NATIONAL CANE FARMING COMMITTEE ACT CHAPTER 69:04

Act 25 of 1965 Amended by

| 1 | of | 1970 |
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| 21 | of | 1974 |
| 11 | of | 1979 |
| 11 | of | 1981 |
| 17 | of | 1991 |

Current Authorised Pages

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| (inclusive) | | by L.R.O. | |
| 1 | - | 48 | 1/2012 |

2 **Cap. 69:04** *National Cane Farming Committee*

Note

on

Subsidiary Legislation

Page

11

Cane Farmers Contract (General Conditions) Rules

(R. 2/1968, 3/1975)

3

CHAPTER 69:04

NATIONAL CANE FARMING COMMITTEE ACT

ARRANGEMENT OF SECTIONS

SECTION

- 1. Short title.
- 2. Interpretation.
- 3. Establishment of the Committee.
- 4. Functions of the Committee.
- 5. Vacation of office.
- 6. Meetings.
- 7. Appointment of officers and servants.
- 8. Creation of districts and constitutions of District Associations.
- 9. Register of farmers and contracts.
- 10. Expenses of the Committee.
- 11. Rules.

29 of 1965 An Act to provide for the establishment of a National Cane Farming Committee, and for purposes connected therewith.

[6th NOVEMBER, 1965]

| Short title. | 1. This Act may be cited as the National Cane Farm | | |
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| | Committee Act. | | |
| Interpretation. [11 of 1979] | 2. In this Act— | | |
| | "Association" means any company or other organisation for | | |
| | the time being designated in writing by the Minister as | | |
| | being representative of persons who carry on the | | |
| | business of the manufacture of sugar; | | |

- "Committee" means the Committee established under this Act;
- "contract" means a contract entered into between a farmer and a manufacturer for the cultivation, sale and processing of sugar cane;
- "Development Corporation" means any company or other organisation for the time being designated in writing by the Minister as being concerned with undertaking, facilitating or promoting the development of the cane farming industry in Guyana;
- "district" means one of the districts into which Guyana is divided for the purposes of this Act;
- "District Association" means an association of farmers formed for the promotion, protection and advancement of the interests of farmers in any district;
- "farmer" means any person engaged in the cultivation of sugar cane for sale to a manufacturer under a contract;
- "manufacturer" means any person who carries on the business of the manufacture of sugar, and includes the Association;

"official member" means a person who-

- (a) is a public officer; or
- (b) is employed by a public corporation established under any Act,

and is appointed a member of the Committee.

Establishment **3.** (1) There shall be established a Committee to be called the National Cane Farming Committee.

5

[11 of 1979 (2) The Committee shall consist of seventeen 11 of 1981] members of whom not more than five shall be official members. (3) The members of the Committee shall be appointed by the Minister and shall be as follows-(a) eight persons chosen by the Minister from among farmers who have been recommended for appointment by **District Associations:** Provided that until such time as District Associations have been established under section 8, the Minister may appoint any farmer for any district; (b) three persons chosen by the Minister from a panel of seven nominated by the Association; five official members; and (c) (d) person nominated by the one Development Corporation. (4) The members of the Committee shall be appointed for two years and they shall be eligible for reappointment. (5) The Minister shall appoint a Chairman and Vice-Chairman of the Committee from among the members of the Committee. **4.** The functions of the Committee shall be – Functions of the Committee. [21 of 1974 (a) to devise programmes and schemes

17 of 1991]

for the promotion and expansion of cane farming;

- (b) to inquire into and report upon any matter relating to cane farming which may be referred to the Committee by the Minister;
- (c) to promote good relations in the cane farming industry;
- (d) to take over on such date as the Minister may direct the functions of the Sugar Committee appointed on the 19th June, 1943;
- generally, to advise and make representations to the Minister on any matter pertaining to the maintenance and development of the cane farming industry;
- (f) to control, administer and to receive monies for and on behalf of the funds established under the Cane Farmers Special Funds Act.

Vacation of **5.** A person shall cease to be a member of the office. Committee if –

- (a) by notice in writing to the Minister he resigns his office; or
- (b) he is certified to be insane or otherwise adjudged to be of unsound mind under any law in force in Guyana; or

c. 69:09

7

- (c) he has been adjudged insolvent under any law in force in Guyana and has not been discharged; or
- (d) he is under sentence of imprisonment for any term or is under such a sentence of imprisonment the execution of which has been suspended; or
- (e) being an official member his appointment is revoked by the Minister; or
- (f) having been appointed to his office on the recommendation or nomination of a District Association. or the Association or the Development Corporation, he is removed from office by the Minister at the request of the body which recommended or nominated him.

Meetings. **6.** (1) Meetings of the Committee shall be held at such times as may be necessary or expedient for the transaction of business, and such meetings shall be held at such places and times and on such days as the Committee may determine.

(2) The Chairman of the Committee may at any time convene a meeting of the Committee.

(3) The Chairman, or in his absence the Vice-Chairman, shall preside at all meetings of the Committee. In the absence of the Chairman and the Vice-Chairman from any meeting, the members present may elect one of their numbers to be the Chairman of the meeting. (4) The Committee shall act by resolutions passed at meetings at which a quorum is present by a majority of votes of the members present and voting at the meeting:

Provided that no resolution shall be of any force or effect unless the following members vote in favour of the resolution—

- (a) at least two members appointed under section 3(a);
- (b) at least one member appointed under section 3(b); and
- (c) at least one member appointed under section 3(c).

(5) The quorum for meetings of the Committee shall be five members.

(6) A member shall be at liberty to vote on, and to be present at any meeting which is considering any matter notwithstanding that he may have a financial or other interest in such matter, whether directly or indirectly.

(7) The Committee may co-opt any one or more persons to attend any particular meeting of the Committee at which it is dealing with a particular matter, for the purpose of assisting or advising the Committee, but no such coopted person shall have any right to vote.

(8) Subject to this section, the Committee shall have power to regulate its own proceedings.

and Minister, appoint and employ a secretary and such officers and servants as it deems necessary for the proper carrying out of its functions.

Appointment of officers and servants.

9

| Creation of districts and constitutions of District Associations. | 8. (1) The Minister may, by order, divide Guyana in districts and may establish a District Association for each such district. | | |
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| 735001410115. | (2) The Mir constitution of a Distri | nister may, by regulations, prescribe the ct Association. | |
| | recommendations and | District Association may make I representations to the Committee on natters relating to cane farming. | |
| Register of farmers and contracts. | 9. The Commi farmers for each distri | ttee shall cause to be kept a register of ct and of all contracts. | |
| Expenses of the Committee. | 10. Any expense incurred by the Minister or the Committee for the purpose of this Act shall be defrayed by the Minister out of moneys provided by Parliament. | | |
| Rules. [1 of 1970] | 11. (1) Subject to negative resolution of the National Assembly, the Committee may, with the approval of the Minister, make rules providing for all or any of the following matters: | | |
| | (a) | the general conditions which shall be deemed to be incorporated in every contract; | |
| | (b) | the registration of farmers; | |
| | (c) | the registration of contracts; | |
| | (d) | the records to be kept by farmers and the furnishing of reports and returns by them to the Committee; and | |
| | (e) | exemption, in special circumstances, of contracts from the application of the general conditions provided for | |

under paragraph (a) of this subsection.

(2) The general conditions prescribed for the purposes of subsection (1)(a) may be amended, altered or varied by rules made under this section:

Provided that no amendment, alteration or variation of the conditions shall be of any force or effect to the extent that it may prejudice any security given by a farmer to any person prior to such amendment, alteration or variation, or the rights of any person under a contract made prior to and subsisting at the time of such amendment, alteration, or variation, unless that person has consented thereto in writing.

L.R.O. 1/2012

SUBSIDIARY LEGISLATION

CANE FARMERS CONTRACT (GENERAL CONDITIONS) RULES

RULE

6.

- 1. Citation.
- 2. Interpretation.
- 3. (1) Forms and conditions of contract.
 - (3) Contracts to be recorded with Committee.
- 4. (1) Cultivation. Acceptance of cane.
 - (2) Varieties of cane to be grown.
 - (3) Use of fertilizers.
 - (4) Pest control.
 - (5) Advice on cultivation.
 - (6) Supply of irrigation water.
 - (7) Supply of drainage facilities.
 - (8) Manufacturer's right to enter upon farm.
 - (9) Authority to reap cane on termination of contract before harvest.
- 5. (1) Limitation of cultivation. Restricting of harvesting of cane.
 - (2) Sub-division of farmers' quotas.
 - (3) Notice of allotment of quotas.
 - (1) Harvesting and delivery of cane.
 - (2) Manner of cutting.
 - (3) Conditions for delivery.
 - (4) Cleaning of cane with extraneous matters.
 - (5) Refusal to supply punts.
 - (6) Manufacturers' cane to be free of extraneous matter.
- 7. (1) Burning of cane.
 - (2) Delivery within seventy-two hours.
 - (3) Acceptance of cane deliberately burnt.
 - (4) Apportionment of deductions made.
- 8. (1) Transport of cane.

| 12 | Cap. | 69:04 | National Cane Farming Committee |
|-----------|------|-------|---|
| [Subsidia | ry] | | Cane Farmers Contract (General Conditions) Rules |
| | 1 | RULE | |
| | | (2) | Payment for water transport. |
| | | (3) | Payment for alternative transport. |
| | | (4) | Increase in transport charges. |
| | | (5) | Maintenance of water-ways. |
| | | (6) | Stipulation on tonnages to be accepted. |
| | | (7) | Manner of loading cane in punts. |
| | 9. | (1) | Weighing of cane. Checking of scale and weighbridges. |
| | | (2) | Provision of cane scale book. |
| | | (3) | Recording of weight of cane. |
| | | (4) | Right to statement from cane book. |
| | | (5) | Substitution of printed record for cane scale book. |
| | 10. | (1) | Manufacture of sugar. Running in of mill. |
| | | (2) | Economic manufacture of sugar. |
| | | (3) | Ascertainment of quantity of sugar. |
| | | (4) | Notice of stoppages to be given. |
| | | (5) | Provision of storage for unsold sugar and molasses. |
| | 11. | (1) | The price of cane. |
| | | (2) | Method of determination of price. |
| | | (3) | Entitlement to tests on cane. |
| | 12. | (1) | Payments for cane. Price of unsold sugar and molasses |
| | | to b | e estimated. |
| | | (2) | Approval of payment by committee. |
| | | (3) | Manner of payments for spring crop. |
| | | (4) | Manner of payments for autumn crop. |
| | | (5) | Drawing against amounts credited. |
| | | (6) | Interim sums received from sales to be credited. |
| | | (7) | Final payment. |
| | | (8) | Unsold sugar to be valued for preparation of final |
| | | acco | ounts. |
| | | (9) | Publication of audited statement. |
| | | (10) | Adjustment of excess payments. |
| | 13. | (1) | Security, transfers, assignments and termination of |
| | | con | tracts. Security for payment for sums advanced. |
| | | (2) | Procedure for a transfer, assignment or sub-letting. |
| | | (3) | Granting of consent to transfer or assignment. |
| | | (4) | Taking possession of farm to enforce security. |
| | | (5) | Ascertainment of successor to deceased farmer. |

(6) Termination of contract.

| | National Cane Farming Committee Cap. 69:04 | 13 |
|--------------|--|----|
| [Subsidiary] | Cane Farmers Contract (General Conditions) Rules | |
| | RULE | |
| | (7) Payment of all sums due on termination. | |
| | (8) Termination not to prejudice any other rights or | |
| | obligations. | |
| | (9) No parting with farm without written consent. | |
| | 14. Acts of God, etc. | |
| | 15. Amendment or rescission of rules. | |
| | 16. Arbitration. | |

FIRST SCHEDULE—Cane Farming Contract.

SECOND SCHEDULE – Rules of Contract.

R.2/1968 CANE FARMERS CONTRACT (GENERAL CONDITIONS) 3/1975 RULES

made under section 11(1)

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| Citation. | 1. These Rules may be cited as the Cane Farmers Contract (General Conditions) Rules. | |
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| Interpretation. | 2. In these Rules— | |
| | "Association" means the Company known as the Guyana Sugar Producers' Association; | |
| | "cane" means sugar cane suitable for delivery to a manufacturer; | |
| | "Committee" means the Committee established under the National Cane Farming Committee Act; | |
| | "Contract" means a Contract entered into between a Farmer and a Manufacturer for the cultivation, sale and | |

| 14 | Cap. 69:04 | National Cane Farming Committee |
|--|-------------------------|---|
| [Subsidiary | y] | Cane Farmers Contract (General Conditions) Rules |
| | 1 | processing of sugar cane; |
| | - | poration" means the Cane Farming Development Corporation Limited; |
| | (2 5 | " means any area of land under, or to be placed under, cultivation of cane for sale to a Manufacturer in accordance with the terms of Contract, whether or not such land consists of separate parcels, provided it is owned, leased or cultivated by a Farmer; |
| | | ner" means any person engaged in the cultivation of sugar cane for sale to a manufacturer under a Contract; |
| | | ufacturer" means any person who carries on the business of the manufacture of sugar and includes the Association; |
| | | " means long tons of two thousand, two hundred and forty pounds. |
| Forms and Conditions of Contract First Schedule. | cane. the Fi deem | 3. (1) A Farmer shall enter into a Contract with a fracturer relating to the cultivation, sale and grinding of The Contract shall be in a standard form as contained in first Schedule and it shall provide that these Rules shall be fied to form a part of the Contract and that the Contract be read and construed therewith and subject thereto. |
| | | (2) Unless and until a Contract has been made, no er may sell cane to a Manufacturer and no Manufacturer buy cane from a Farmer. |
| Contracts to be recorded with Committee | l with into i | (3) It shall be the duty of a Manufacturer to record the Committee such particulars of all contracts entered in accordance with these Rules and in such form as the mittee may from time to time prescribe. |
| Cultivation | | 4. (1) A Farmer shall plant and cultivate cane on the in accordance with the rules of good husbandry to the |

| | National Cane Farming Committee Cap. 69:04 |
|--------------------------------------|--|
| [Subsidiary] | Cane Farmers Contract (General Conditions) Rules |
| Acceptance of cane. | extent that in a normal season would be expected to yield the weight estimated in the First Schedule and the Manufacturer shall buy and accept delivery of such cane. If a Farmer cultivates a larger acreage of cane, the Manufacturer shall be under no obligation to purchase the cane reaped from the extra acreage unless the prior approval of the Manufacturer has been obtained. |
| Varieties of cane to be grown. | (2) Varieties of sugar cane to be grown shall be approved of by the Committee in agreement with the Association, due regard being given to the suitability of the soil and resistance to disease, but insofar as these two factors permit, and alternative varieties exist, the Farmer shall be free to choose whichever variety he prefers of those approved by the Committee but shall not plant any variety which has not been so approved. |
| Use of fertilizers. | (3) A Manufacturer may advise Farmers as to the type, timing of and quantity of fertilizers to be applied and the Fanners may obtain their supply of fertilizers from the Manufacturer at an agreed price which shall be chargeable to the Farmers and recoverable in accordance with the Contract. |
| Pest control. | (4) If, in the opinion of a Manufacturer, a Farmer's crop is being affected by pest or disease, the Manufacturer shall serve notice on the Farmer that within twenty-four hours the Farmer shall take steps to control such pest or disease. Where the Farmer fails to take such steps, the Manufacturer shall forthwith notify the Committee and the Committee shall forthwith authorise the Manufacturer to take such steps as he considers proper to safeguard nearby crops which may be endangered, and any expense incurred in so doing shall become a debt due from the Farmer to the Manufacturer, chargeable to the Farmer's account with the Manufacturer and recoverable in accordance with the Contract. |
| Advice on cultivation. | (5) A Manufacturer shall on request advise a Farmer on any matter pertaining to the cultivation of cane |

| 16 | Cap. 69:04 | National Cane Farming Committee |
|----|------------|---------------------------------|
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[Subsidiary]

Supply of irrigation

water.

Cane Farmers Contract (General Conditions) Rules

and, where it is in all circumstances reasonable to do so may charge for the cost of providing such advice. If it is necessary, and provided the Manufacturer has equipment available and not in use elsewhere, the Manufacturer may at the Farmer's request undertake cultivation work on behalf of the Farmer, and charge the Farmer for so doing at an agreed rate.

(6) Where a Farmer's cultivation is situated adjacent to irrigation canals owned or controlled by a Manufacturer, the Manufacturer shall supply on request from a Farmer, a supply of irrigation water but subject to any restrictions needed because of shortage or other exigencies, and subject always to the needs of the Manufacturer's estate cultivation and to the prior needs of other Farmers to whom the Manufacturer may have already been committed, at the rate calculated in accordance with Appendix A to the Second Schedule.

(7) A Manufacturer shall supply on request from a Farmer drainage facilities to the extent that the Manufacturer finds it reasonably practicable to make such facilities available from time to time and the cost of such facilities shall be charged to the Farmer and paid for by him at the rate calculated in accordance with Appendix A to the Second Schedule.

Manufacturer's right to enter upon farm.

Supply of

drainage

facilities.

(8) Where a Manufacturer has agreed to provide under the Contract drainage or irrigation or navigation or other services either to Farmers within a clearly identifiable community or area, or individually, he shall be at liberty with or without vehicles and equipment, to enter upon a farm and any navigation or other canals, and operate kokers and sluices as may be necessary for the purpose of a Contract or to enable the cane grown by neighbouring Farmers to be delivered with expedition and safety, provided that in exercising these rights the route to be taken shall be selected to reduce to a minimum inconvenience to the Farmer.

L.R.O. 1/2012

National Cane Farming Committee

[Subsidiary]

Cane Farmers Contract (General Conditions) Rules

Authority to reap cane on termination of contract before harvest. (9) On the termination of a Contract before the cane has been harvested in any crop, the Committee, if satisfied that the Farmer is unable to harvest the cane or has abandoned the Farm, or if requested by the Farmer, may (subject to any prior rights of the Corporation where a loan is outstanding) authorise the Manufacturer or any other Farmer, to harvest or complete the harvesting as the case may be.

5. (1) If, and whenever, owing to the imposition of Limitation of new quotas, or a reduction in existing quotas, allotted to cultivation. Guyana under the Commonwealth Sugar Agreement or any other Agreement to which Guyana is a party or a serious world over-production of sugar, or a serious fall in the average price obtained for sugar produced in Guyana, the Restricting of Association and the Committee agree that the harvesting and harvesting of grinding of cane in Guyana are or are likely to become cane. uneconomic or that all space available for storage of sugar in Guyana is full or is likely to become full, then the Association shall be entitled to restrict the harvesting of sugar cane in Guyana. Such restriction may take the form of a quota of cane the basis of calculation of which shall be chosen only after agreement with the Committee. Subject to compliance with these requirements, the respective amounts of the quotas shall be such as shall operate most fairly in the circumstances then prevailing as between the Manufacturers and the Farmers.

Sub-division
of farmers'
quotas.(2) After agreement with the Committee on any
point of doubt, the Association shall subdivide the Farmers'
Quota among individual Farmers and shall notify such
Farmers in writing of the amounts of cane allocated to them
respectively on such sub-division. No differentiation in the
basis of calculation shall be made as between one Farmer and
another in the course of any such subdivision.

(3) Every quota allotted to the Manufacturers or to Notice of Allotment of quotas. (3) Every quota allotted to the Manufacturers or to the Farmers shall be allotted whenever possible at least twelve months before the harvest to which it relates, but in the event of circumstances which render the making of such advance

| 18 | Cap. 69:04 | National Cane Farming Committee |
|----|------------|---------------------------------|
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[Subsidiary]

of cane.

Cane Farmers Contract (General Conditions) Rules

warning impracticable, the quotas shall be allotted at least three months before the harvest to which it relates.

6. (1) A Farmer shall harvest the cane and deliver it at Harvesting and delivery a date, at a rate, at the point of delivery and in the manner agreed with the Manufacturer at least six days before the date on which delivery is to begin; such rate may be adjusted at any time by agreement between the Farmer and the Manufacturer; and the Manufacturer shall take delivery of such cane. In the event of any alterations to the expected dates of starting and finishing grinding in any crop (or of extended periods of factory shutdown for any reason during crop), the Manufacturer shall use his best endeavours to make such altered dates known to the Farmer and, where necessary, shall endeavour to agree to an adjusted rate of delivery with the Farmer.

Manner of cutting.

(2) Cane shall be cut level with the ground and topped at the uppermost joint which has completed growing.

Conditions for delivery.

(3) Cane shall be delivered at the factory scale or weighbridge free from such extraneous matter as trash, refuse, roots, and white immature tops, green leaves, soil, shoots and other extraneous matter, in fresh condition, that is to say, no more than seventy-two hours after burning and having a crusher juice purity of not less than 5 points below the average first expressed juice purity of all cane (from whatever source) being received by the factory during the same period, and generally as provided by the Rules relating thereto: Provided that the Manufacturer shall accept cane burnt after seventy-two hours if the Manufacturer fails to supply punts to the Farmer at such time as may be agreed.

Cleaning of cane with extraneous matters.

(4) In the event of the cane being delivered with a percentage by weight of total extraneous matter in excess of three per cent, determinable from a reasonable sample, the Manufacturer shall give the Farmer the option of having the cane returned to him for cleaning or alternatively clean the

| | National Cane Farming Committee | Cap. 69:04 | 19 |
|--|---|---|----|
| [Subsidiary] | Cane Farmers Contract (General Conditions) Ri | ules | |
| | cane and debit the Farmer's account with the e and in any event the Farmer shall be paid for the the clean cane only. | - | |
| Refusal to supply punts. | (5) Where a Manufacturer under punts he may refuse to make punts available who consistently delivers cane not in accor- quality requirement specified in the previou Manufacturer may also refuse to transport any his opinion appears to contain cane not in accor- said quality requirement and may charge de- punt at the rate specified in Rule 8(7)(<i>b</i>) until s punt is unloaded by the Farmer. In the Manufacturer so refusing to transport a punt require the Manufacturer to determine the extraneous matter by a test. Should such percentage of extraneous matter to be within limit the Manufacturer shall pay for the examination, but should it show the percentage matter to be above the limit the Farmer shall the test, and the Manufacturer may debit the Fa- accordingly. | e to any Farmer dance with the s paragraph. A y punt which in ordance with the murrage on the such time as the he event of a the Farmer may e percentage of test show the in the specified e cost of such ge of extraneous bear the cost of | |
| Manufac- turers' cane to be free of extraneous matter. | (6) A Manufacturer shall take all r to ensure that extraneous materials, as spe Rules, in cane harvested from the Manufactur not exceed the percentage by weight stated in t | ecified in these rer's estate shall | |
| Burning of cane. | 7. (1) Cane shall be burnt only w consent of the Manufacturer or by such other of communication now existing. | | |
| Delivery within seventy-two hours. | (2) Cane burnt in accordance with p delivered after seventy-two hours of bur accepted, subject to a deduction of three per price payable for the cane for each twenty-four of seventy-two hours and subject to a Manufac to pay for cane in the event of the first express | rning, shall be r cent from the r hours in excess cturer's right not | |

| 20 | Cap. 69:04 | National | Cane Fai | rming Co | mmittee |
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[Subsidiary] Cane Farmers Contract (General Conditions) Rules

falling to a level of 5 points or more below the average first expressed juice purity of all the cane (from whatever source) being received by the factory during the same period: Provided that this paragraph shall not apply if the Manufacturer fails to supply punts to the Farmer at such times as may be agreed. In this event, a Farmer who delivers cane with a first expressed juice purity more than 5 points below the average of that of the factory, shall be given the benefit of the average first expressed juice purity of all the cane supplied by Farmers to that factory up to that date for the crop.

Acceptance of cane (3) Cane deliberately burnt contrary to paragraph (1) may be accepted by the Manufacturer with the same deductions as for cane burnt as stated in paragraph (2) but the first instalments may not then be credited in respect of the cane until three months later than such instalments would have been credited had the cane been burnt with consent.

Apportionmen of deductions made. (4) All deductions made under the two preceding paragraphs shall be shared equally between the Manufacturer and all Farmers under Contract with the Manufacturer in that factory area in which the cane subject to such deduction was situated. The share of the Farmers shall be apportioned amongst the Farmers (including Farmers who have been so penalised), *pro rata* to their deliveries of cane accepted during the year without penalty. The amount credited to the Farmers under this rule shall be included in the final payment of cane.

Transport of
cane.8. (1) Each Manufacturer shall provide and operate an
efficient system of transport by punt along the navigation
canals of the Manufacturer's estates.

Payment for (2) Except as hereinafter provided, all cane shall be water transport. (2) Except as hereinafter provided, all cane shall be transported through the navigation canals, and the cost of the transport shall be charged to the Farmer and paid for by him at the relevant rates calculated in accordance with the provisions set out in Appendix B to the Second Schedule.

| | National Cane Farming Committee Cap. 69:04 | 2 |
|--|---|---|
| [Subsidiary] | Cane Farmers Contract (General Conditions) Rules | |
| Payment for alternative transport. | (3) If a Farm is so situated that transport of cane to factory through the navigation canals is precluded, then the responsibility for providing and paying for alternative transport and for delivery to the Factory shall rest with the Farmer. | |
| Increase in transport charges | (4) If the present system of transporting cane to the factory shall at any time be varied by legislation, or by the action of any public authority so that the cost of transport is increased, the increase in the first instance shall be paid by the Manufacturer, but shall be taken into account in the final rates for the year in question. If, for any of the above reasons, the cost of transport is decreased, the gain so effected shall similarly be taken into account. | |
| Maintenance of waterways. | (5) If it is found that a Farmer has not maintained his water supply, navigation and irrigation canals or any of them, or that punts cannot reach his Farm without difficulty, or that the working of the canal system is hampered or endangered to the detriment of the Farmers within a clearly identifiable community or area, or to individual Farmers, by the Farmer's neglect, the Manufacturer may clear the canals and their banks as may be necessary, and charge the cost of so doing to the Farmer or Farmers concerned. | |
| Stipulation on tonnages to be accepted | (6) A Manufacturer shall not be bound to accept delivery of a punt load of cane weighing less than six tons, or, if delivered otherwise than by punt, a load of less than three tons or such other minimum load as may be specified from time to time by a Manufacturer; also a Manufacturer shall not be bound to accept any load— whether transported by punt or otherwise—which is beyond the capacity of the cane-hoist (or other handling equipment installed at the factory) to handle. Notwithstanding the foregoing, smaller tonnages shall be accepted where there is prior agreement between the Farmer and the Manufacturer that the prevailing circumstances render this unavoidable. The Manufacturer | |

| 22 C | Cap. 69:04 | National Ca | ne Farming Committee |
|--|---|---|---|
| [Subsidiary] | Car | ne Farmers Con | ıtract (General Conditions) Rules |
| | | • | er in writing at the beginning of each 7 of the cane-hoist and cane scale shall |
| | | (7) A Farme | r shall— |
| Manner of loading cane in punts. | | (a) | load the cane in punts with binding chains properly tightened and secured in accordance with the Manufacturer's directions, at a point on the canal convenient to the Farm, and give a ticket showing the ownership of the cane to the representative of the Manufacturer in charge of punts; |
| Demurrage charge. | | (b) | pay a charge of \$2.00 per punt for a 24 hour day in respect of each day or part of a day on which the punts are retained over the number of days specified by the Manufacturer; |
| Manner of loading of cane other than in punts | | (c) | in the event of delivery of cane otherwise than by punt, load and secure the cane in accordance with the Manufacturer's directions which shall be reasonable; and give a ticket showing the ownership of the cane to the representative of the Manufacturer in charge at the point of delivery. |
| Weighing of cane. Checking of scale and weighbridges | of weigh addition the duty harvest, to | -bridges shal to such statut of the Manuf o check the ac | of weighing and of maintaining scales Il be borne by the Manufacturer. In ory obligations as may exist, it shall be acturer, at weekly intervals during the ccuracy of his scales or weighbridges. A itative shall be entitled to be present at |

| | National Cane Farming Committee | Cap. 69:04 | |
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| [Subsidiary] | Cane Farmers Contract (General Conditions) Rule | S | |
| | the weighing of cane and the checking of weighbridge. | the scale or | |
| Provision of cane scale book. | (2) The weight of the cane supplied be shall be determined at the factory. A cane sca pages of which shall be numbered consecutively to the commencement of any harvest season, sh every scale or weighbridge. | ale book, the y in ink prior | |
| Recording of weight of cane. | (3) Whenever any Farmer's cane sha delivered for weighing, the persons in charge o weighbridge shall weigh the canes in such a way or weighbridge shall give the correct weight thereupon record in ink in the cane scale book description of the Farmer to whom the cane identification number of the punt, lorry, truck gross and net weight of the cane and the tare lorry, truck, chains and similar securing devices. | f the scale or that the scale and he shall the name or belongs, the or trailer, the | |
| Right to statement from cane book. | (4) On application a Farmer shall be statement in writing showing the relevant entries scale book. | | |
| Substitution of printed record for cane scale book. | (5) Where a scale has a device for pr and for keeping a printed record of the weig such printed record may be substituted for the with numbered pages required under paragraph (4) provided such substitution is approximate Manufacturer's Auditors. | hts recorded, he scale book hs (2), (3) and | |
| Manufacture of sugar. Running in of mill. | 10. (1) A Manufacturer shall during the the harvest season, in order to run in the mill, gr grown on the Manufacturer's estates. | | |
| Economic manufacture of sugar. | (2) A Manufacturer shall manufacturer maximum extent practicable and economic, so right of the Manufacturer not to pay for cane be expressed juice purity 5 points or more below the | ubject to the naving a first | |

L.R.O. 1/2012

| 24 | Cap. 69:04 | National Cane Farming Committee |
|----|------------|---------------------------------|
|----|------------|---------------------------------|

[Subsidiary]

Cane Farmers Contract (General Conditions) Rules

expressed juice purity of all the cane (from whatever source) being received by the factory during the same period; provided this is not due to negligence on the part of the Manufacturer. In this event, a Farmer who delivers cane with a first expressed juice purity more than 5 points below the average of that of the factory, shall be given the benefit of the average first expressed juice purity of all the cane supplied by Farmers to that factory up to that date for the crop.

Ascertainment (3) A Manufacturer shall take all reasonable steps to ascertain as accurately as possible the quantity of sugar manufactured from the Farmer's cane, and to adopt the best methods which are practicable, having regard to the facilities in terms of personnel and equipment available to the Manufacturer.

> (4) In the event of any stoppage of the factory from any cause, a Manufacturer will at once give notice of such stoppage to the Farmer who is cutting, or who has received notice to cut his cane, as required by the provisions of the Contract relating to the harvesting of cane. The Manufacturer shall, subject to rule 14, take delivery of such quantity of cane already cut in accordance with the notice. The Farmer shall on receipt of such notice at once cease cutting cane or shall not start to cut cane, and shall not resume or start cutting cane until he has received a further notice from the Manufacturer.

Provision of storage for unsold sugar and molasses.

Notice of

stoppages

to be given.

(5) A Manufacturer shall take all reasonable steps to provide sufficient storage capacity for unsold sugar and molasses. Where for any reason special provision has to be made for the storage of sugar in excess of the normal amount the Manufacturer may charge the cost of providing such storage and of handling the sugar into and out of such storage (including the cost of any necessary bags or other containers) against the proceeds of the sugar before the determination of such proceeds.

The price

11. (1) In order to establish the price paid each year for

| | National Cane Farming Committee Cap. 69:04 | 25 |
|--|--|----|
| [Subsidiary] | Cane Farmers Contract (General Conditions) Rules | |
| of cane. | cane purchased under the Contract, a Manufacturer shall— | |
| Ascertain- ment of conversion factor. | (a) ascertain the conversion factor for cane to sugar by the testing by polariscope and brix hydrometer of samples of the juice extracted by the crushing mills from Farmers' cane, and by application of the formula described in (b) below, the tonnage of Farmers' cane required to yield one ton of 96° sugar. | |
| Ascertain- ment of yield per ton. | (b) in order to ascertain the tonnage of Farmers' cane to yield one ton equivalent 96° sugar, use the formula approved by the United States Department of Agriculture for use in Puerto Rico, that is: | |
| | $\frac{\text{TC}}{\text{TS}} (\text{farmer}) = \frac{P - 0.3B}{p - 0.3b} \times \frac{\text{TC}}{\text{TS}} (\text{factory}) \times F$ | |
| | in which | |
| | <u>TC (farmer)</u> = Tons farmer cane per TS ton equivalent 96° sugar. P = Polarisation of first expressed juice from all cane delivered to the factory during the period of computation. | |
| | = Polarisation of first expressed juice from the farmers' cane delivered during the same period of computation. | |
| | Brix of first expressed juice from all cane delivered to the factory during the period of computation. | |
| | Brix of first expressed juice from the farmers' cane delivered during the same period of computation. | |
| | factory) = per average tons of all cane per on | |

| 26 C | Cap. 69:04 | National Cane Farming Committee |
|--------------|--|--|
| [Subsidiary] | Са | ane Farmers Contract (General Conditions) Rules |
| | equivaler | nt 96° sugar during the period of computation. |
| | | irst expressed juice from the farmers' cane delivered he same period of computation. |
| | | ory) = per average tons of all cane per ton 96° sugar during the period of computation. |
| | a factor a as follow | rrived at, at the end of every period of computation, rs: |
| | <i>Stage 1</i> farmer) u in this s equal ur | subparagraph and assuming, for this purpose F to |
| | <i>Stage</i> 2 for all e TS | estate cane delivered compute a <u>TC</u> (estate) figure |
| | to the po cane deli | e same formula (except that p and b shall apply olarisation and brix of first expressed juice of estate ivered during the period of computation instead of to armers' cane) and again assuming, for this purpose, F unity; |
| | made fro | e the total tonnage equivalent 96° sugar said to be om farmers' cane during the period of computation by g the figures for <u>TC (</u> farmer) obtained under |
| | Stage 1 a them; | above to the relevant tonnages of cane and summing |
| | to be ma | e compute the total tonnage equivalent 96° sugar said de from estate cane during the period of computation ving the Stage 2 figure(s) to the relevant cane |

| | National Cane Farming Committee | Cap. 69:04 | 27 |
|--|---|--|----|
| [Subsidiary] | Cane Farmers Contract (General Conditions) R | ules | |
| | tonnage(s) and summing them; | | |
| | <i>Stage 5</i> Add the total tonnage equivalent 96° sugar Stage 3 above to that obtained under Stage 4 this grand total be called "Hypothetical ton 96° sugar made during the period of computat | 4 above, and let nage equivalent | |
| | <i>Stage 6</i> Ascertain from the appropriate factory rece tonnage equivalent 96° sugar made by the fac during the period of computation and let it be | tory in question | |
| | Stage 7 Then $F = (\underline{H})$ (A) | | |
| Review of testing method. | (c) review periodically the method used for quality in order to determine whether ex- techniques or other changing circumstances modification in any way. | perience, better | |
| Ascertain- ment of price of sugar. | (<i>d</i>) ascertain the price per ton of equivalent 96 by all Manufacturers on the scale of all sugar during the Spring and Autumn Harvest sea therewith the value of all molasses produced during the two harvest seasons in each year a the Contract Price negotiated with independer | rs manufactured asons, including by the industry and evaluated at | |
| Method of determinat- ion of price. | (2) The price payable to Farmers shall be finally arrived at in accordance with (<i>a</i> above and in accordance with the formula in the Second Schedule. | a), (b), (c) and (d) | |
| Entitlement to tests on cane. | (3) No Farmer delivering less that cane per annum shall be entitled to determination of TC/TS ratio; and a Manufact | an individual | |

| 28 | Cap. 69:04 | National Cane Farming Committee |
|----|------------|---------------------------------|
|----|------------|---------------------------------|

[Subsidiary]

Cane Farmers Contract (General Conditions) Rules

Farmers each estimated to deliver less than 1.000 tons of cane together for the purpose of determining this ratio and where applicable, all reference to a Farmer in these Rules and in Contracts made thereunder shall be taken as applying to such a group of Farmers taken as a whole. In no case shall a Manufacturer be required to carry out tests on less than fifty tons of cane delivered in one batch.

Payments 12 (1) Before the prices realised on the sale of Sugar for cane. and molasses have been finally ascertained, the Association from information shall prepare supplied by each Price of Manufacturer an estimate of the value of all unsold sugar and unsold sugar and molasses and recommend for the approval of the Committee molasses to an estimated price, making due allowance for possible falls in be estimated. market prices.

Approval of (2) Subject to any provisions to the contrary in the payment by Contracts and to the Rules relating to the burning of cane committee. without written consent a Manufacturer, having obtained the Committee's formal approval, shall make provisional instalment credits or payments to the Farmer as hereinafter provided.

(3) In respect of the spring crop Farmers' accounts will be credited: spring crop.

- *(a)* within seven days after delivery, with a first instalment of such amount per ton (not being less than \$6.00 per ton of cane) as may be decided each year by the Association on the basis of their estimates of receipts from sales of sugar made during the year in question.
- *(b)* not later than six months after delivery with a further amount as estimated by the Manufacturer by

Manner of payments for

| | National Cane Farming Committee Cap. 69:04 | 29 |
|---|---|----|
| [Subsidiary] | Cane Farmers Contract (General Conditions) Rules | |
| | reference to the year's selling estimates. | |
| Manner of payments for autumn crop. | (4) In respect of the autumn crop Farmers' accounts will be of credited— | |
| | (a) within seven days after delivery with a first instalment of such amount per ton (not being less than \$6.00 per ton of cane) as may be decided each year by the Association on the basis of their estimates of receipts from sales of sugar made during the year in question. | |
| | (b) as soon as practicable after the first December, with a further amount as estimated by the Manufacturer by reference to the year's selling estimates. | |
| Drawing against amounts credited. | (5) Farmers may draw against amounts credited to their accounts after taking into account: (a) amounts due by a Farmer to a Manufacturer, and, | |
| | (b) amounts which the Farmers have authorised the Manufacturers to pay over to the Corporation. | |
| Interim sums received from sales to be credited. | (6) The appropriate proportion of any interim sums received by Manufacturers from sales materially in excess of the estimates shall be credited to the Farmers' accounts. Farmers may also draw on amounts thus credited to them in respect of these interim receipts. | |
| Final payment. | (7) Subject to any provision to the contrary in the Contract, a manufacturer shall make final credits or payments to a Farmer as follows: | |

L.R.O. 1/2012

| | | LAWS | 5 OF GUYANA |
|--|--|---|---|
| 30 Ca | ap. 69:04 | National Car | ne Farming Committee |
| [Subsidiary] | Cane | e Farmers Cor | ıtract (General Conditions) Rules |
| | | (a) | in respect of the spring crop as early as possible but not later than 31 st March in the following year a final sum representing any balance due as a result of the confirmation of the year's selling estimates. |
| | | (b) | in respect of the autumn crop as early as possible but not later than 31 st March in the following year a final sum representing any balance due as a result of the confirmation of the year's selling estimates. |
| Unsold to be valued for preparation of final accounts. | ¹ produced Manufactu produced i final credi Manufactu | rers hold sto in the pr rers have no in the preced t or payme rers and the | the 31st March in any year the ocks of sugar unsold which have been eceding calendar year, and if the ot received final account sales for sugar ling calendar year, then, in order that a nt may be made by the 31st March, committee shall by agreement decide ation of the aforementioned stocks and |

he ar t a zh, de nd as to the subsequent adjustment, when the succeeding year's payments for cane are made, of any differences that may arise on the ultimate disposal of such stocks or on receipt of the final account sales.

Publication (9) At the time of making the final credit or of audited payment, the Committee shall publish an audited statement of statement. the price formula calculations of the allocations between Farmers and Manufacturers, of amounts credited or paid on account and of the balance due as the final instalment.

(10) If the amounts in any year up to the 31st Adjustment March credited to a Farmer's account in accordance with the of excess provisions of paragraphs (1) to (9) (inclusive) exceed the payments. Farmer's basic share after adjustment for transport differential

| | National Cane Farming Committee | Cap. 69:04 | 31 |
|---|---|---|----|
| [Subsidiary] | Cane Farmers Contract (General Conditions) R | ules | |
| | as calculated in the formula set out in App Second Schedule, any balance thus due by the Manufacturer shall subject to the prior Corporation be carried forward for recovery credits in future years. | ne Farmer to the claims of the | |
| Security, transfers, assignments and termination of contracts. Security for payment for sums advanced. | 13. (1) A Farmer shall grant to the Correquest security for the payment or repaymer interest thereon of any principal sums at any the Corporation by the Farmer, the security Farm and the crops and produce of the Far thereof as the Corporation shall specify) and the mortgage or charge granted by the Farmer request to any other person but in all other security shall be in such form as the Corporation. | nt together with y time owing to to comprise the m (or such part to rank after any r prior to such er respects such | |
| Procedure for a transfer, assignment or sub-letting. | (2) A Farmer wishing to transfer, otherwise part with the possession of the Fa thereof or to transfer or assign the Contract o accordance with the Contract, shall apply fo the Committee and the Corporation by lo Corporation and the Committee an application accompanied by— | arm or any part therwise than in r the consent of dging with the | |
| | | | |

- (a) a statement of the full consideration in money or money's worth for the transfer or assignment, and
- (*b*) full particulars of the transfer or assignment, and
- (c) an undertaking signed by the assignee, to occupy the whole Farm or part thereof and cultivate cane thereon, and fulfil in every respect the obligations of the Farmer under the Contract.

| 32 | Cap. | 69:04 N | Jational Ca | ne Farming Committee | | | | |
|--|------|--|-------------|--|--|--|--|--|
| [Subsidiary] | | Cane Farmers Contract (General Conditions) Rules | | | | | | |
| Granting c consent to transfer or assignmen | | (3) Subject as hereinafter provided, consent sh not be unreasonably withheld to a transfer or assignment: | | | | | | |
| | | | (a) | if the whole of the benefits and obligations of the Contract are transferred or assigned to or for the benefit of a fit and proper person (including a registered co-operative Society but excluding any other corporate body) or a group in a village. | | | | |
| | | | (b) | to a person who does not already hold a Contract with the Corporation in respect of any other farm or who shall not otherwise, either directly or indirectly, thereby acquire two or | | | | |

Provided that the instrument of transfer or assignment shall be in a form approved by the Committee.

more farms or an interest therein:

(4) A Farmer shall permit the Manufacturer or any person to whom or in whose favour a mortgage, charge, hypothecation, pledge, assignment or lien has been granted if the Manufacturer enforce or such person has reasonable grounds for believing that the Farmer has ceased or is neglecting to cultivate or dispose of any such crops or produce in accordance with the terms of the Contract or if the security has become enforceable, to take possession of the Farm or any such crops or produce or any part thereof for the purpose of cultivation, reaping and disposing of the same until the indebtedness is liquidated.

Ascertainment (5) In the event of the death of a Farmer during the term of the Contract, and, if under his will or by operation of law, more than one person becomes entitled to occupy and cultivate the Farm, a Manufacturer shall, in the event that the

Taking possession of farm to enforce security.

National Cane Farming Committee Cap. 69:04

[Subsidiary]

Cane Farmers Contract (General Conditions) Rules

persons aforesaid are unable to agree within three months after the grant of Probate or Letters of Administration that one person only shall be recognised as the Farmer for the purposes of the Contract, refer the matter to the Committee who shall decide which person shall be recognised as the Farmer, and the Committee's decision shall be final and binding. If the person so recognised refuses to accept the decision of the Committee, the Contract may thereupon be cancelled by the Manufacturer.

Termination of contract.

- (6) A Contract may be terminated
 - (a) if the Farmer neglects to comply with the provisions of this Contract and the Rules relating to occupation or possession of the Farm and to the transfer or assignment of the Contract;
 - *(b)* at the discretion of the party not in default, if either the Farmer or Manufacturer commits а serious breach of the Contract and Rules and fail to remedy such breach within 30 days after notice thereof. For the purpose of this subparagraph the frequent repetition of any breach (whether or not each such breach is in itself serious) shall be deemed to be a serious breach and such serious breach shall be deemed not to have been remedied within 30 days after notice in writing if any repetitions of the original breach shall occur more than 30 days after notice in writing of intention the to invoke this subparagraph shall have been given;

34 **Cap. 69:04** *National Cane Farming Committee*

[Subsidiary]

Cane Farmers Contract (General Conditions) Rules

by the Manufacturer giving not less than three months previous notice that, owing to changes of circumstances affecting the economic manufacture of sugar beyond the control of the Manufacturer, the Manufacturer decides to terminate the Contract on 31st March or 30th September in any year following the giving of such notice, but the Manufacturer shall offer to purchase the cane upon modified terms designed to meet the changed circumstances and the terms of these Rules shall be modified accordingly as they apply to such purchases;

- (d) by the Farmer giving not less than three months previous notice that, owing to lack of finance or other circumstances beyond the control of the Farmer, the Farmer decides to terminate the Contract on the 31st March or 30th September in any year as he is unable to fulfil his obligations under the Contract thereafter;
- (e) by either a Farmer or a Manufacturer, giving not less than two years' previous notice of intention to discontinue, on a date to be stated, the growing of cane on the Farm or the milling of cane at the factory as the case may be, and such notice shall take effect on such a date.

Payment of all (7) Save as provided in these Rules if a Farmer or sums due on termination. (7) Save as provided in these Rules if a Farmer or Manufacturer desires to terminate this Contract according to paragraph (6), all moneys then owing by either party, shall become payable on demand being made therefor.

Termination (8) Any termination of a Contract shall be without not to prejudice any other prejudice to the respective rights and obligations of the Farmer and the Manufacturer accrued due before such

National Cane Farming Committee Cap. 69:04

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| [Subsidiary] | Cane Farmers Contract (General Conditions) Rules | | | | |
| rights or obligations. | termination and in particular shall not prejudice any right to damages or other remedy for breach of contract. | | | | |
| No parting with farm without written consent. | (9) (<i>a</i>) Subject to subparagraph (<i>b</i>) hereof, the Farmer shall remain in personal occupation of the Farm throughout the term of this Contract and shall not transfer, assign, sub-let or otherwise part with possession of the Farm or any part thereof nor transfer or assign this Contract or any interest therein without the previous written consent of the Manufacturer. | | | | |
| | (<i>b</i>) The Farmer may mortgage, charge, hypothecate, pledge, assign or create a lien on the Farm, the crops or produce of the Farm and this Contract to or in favour of the Corporation or to or in favour of any person whom the Manufacturer has approved in writing. | | | | |
| Acts of God, etc. | 14. Neither a Farmer nor a Manufacturer shall be responsible to the other for any failure to fulfil any term of this Contract, if fulfilment has been seriously hindered or prevented, whether directly or indirectly, by fire, flood, drought, earthquake, tempest, explosion, war, civil commotion, riots, arson, sabotage, shortage of labour, strikes, lockouts, or other industrial disputes, breakdown or damage to plant, machinery or transport, failure or shortage of supplies, including navigation water, fuel, power or shipping or other circumstances, or any lack of market outlet (whether caused by reason or quotas under any agreement or low prices or for any other reason), provided it was not within the reasonable control of the party in default to prevent the circumstances giving rise to the failure. | | | | |
| Amendment or recission of rules. | 15. None of the provisions of these Rules shall be amend (whether by variation, addition, deletion or substitution) if such amendment would or might operate or in any way. diminish or prejudice any security given by a Farmer to a Manufacturer or the Corporation or to any person or the rights of any person under any Contract which has | | | | |

L.R.O. 1/2012

36 **Cap. 69:04** *National Cane Farming Committee*

[Subsidiary] Cane Farmers Contract (General Conditions) Rules

been assigned, charged or pledged to him without his consent in writing, and unless the amendment has been agreed to in the same manner as a resolution of the Committee is required to be passed.

Arbitration Arbitration 16. Any question, difference or dispute of substance which shall at any time arise between a Manufacturer and a Farmer, touching or concerning these Rules or a Contract, or the construction, meaning or effect thereof of any Rules or of any clauses in a Contract, or as to the rights, duties or liabilities of a Manufacturer and a Fanner under or by virtue of these Rules or the subject matter thereof, or arising out of or in a relation thereto, shall, as regards the Rules, be referred to a single arbitrator appointed by the parties or failing such appointment then to a single arbitrator appointed by the Committee or failing such appointment then to a single arbitrator appointed by the Chief Justice, and the Arbitration Act for the time being in force shall apply.

FIRST SCHEDULE

CANE FARMING CONTRACT

| | А | Contract | made | tł | ne | day | of |
|--------------|------|------------------|------|----|-----|---------|-----|
| | year | two thousand | | | | | |
| of called | the | Farmer) | of | | (he | ereinaf | ter |
| | | 0 | | | | | |

(hereinafter called the Manufacturer) of the other part.

Whereby it is agreed that: --

1. In this Contract, "Rules" mean

The Rules of the Contract

[Subsidiary]

Cane Farmers Contract (General Conditions) Rules

referred to in the National Cane Farming Committee Act.

in relation to this contract the Farm as more particularly mentioned in: the Appendix hereto.

The Farmer shall sell cane grown on the Farm and the Manufacturer shall buy such cane in accordance with the provisions of the Rules and the Farmer and the Manufacturer shall comply with and observe all the provisions of the Rules.

The Cane Farmers' Contract (General Conditions) Rules shall form part of this Contract which shall be read and construed with and subject to the said Rules.

APPENDIX

DESCRIPTION OF THE FARMER AND THE FARM, ETC.

Description of Farmer(s):

Name of Representative:

Description of Farm (stating approximate area and particulars of title)

Approximate expected yield of tons of cane:

NOTES:

In this Appendix should be set out (a) detailed description of the Farmer and detailed information relating to the title(s) and date(s) of the Farm. If the Farmer consists of a number of individuals with separate titles, particulars of their individual interests must be stated. (See definition of Farmer and Farm in the Rules).

38 **Cap. 69:04** *National Cane Farming Committee*

[Subsidiary] Cane Farmers Contra

Cane Farmers Contract (General Conditions) Rules

2. In the event of the "Farmer" being a corporate or unincorporate body of persons, the name or names of the duly appointed representative or representatives of such a body must be recorded in the Appendix and a confirmatory letter of such appointment must be filed with the Manufacturer.

3. The estate in respect of which this Contract is made is

r. 4(7)

SECOND SCHEDULE

APPENDIX A

RULES OF THE CONTRACT

COST TO BE TAKEN INTO ACCOUNT AND METHOD OF COMPUTING CHARGES FOR DRAINAGE AND IRRIGATION FACILITIES

Cost to be taken into account:

1. The following costs shall, where appropriate, be taken into account:

(a) in respect of irrigation –

- (i) the amounts payable under water supply assessment, and/or,
- (ii) the costs of pumping water from rivers, creeks or conservancies, and/or,
- (iii) the costs of operating any sluices or kokers or other facilities through which the water supply of a farmer or farmers passes and the cost of any additional pumping which may be required to transfer water from an estate waterway into a cane farmer's waterway,

[Subsidiary]

Cane Farmers Contract (General Conditions) Rules

- (b) in respect of drainage
 - (i) the cost of pumping water off a Manufacturer's estate, and
 - (ii) the cost of maintenance of the State dam and river defences for the purposes of flood control, and
 - (iii) the costs of operating any sluices or kokers or other facilities through which drainage water from a farmer or farmers passes.

The word "costs" shall include all direct expenses relating to the operation and maintenance of creek and pumping machinery, sluices, kokers and buildings, etc., including depreciation based upon historical costs, and in relation to direct labour costs shall include the appropriate proportion of expenses such as, holidays with pay, sickness benefit, workmen's compensation, bonuses, pensions and overtime premiums. The word "costs" shall not include the costs of maintaining the Manufacturer's irrigation and drainage canal system, (other than those parts of the system through which water supplied to or drained from a farmer or farmers passes) nor shall it include any of a Manufacturer's estate or head office overheads, except to the extent indicated above.

Method of calculation of charges:

- 2. The charges to be made shall be calculated as follows:
 - (a) in respect of irrigation at a rate per acre of the land to be irrigated, based upon the costs in l(a)(i) and/or (ii) per acre of a Manufacturer's estate plus the costs in l(l)(c), at a rate per acre of land to be irrigated

| 40 | Cap. 69:04 | National Cane Farming Committee |
|----|------------|---------------------------------|
|----|------------|---------------------------------|

[Subsidiary] Cane Farmers Contract (General Conditions) Rules

based upon the costs of these facilities per acre of the area of the Manufacturer's estate served by the facilities in question.

(b) in respect of drainage at a rate per acre of the land to be drained, based upon the cost in l(b)(i) and (ii) per acre of a Manufacturer's estate plus the costs in l(b)(iii), at a rate per acre of the land to be drained based upon the costs of these facilities per acre of the area of the Manufacturer's estate served by the facilities in question:

Provided that in either case if, as a result of affording such facilities, the costs of so doing can be demonstrated to give rise to a disproportionate increase in cost per acre, then the charge to be made by the Manufacturer can be increased to cover all the additional costs.

3. Where any facilities are erected upon a Manufacturer's estate solely for the purpose of supplying irrigation facilities or applying drainage facility to a farmer or farmers, the cost thereof, including costs of operation shall be recovered from the farmer or farmers concerned.

4. The charges to be made shall be certified by the Chief Accountant of the Manufacturer and approved by the Committee and the Manufacturer shall be entitled to fix the rate of charges for a period exceeding one year, provided that in the event of any change in circumstances relating to irrigation and drainage caused by legislation or governmental regulation, the Manufacturer shall be entitled to terminate any existing arrangement by offering a fresh one.

| | National Cane Farming Committee Cap. 69:04 | 41 |
|--------------|--|----|
| [Subsidiary] | Cane Farmers Contract (General Conditions) Rules | |
| r 8(2) | APPENDIX B Rules Of The Contract Costs To Be Taken Into Account And Method Computing Charges To Farmers For Cane Transport By Water | |
| | Cost to be taken into account: | |
| | 1 . The costs of the following facilities used in cane transport shall be established each year on the basis of a three year average of costs calculated over previous year, current year and year following for all Manufacturers' estates: — | |
| | (i) Punts(ii) Tractors and tugs(iii) Navigation canals and use of dams | |
| | The word "costs" shall mean all direct expenses relating to the operation and maintenance of the facilities enumerated above and shall include— (a) depreciation based upon historical costs and | |
| | (b) in relation to direct labour the appropriate proportion of expenses such as, holidays with pay, sickness benefit, workmen's compensation, national insurance contributions, production bonuses, pensions and overtime premiums. Thirty per cent of the costs attributable to the navigation canals being the proportion estimated to be attributable to the uses of such canals for purposes other than cane transport shall be excluded. The word "costs" shall not include any of the Manufacturer's estate or head office overheads, except to the extent indicated in (a) and (b) above, but will include the proportion attributed by the Manufacturer of the salaries, travelling and other directly related expenses of employees | |

| 42 | Cap. 69:04 | National Cane Farming Committee |
|----|------------|---------------------------------|
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[Subsidiary] Cane Farmers Contract (General Conditions) Rules

responsible for organising and supervising the transport of farmers' cane.

Method of Calculation of charges:

2. The number of ton-miles of all cane transported by punt in each year shall be calculated and a cost per punt shall be established for each of the following facilities: —

(i) Punts

(ii) Tractors and tugs

(iii) Navigation canals and use of dams.

3. Charges by Manufacturers to Farmers shall be based upon the rates per ton-mile so calculated, taking into account the facilities used, but nothing herein shall entitle any Manufacturer to include in the charge any element for the use of the navigation canals for the distance travelled by the punts outside the Manufacturer's estates.

4. So far as is possible, the mileage to be applied to the cane transported shall be the same for every Farmer within a clearly identifiable community or area, based upon the average distance from the factory of all Farmers in such community or area.

5. At the beginning of each year, an estimate shall be made of the rates per ton-mile for each of the facilities listed in 2(i), (ii) and (iii) above, based upon the estimated costs for the year and the estimated tonnage to be transported. These rates shall be applied to cane transported in the succeeding spring and autumn harvests and not later than 31st March in the year following the rates based upon the known costs, and tons of cane transported shall be calculated and agreed with the Committee. The necessary adjustments to cover the difference between the estimated and final rates per

| | National Cane Farmin | ig Committee | Cap. 69:04 | 43 | | |
|--------------|---|--|--------------------------------------|----|--|--|
| [Subsidiary] | Cane Farmers Contract (Gener | ral Conditions) F | Rules | | | |
| | ton-mile should be debited or credited to Farmers' account at the time when the final credit or payment is made in accordance with the Rules relating to payments for cane. | | | | | |
| | 6 . If a Farmer is able to provide his own tractor or punt these costs shall be reduced appropriately. | | | | | |
| | 7. The costs of facilities calculated in accordance with this Appendix shall be subject to certification by the Manufacturers' Accountants and these shall be made available to the Farmers concerned. | | | | | |
| | | | | | | |
| r. 11(2) | APPENDIX C (PART 1) [R- 3/1975] | | | | | |
| | Rules Of The Contract Formula For Calculating Prices For Purchases Of Farmers' Cane | | | | | |
| | PART 1 | | | | | |
| | CANE PRICES FORM | | | | | |
| | Disposal of Crop Negotiated Price Quota to U.K. Negotiated Price Quota to Canada Free Market U.S.A. Market Other Export Markets Local Markets Net Losses prior to shipment Total Production | Tons Sugar Produced (Shipped weights basis) | Tons 96° Sugar % Equivalent | | | |
| | | | | | | |

| Subsidiary] | Cane Farmers Contract (General Conditions) Rules | | | |
|-------------|--|---------------|--------------|--|
| | 2. Computation of Sugar Prices | | | |
| | N.P.Q. Sugar to U.K. | Guyana \$ | Guyana \$ | |
| | Gross proceeds raw sugar basis $= \frac{\$}{5}$ 96° polarisation per ton tons | per ton | per ton | |
| | Sugar Board allowance for loss of interest | | | |
| | Certificated Preference | | | |
| | Deduct:— Sugar Industry Special Funds Insurance | | | |
| | Bag Allowance Cost of Remittance | | | |
| | Selling Charge Interest | | | |
| | Export Tax Loading Charge Demerara Sugar Terminals Charge | | | |
| | | | | |
| | N.P.Q. Sugar to Canada | Guyana | Guyana | |
| | Gross proceeds raw sugar basis = <u>\$</u> 96° polarisation per ton tons | \$ per ton | \$ per ton | |
| | Sugar Board Difference Account | | | |
| | Certified Preference | | | |
| | Deduct:- | | | |
| | Sugar Industry Special Funds Freight | | | |
| | Insurance | | | |
| | Bag Allowance | | | |
| | Cost of Remittance | | | |
| | | | | |
| | Selling Charge | | | |
| | Selling Charge Interest | | | |
| | | | | |
| | Interest | | | |

National Cane Farming Committee

| Subsidiary] | Cane Farmers Contract (General Con | nditions) Rules | |
|-------------|---|-----------------|---------|
| | | | |
| | | | |
| | Free Market | | |
| | Gross proceeds raw sugar basis 📜 <u>=_\$</u> | Guyana ¢ | Guyana |
| | Gross proceeds raw sugar basis $l = \frac{5}{2}$ 96° polarisation per ton tons | \$ | \$ |
| | yo polarisation per ton tons | per ton | per ton |
| | Deduct: — | | |
| | Sugar Industry Special Funds | | |
| | Freight | | |
| | Insurance | | |
| | Bag Allowance | | |
| | Cost of Remittance | | |
| | Selling Charge | | |
| | Interest | | |
| | | | |
| | Export Tax | | |
| | Loading Charge | | |
| | Demerara Sugar Terminals Charge | | |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| | 115 Market | | |
| | U.S. Market | Guyana | Guyana |
| | | Guyana | Guyana |
| | Gross proceeds raw sugar basis $\int = \frac{1}{2}$ | \$ | \$ |
| | Gross proceeds raw sugar basis $= \underline{\$}$ | | |
| | Gross proceeds raw sugar basis $\int = \frac{1}{2}$ | \$ | \$ |
| | Gross proceeds raw sugar basis $= \frac{$}{100000000000000000000000000000000000$ | \$ | \$ |
| | Gross proceeds raw sugar basis = <u>\$</u> 96° polarisation per ton tons Deduct:— | \$ | \$ |
| | Gross proceeds raw sugar basis = <u>\$</u> 96° polarisation per ton tons Deduct:— Sugar Industry Special Funds | \$ | \$ |
| | Gross proceeds raw sugar basis = \$ 96° polarisation per ton tons Deduct: — Sugar Industry Special Funds Freight Insurance | \$ | \$ |
| | Gross proceeds raw sugar basis 96° polarisation per ton tons Deduct:— Sugar Industry Special Funds Freight Insurance Stevedoring | \$ | \$ |
| | Gross proceeds raw sugar basis = <u>\$</u> 96° polarisation per ton tons Deduct: — Sugar Industry Special Funds Freight Insurance Stevedoring Import Fee | \$ | \$ |
| | Gross proceeds raw sugar basis = <u>\$</u> 96° polarisation per ton tons Deduct: — Sugar Industry Special Funds Freight Insurance Stevedoring Import Fee Discount Charge | \$ | \$ |
| | Gross proceeds raw sugar basis = \$ 96° polarisation per ton tons Deduct: — Sugar Industry Special Funds Freight Insurance Stevedoring Import Fee Discount Charge Cost of Remittance | \$ | \$ |
| | Gross proceeds raw sugar basis = <u>\$</u> 96° polarisation per ton tons Deduct: — Sugar Industry Special Funds Freight Insurance Stevedoring Import Fee Discount Charge Cost of Remittance Selling Charge | \$ | \$ |
| | Gross proceeds raw sugar basis 96° polarisation per ton tons Deduct: — Sugar Industry Special Funds Freight Insurance Stevedoring Import Fee Discount Charge Cost of Remittance Selling Charge Interest | \$ | \$ |
| | Gross proceeds raw sugar basis = \$ 96° polarisation per ton tons Deduct: — Sugar Industry Special Funds Freight Insurance Stevedoring Import Fee Discount Charge Cost of Remittance Selling Charge Interest Export Tax | \$ | \$ |
| | Gross proceeds raw sugar basis = \$ 96° polarisation per ton tons Deduct: — Sugar Industry Special Funds Freight Insurance Stevedoring Import Fee Discount Charge Cost of Remittance Selling Charge Interest Export Tax Loading Charge | \$ | \$ |
| | Gross proceeds raw sugar basis = \$ 96° polarisation per ton tons Deduct: — Sugar Industry Special Funds Freight Insurance Stevedoring Import Fee Discount Charge Cost of Remittance Selling Charge Interest Export Tax | \$ | \$ |
| | Gross proceeds raw sugar basis = \$ 96° polarisation per ton tons Deduct: — Sugar Industry Special Funds Freight Insurance Stevedoring Import Fee Discount Charge Cost of Remittance Selling Charge Interest Export Tax Loading Charge | \$ | \$ |

Cap. 69:04

45

46 **Cap. 69:04** *National Cane Farming Committee*

[Subsidiary] Cane Farmers Contract (General Conditions) Rules

Gross proceeds raw sugar basis $= \frac{$}{6^{\circ}}$ polarisation per ton tons

5. Farmer's Basic Share after Adjustment for Transport Differential

NOTE: The transport differential is calculated in accordance with Part II of this Appendix

| Factory | Basic Aver- age Price Sugar | Less Trans- port Differ- ential | Net Aver- age Sugar Prices | Plus Mola- sses | Final Proc- eeds Sugar and Mola- sses | Farmers Share 70/10 |
|------------|---|---|--|-----------------------|---|---------------------------|
| Albion | | | | | | |
| Blairmont | | | | | | |
| Diamond | | | | | | |
| Enmore | | | | | | |
| L.B.I. | | | | | | |
| Leonora | | | | | | |
| Rose Hall | | | | | | |
| Skeldon | | | | | | |
| Uitvlugt | | | | | | |
| Versailles | | | | | | |
| Wales | | | | | | |

National Cane Farming Committee Cap. 69:04 47

[Subsidiary]

Cane Farmers Contract (General Conditions) Rules

r. 11(2)

APPENDIX C (PART II)

RULES OF THE CONTRACT

COSTS TO BE TAKEN INTO ACCOUNT IN COMPUTING THE RATE PER TON OF SUGAR TO BE CHARGED TO FARMERS FOR THE TRANSPORT OF SUGAR IN BULK

1. Bulk sugar lorries.

Direct wages including uniforms and the appropriate proportion of -

holidays with pay, sickness benefit, workmen's compensation, national insurance contributions, bonuses, pensions and overtime premiums.

Licences and insurances.

Fuel, oil and tyres.

Repairs and maintenance including direct charges and overhead relevant to field and area workshops.

Depreciation based upon historical costs.

2. Wharves and railways.

Direct wages including appropriate proportion of benefits as above.

Repairs and maintenance.

Depreciation based upon historical costs in respect of locomotive and Hudson hoppers.

NOTE: The foregoing costs are chargeable to sugar transport to the extent that the railway is used for moving bulk sugar

48 **Cap. 69:04** *National Cane Farming Committee*

[Subsidiary] Cane Farmers Contract (General Conditions) Rules

from bin to wharf and so to ship, but not if incurred in conveying sugar from centrifugals to bin.

3. Kokers, canals, wharves, tugs and barges.

Labour tariff for tugs and barges including appropriate portion of benefits as above.

Fuel and oil.

Repairs and maintenance.

Depreciation based upon historical costs.

4. Conveyor from bin to ship.

Direct costs including depreciation to the extent that the conveyor is used for moving bulk sugar from bin to ship.

5. Shipping charges from estate to terminal store.