$162,976.77 (S/.1,056,904.35) by The Institute of Inter-American Affairs, and by the contribution of S/.1,056,904.35 (US$162,976.77) that has been made by the Government of Peru. The provisions of article 3 of the extended Memorandum of Agreement signed June 1, 1944, are considered to have been fulfilled as the result of contributions amounting to US$150,000 (S/.972,750) by The Institute of Inter-American Affairs, and S/.1,945,500 (US$300,000) by the Government of Peru, prior to the date of this agreement.

"3. For the purpose of extending the agreements of May 19, 1943 and June 1, 1944, The Institute of Inter-American Affairs will make available an additional sum of US$75,000 (S/.486,375), and the Government of Peru will likewise make available an additional sum of S/.972,750 (US $150,000) for the continuing operations of SCIPA during the period August 31, 1945 through December 31, 1946.

"4. For the purpose of effectuating the objectives of this Extension Agreement, The Institute of Inter-American Affairs agrees to transfer to the account of SCIPA the sum of US$75,000 (S/.486,375) on the following basis, except that The Institute of Inter-American Affairs may withhold the estimated or actual amount of money required to cover orders and costs placed for SCIPA in the United States. Payments shall be in bimonthly contributions as provided herein:

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<thead>
<tr>
<th></th>
<th>U.S. Dollars</th>
<th>Peruvian Soles</th>
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<tbody>
<tr>
<td>September 1, 1945</td>
<td>9,375.00</td>
<td>60,796.87</td>
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<tr>
<td>November 1, 1945</td>
<td>9,375.00</td>
<td>60,796.87</td>
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<tr>
<td>January 1, 1946</td>
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<td>March 1, 1946</td>
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<td>May 1, 1946</td>
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<td>July 1, 1946</td>
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<td>September 1, 1946</td>
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<tr>
<td>November 1, 1946</td>
<td>9,375.00</td>
<td>60,796.88</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>75,000.00</strong></td>
<td><strong>486,375.00</strong></td>
</tr>
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</table>

"5. The Government of Peru agrees to transfer to the account of SCIPA the sum of S/972,750 (US$150,000) on the following basis:
"6. The parties hereto by written agreement by the Chief of the Food Supply Mission and the Minister of Agriculture may amend the schedules for making the transfers as provided in paragraphs 4 and 5 above and agree to make the transfers as required by the needs of the program.

"7. All incomes accruing to the accounts of SCIPA as the result of normal project operation, through the liquidation of projects, or from whatever sources, will continue to be available to SCIPA for the promotion of those projects from which the income has accrued or, through mutual agreement between the Minister of Agriculture, the Chief of the Food Supply Mission and the Director of SCIPA may be apportioned to other projects of SCIPA. Funds contributed by The Institute of Inter-American Affairs, which may not have been expended or obligated by contract or other legal commitment, proportionately with funds contributed by the Peruvian Government, by December 31, 1946, shall be returned to The Institute of Inter-American Affairs. The unexpended and unobligated funds contributed by the Government of Peru and all accrued income from project operations on December 31, 1946, shall remain to the credit of the Peruvian Government with SCIPA.

"8. The funds contributed according to this agreement are to be employed only for maintaining or extending projects contemplated under the original agreement, and as provided for in the budget approved August 16, 1943, and as elaborated in the budget approved June 14, 1944, supported by Project Proposals approved by the Minister of Agriculture and the Chief of the Food Supply Mission of The Institute of Inter-American Affairs in Peru and Director of SCIPA, or as modified by them, except that no part of the additional funds contributed by The Institute of Inter-American Affairs shall be utilized in projects involving poultry, fisheries or warehouses.

"9. The Chief of the Food Supply Mission of The Institute of Inter-American Affairs in Peru shall continue as Director of SCIPA for the life of this agreement.

"10. The Agreements of May 19, 1943 and June 1, 1944, shall remain in full force and effect for the purpose of extending the cooperative food production program through December 31, 1946, except as specifically modified herein, and the provisions contained therein will apply during the life of this agreement.
"11. This agreement shall terminate on December 31, 1946. It is understood that during the life of this agreement, there will be an orderly withdrawal of the activities of the Food Supply Division of The Institute of Inter-American Affairs in Peru, and the gradual assumption of its functions by the appropriate entities of the Ministry of Agriculture.

LIMA, June 8, 1945

For the Institute of Inter-American Affairs:
W. C. BRISTER
Vice-President,
Institute of Inter-American Affairs

For the Republic of Peru:
GODOFREDO A. LABARTHE
Minister of Agriculture"

It is a pleasure for me to inform Your Excellency that the provisions of the Memorandum of Agreement as hereinabove set forth, by which the Agreement of May 19, 1943, would be further extended to December 31, 1946, except as modified by the said Memorandum of Agreement, meet with the approval of the Government of the United States of America. It is my understanding that those provisions likewise meet with the approval of the Government of the Republic of Peru. This note, together with your reply indicating the approval of the Government of the Republic of Peru, will be considered as constituting an agreement between our two Governments on the subject, it being understood that this agreement shall be effective as of August 31, 1945, and that this agreement shall continue in force to December 31, 1946.

I avail myself of this occasion to extend to Your Excellency the renewed assurance of my highest consideration.

J. C. WHITE

His Excellency
Dr. MANUEL CISNEROS,
Acting Minister for Foreign Affairs,
Lima.

The Acting Minister of Foreign Affairs to the American Ambassador

[TRANSLATION]

MINISTRY OF FOREIGN AFFAIRS
AND WORSHIP

LIMA, November 22, 1946

MR. AMBASSADOR:
I have the honor to reply to Your Excellency’s esteemed note number 199, of the 30th of last September, in which you are pleased to refer to that of
His Excellency Mr. John Campbell White, number 812, of June 11th of last year, containing the texts in English and Spanish of the memorandum of agreement signed on June 8, 1945, by the Minister of Agriculture, engineer Godofredo A. Labarthe, in the name of Peru, and by Mr. W. C. Brister, for the Institute of Inter-American Affairs—an agency of the Government of the United States of America—by which the food production program is extended until December 31, 1946.

In reply, I must inform Your Excellency that by Supreme Resolution No. 473, issued by the Ministry of Agriculture on June 8, 1945, it was decided to approve the said agreement for extension, with reference to the continuing of the functioning of the Cooperative Food Production Service, as a branch of the Ministry of Agriculture.

I am also pleased to inform Your Excellency that the Minister of Agriculture, in a recent note, expressed to this Office the desire to renew without any change the contract with the Inter-American Cooperative Food Production Service. Such desire is supported by the fact that the present SCIPA mission has been in the country some time and has increased the understanding of our problems, being, at the present time, in the most favorable situation for obtaining the best results. For these reasons our Embassy in the United States of America took steps for the said renewal.

I avail myself of this opportunity to renew to Your Excellency, the assurances of my highest and most distinguished consideration.

For the Minister
J. Delgado Y.

His Excellency
Prentice Cooper,
Ambassador Extraordinary and
Plenipotentiary of the United States of America.
City.