

PDABB473

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AGREEMENT

BETWEEN

THE KINGDOM OF THAILAND

AND

THE UNITED STATES OF AMERICA

FOR

THE PRIVATE CAPITAL INVESTMENT PROJECT

(493-11-950-232)

(Original)

(FY 1972)

PROAG

PROJECT AGREEMENT

BETWEEN THE DEPARTMENT OF STATE, AGENCY FOR INTERNATIONAL DEVELOPMENT (AID),
AN AGENCY OF THE GOVERNMENT OF THE UNITED STATES OF AMERICA, AND

DEPARTMENT OF TECHNICAL AND ECONOMIC COOPERATION

AN AGENCY OF THE GOVERNMENT OF THAILAND

The above-named parties hereby mutually agree to carry out a project in accordance with the terms set forth herein and the terms set forth in any annexes attached hereto, as checked below:

- Project Description Annex A Foreign Currency Standard Provisions Annex
 Standard Provisions Annex Special Loan Provisions Annex

This Project Agreement is further subject to the terms of the following agreement between the two governments, as modified and supplemented:

ECONOMIC & TECHNICAL COOPERATION AGREEMENT DATED SEPTEMBER 19, 1950

MEMORANDUM OF AGREEMENT AS TO CONDUCT OF COUNTERPART PROGRAMS, DATED JULY 24, 1955

(other)

1. Project/Activity No.
493-11-950-232

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2. Agreement No.
232-2027

3. Original or
Revision No. _____

4. Project/Activity Title

Private Capital Investment

5. Project Description and Explanation

(See Annex A attached)

6. AID Appropriation Symbol

72-1121006

7. AID Allotment Symbol

256-50-493-00-69-21

8. AID FINANCING

Dollars Local Currency

Previous Total
(A)

Increase
(B)

Decrease
(C)

Total to Date
(D)

(a) Total

187,000

187,000

(b) Contract Services

(c) Commodities

(d) Other Costs PIO/P

187,000

187,000

9. COOPERATING AGENCY FINANCING Dollar Equivalent

\$1.00 =

(a) Total

(b) Technical and Other Services

(c) Commodities

(d) Other Costs

10. Special Provisions (Use Additional Continuation Sheets, if Necessary)

11. Date of Original Agreement
June 21, 1972

12. Date of This Revision

13. Final Contribution Date

June 21, 1975

14. For the Cooperating Government or Agency

15. For the Agency for International Development

SIGNATURE: Piew Phusavat DATE: 6/21/72
TITLE: Director-General, DTEC

SIGNATURE: Rey M. Hill DATE: 6/21/72
TITLE: Director, USOM/Thailand

EDI/PE *SM*

O/EDI

P/TR

AD/P

AD/F

DTEC/P

MOI

MOE

BOI

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BETWEEN AID AND
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AN AGENCY OF THE GOVERNMENT OF
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I. PROJECT DESCRIPTION

A. Background

The US Operations Mission (USOM), since the inception of US aid to Thailand in 1951, has supported certain Royal Thai Government (RTG) and private sector efforts to accelerate Thailand's industrial development. The 1967 Private Sector Development Project Agreement identified the objectives and strategy for USOM support to the RTG and key elements of the Thai private sector, and summarized related projects dating from 1965. The project emphasized the development and implementation of RTG policies to facilitate expansion of the private sector of the Thai economy. Based on continuing evaluation of this project by the RTG and USOM, particularly since 1970, it was decided that a program directly relevant to Thailand's Third Five Year Plan could now be considered. Such a program would relate to export development, rural development and employment, improved mobilization of Thai resources and private enterprise growth, and maintenance of the current economic growth rate.

B. The Purpose of this Project Agreement

The purpose of this agreement is to improve RTG capability to facilitate investment and private enterprise growth by developing professional expertise in selected ministries and in the private sector in such fields as finance, industrial planning, and promotion, management and international trade. Such expertise, relevant to needs set forth under the Third Five Year Plan, will be developed through academic and on the job training in the US and in Third Countries.

II. UNITED STATES GOVERNMENT CONTRIBUTION

The USG will provide training for ten participants from the private sector and sixteen from the RTG at an estimated cost of \$187,000. See Annex B for participant training schedule.

For the Cooperating Government or Agency

For the Agency for International Development

SIGNATURE: _____ DATE: _____

SIGNATURE: _____ DATE: _____

TITLE: _____

TITLE: _____

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III. ROYAL THAI GOVERNMENT CONTRIBUTION

A. The RTG and/or private sector will provide language training in Thailand for the subject participants and will pay for the costs of international transportation. Funds for such activities financed by the RTG are provided under Project Agreement No. L926-2022.

B. See "Special Provisions," Part V, for additional information regarding RTG contributions.

IV. SUMMARY TABLE OF FUNDS

	<u>This Revision</u>	<u>Total To Date</u>
A. <u>United States Government Contributions</u>	\$187,000	\$187,000
Participants	\$187,000	\$187,000

B. Royal Thai Government Contribution

See III above.

V. SPECIAL PROVISIONS

A. Contract services provided for under the FY 1971 Private Sector Development Project Agreement will be integrated with activities to be developed under this project.

B. The following positions and personnel will be transferred to this project as of July 1, 1972.

1. Dollar Funding:

Prvt. Entpr Off.
Secy

- Marsden, Donald C.
- Farmer, Estell M.

For the Cooperating Government or Agency

For the Agency for International Development

SIGNATURE: _____ DATE: _____

SIGNATURE: _____ DATE: _____

TITLE: _____

TITLE: _____

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2. The trust fund support for the above personnel will continue under the Private Sector Development project until September 30, 1972. On October 1, 1972 trust fund support for personnel and positions will be committed under this project.

C. The following local hire positions and personnel previously funded under the Private Sector Development Project will be transferred to this project as of October 1, 1972:

Asst. Priv. Enterprise Adv.	Kriengkripetch, Ong-Arj
Admin Asst	- Buranonhda, Nantavitya
Secy	- Serng-Adichaiwit, Thara
Engineer (Industrial)	- Sithongsook, Dhana

D. The local currency project account activity previously implemented under the Private Sector Development Project will be transferred to this project as of October 1, 1972.

E. The Director USOM hereby waives the issuance of PIO/P documents for participant costs under this agreement until June 26, 1972. This waiver is issued pursuant to the Director's waiver authority under M.O. 712.4, III, A., 3., a.

FOR THE MINISTRY:

Ministry of Industry

Ministry of Economic Affairs

Title: Under Secretary of State

Title: Under-Secretary of State

Date: _____

Date: _____

Board of Investment

Title: Secretary-General

Date: _____

For the Cooperating Government or Agency

For the Agency for International Development

SIGNATURE: Piew Phusavat DATE: 6/21/72
TITLE: Director-General, DFEC

SIGNATURE: Rey M. Hill DATE: 6/21/72
TITLE: Director, USOM/Thailand

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PARTICIPANT SCHEDULE

Organizations & Type Training	Type	U.S.	3C	Length of Training	No. Candidate	Thousand Dollars
<u>Ministry of Industry:</u>						
1. <u>Small Industry Finance Office:</u>						
Loan Adm. & Small Business Dev.	OJT	X		26 wks	1	4.0
Financial Aids and Cost Accounting for Small Industry	OJT		X	16 wks	3	7.5
2. <u>Industrial Econ. & Planning Div.:</u>						
Industrial Programming	OJT	X		12 wks	1	3.0
Economics	ACA	X		2 yrs.	2	20.0
Engineering	ACA	X		2 yrs.	1	10.0
Statistics	ACA	X		2 yrs.	1	10.0
Public Relations	ACA	X		2 yrs.	1	10.0
<u>Board of Investment</u>						
Industrial Techniques	OJT	X		16 wks	1	4.5
<u>Ministry of Econ. Affairs</u>						
International Trade	ACA	X		2 yrs.	2	29.2
Marketing	ACA	X		2 yrs.	2	29.2
Statistics	ACA	X		2 yrs.	1	14.6
<u>Private Sector</u>						
Management, Marketing and Production Techniques	OJT	X		16 wks	10	45.0
Grand Total					26	187.0

OJT = On the job training, ACA = Academic.

For the Cooperating Government or Agency

For the Agency for International Development

SIGNATURE: _____ DATE: _____

SIGNATURE: _____ DATE: _____

TITLE: _____

TITLE: _____