

UNCLASSIFIED
CONSULATE OF THE UNITED STATES
OF AMERICA

BRAZIL (RIO DE JANEIRO)

*Am Consulate
Belem*
July 27, 1966

AUG 1 1 1966

CODE : 29 A, B and C; CERP D
BELEM, PARA, BRAZIL
P.L. 480 Program Quarterly Progress Report

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PART I

Arrivals and Unloadings

According to data furnished by Cacex, Brazil did not import any wheat or other commodities under Title I during the April 1 - June 30 period of 1966. Thus, the January 1 - June 30 total for arrivals and unloadings of Title I commodities remains unchanged - at 110,710 metric tons of wheat - from that of Agr-110 of April 27, 1966.

PART II

Compliance with Requirements or Resale, etc.

The Government of Brazil, through Cacex of the Bank of Brazil, has provided assurances that there has been no resale or transshipment of wheat during the first semester of 1966. As all the wheat was imported by Cacex, and will be sold to domestic millers, we are assured that it will be used for consumption solely within Brazil and we consider this assurance as adequate. Import-Export data (30462(3)) will be reported in Quarterly Trade Report, as soon as available.

PART III

Compliance with Usual Marketings

According to preliminary data provided by Cacex, unloadings of U.S. wheat during the first semester of 1966 qualifying for the usual marketing requirements totaled 360,985 tons. Unloadings of Argentine wheat were 512,353 tons and of Uruguayan wheat were 45,576 tons during the above mentioned six months.

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Thus, Brazil received a total of 1,029,623 metric tons of wheat during the first semester of 1966 which qualify toward the 1,324,000 M.T. usual marketing requirements of 1966. From July 1-22 about 112,000 M.T. more of wheat qualifying for usual marketings were unloaded; and as of July 22 another approximate 130,000 M.T. were in transit, of which 21,061 are under P.L. 480 and about 109,000 which would qualify as usual marketings. Also, as of July 22 a further 464,647 M.T. of wheat were purchased and awaiting loading - 109,938 under P.L. 480 and about 354,000 to qualify for usual marketings.

Official GOB preliminary figures show that during the first six months of 1966 Brazil exported 147,821 metric tons of rice. Subtracting the 55,000 M.T. figure for average exports under the "wheat - rice offsets" concept would leave 92,821 M.T. more of wheat to be purchased for "usual marketings". For the full year 1966, these rice exports are expected to not exceed 200,000 and more likely be around 175,000 M.T. or less, leaving a maximum of 120-145,000 M.T. to be offset for the full year. Thus, the current import situation is:

1966 Imports Qualifying for Usual Marketing Requirements

1,029,623 m.t.	- unloaded between January 1 - June 30, 1966
112,021 "	- " " " July 1-22, 1966.
109,407 "	- in transit as of July 22, 1966
<u>354,708</u> "	- purchased and awaiting loading, as of 7/22/66

1,605,769 m.t. - Probable total to count against 1966 usual marketing requirements of 1,324,000 M.T. and offsets

1966 P. L. 480 Imports

110,710.0	Title I, for January 1 - July 22 (all in January)
21,061.7	Title IV, in transit as of July 22, 1966
<u>109,938.3</u>	Title IV, purchased and awaiting loading as of July 22, 1966.
241,710.0	Total
4,000.0	Apparent balance of the combined 150,000 M.T. total of P.A.'s 28-401 and 28-402 (PA-28-401 for spring wheat was not used entirely as the increased price of wheat at the time of the tender did not permit the purchase of the complete tonnage within the dollar limit.)

PART IVP. L. 480 Barter Contracts

Arrivals of wheat purchased under barter contracts totaled about 58,805 metric tons during the second quarter of 1966. The arrival information is shown in Table I along with available information on the quantities unloaded by ship and port.

TABLE I - BRAZIL: Arrivals and Unloadings of Wheat Imported Under Barter Contracts, April 1 to June 30, 1966.

Name of Vessel	Date of Arrival	Port of Arrival	Quantity on B/L	Quantity Unloaded	Date Unloading Completes
			- metric tons -		
Metamorfosis	4-12-66	Rio	10,300	10,257	4-28-66
Falcon	6-1-66	Rio	9,000	8,994	6-8-66
"	6-10-66	Santos	13,374	13,344	6-16-66
Skayholt	5-27-66	Rio	11,000	10,984	6-1-66
"	6-2-66	Santos	15,131	14,970	6-14-66

PART VCCC Export Credit Sales Program

This office has not yet received from the General Sales Manager's Office any notification of purchases or bills of lading under CCC credit approvals GSM-3499, GSM-3530 or GSM-3534.

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