

MEMORANDUM

THE WHITE HOUSE
WASHINGTON

MEMORANDUM FOR THE PRESIDENT

FROM: Henry A. Kissinger *HK*

SUBJECT: FY 1971 PL 480 Program for Pakistan

Acting Secretary Johnson (Tab A) requests your approval of a \$72 million PL 480 Program for Pakistan for FY 1971. 800,000 tons of wheat and 100,000 tons of edible oil would be provided under the proposed agreement.

As a result of budget limitations, the amount is less than the Pakistan request and less than the \$87 million we provided last year. State, therefore, proposes to sign a smaller PL 480 agreement (\$15 - 20 million) in the latter part of FY 71 to provide deliveries in the first quarter of FY 1972, Pakistan's most critical supply period. This would assure Pakistan of our continuing support.

Nearly all the commodities provided will go to East Pakistan which, although having made some progress in its agricultural sector in the previous year, has had poor results with miracle rice and continues to be an area of extreme poverty. A large portion of the receipts generated under the program will be utilized for rural development projects to support East Pakistan's agriculture. Our AID mission has made a major effort to develop around this program a broad-based attack on some of East Pakistan's fundamental economic and social problems ranging from family planning to community organization and education.

The proposed amount is within your FY 71 budget. OMB (Tab B), Treasury and Agriculture concur in State's request.

RECOMMENDATION:

That you approve the proposed \$72 million PL 480 program for Pakistan for FY 1971.

Approve *HK for RW*

Disapprove _____