

PURCHASE OF RUBBER PRODUCED IN PERU

Exchange of notes at Washington April 23, 1942

Entered into force April 23, 1942

*Terminated June 30, 1947*¹

1942 For. Rel. (VI) 667

The Peruvian Minister of Finance and Commerce to the Secretary of State

PERUVIAN EMBASSY
WASHINGTON, D.C.

APRIL 23, 1942

MY DEAR MR. SECRETARY:

I am happy to be able to advise you that the Government of Peru has initiated measures designed to increase the available supplies of Peruvian rubber, and that it suggests to the Government of the United States the following proposal designed to assure to the United States the maximum amounts of raw rubber.

(1) In order to stimulate the development of the raw rubber resources of Peru, Rubber Reserve Company would establish a fund of \$1,125,000 to be available to Peruvian Amazon Corporation for the purpose of increasing the wild rubber production in Peru as approved by Rubber Reserve Company. It is estimated that the expenditure of this sum should result in increasing the export of Peruvian rubber to the United States to an annual total of not less than 6,000 long tons.

(2) Peruvian Amazon Corporation, or some other Peruvian governmental department or agency, would become the sole ultimate purchaser of rubber, both for export and for domestic consumption except that Rubber Reserve Company may buy rubber for its own account provided Peru after consultation in each instance makes no objection to such action. The Government of Peru would maintain internal and export quotas with the view to making available to the United States the maximum amounts of raw rubber.

It is understood that the Government of the United States will collaborate with the Government of Peru with the view of assuring to the Government

¹ With termination of memorandum of understanding of Apr. 23, 1942, for purchase of rubber between Peru and Rubber Reserve Company (not printed), as extended by exchange of notes of May 15 and 18, 1945 (not printed).