

DEPARTMENT OF DEFENSE**Office of the Secretary**

[Transmittal No. 00-59]

36(b)(1) Arms Sales Notification**AGENCY:** Department of Defense, Defense Security Cooperation Agency.**ACTION:** Notice.

SUMMARY: The Department of Defense is publishing the unclassified text of a section 36(b)(1) arms sales notification. This is published to fulfill the requirements of section 155 of P.L. 104-164 dated 21 July 1996.**FOR FURTHER INFORMATION CONTACT:** Ms. J. Hurd, DSCA/COMPT/RM, (703) 604-6575.

The following is a copy of a letter to the Speaker of the House of Representatives, Transmittal 00-59 with attached transmittal and policy justification.

Dated: July 26, 2000.

C.M. Robinson,*Alternate OSD Federal Register Liaison Officer, Department of Defense.***BILLING CODE 5001-10-M**



DEFENSE SECURITY COOPERATION AGENCY

WASHINGTON, DC 20301-2800

20 JUL 2000
In reply refer to:
I-00/007953

Honorable J. Dennis Hastert
Speaker of the House of
Representatives
Washington, D.C. 20515-6501

Dear Mr. Speaker:

Pursuant to the reporting requirements of Section 36(b)(1) of the Arms Export Control Act, we are forwarding herewith Transmittal No. 00-59 and under separate cover the classified annex thereto. This Transmittal concerns the Department of the Air Force's proposed Letter(s) of Offer and Acceptance (LOA) to Egypt for defense articles and services estimated to cost \$300 million. Soon after this letter is delivered to your office, we plan to notify the news media of the unclassified portion of this Transmittal.

Sincerely,


A.R. KELTZ
DEPUTY DIRECTOR

Attachments

Separate Cover:
Classified Annex

Same ltr to: House Committee on International Relations
Senate Committee on Appropriations
Senate Committee on Foreign Relations
House Committee on National Security
Senate Committee on Armed Services
House Committee on Appropriations

Transmittal No. 00-57**Notice of Proposed Issuance of Letter of Offer
Pursuant to Section 36(b)(1)
of the Arms Export Control Act****Annex
Item No. vi****(vi) Sensitivity of Technology:**

- 1. The M433 40mm cartridges are Unclassified; however, the terminal effect requirements and the test result evaluations are classified Confidential. This data could be used by a technologically advanced adversary to develop countermeasures and evasive tactics**
- 2. A determination has been made that Kuwait can provide substantially the same degree of protection for the sensitive technology being released as the U.S. Government. This sale is necessary in furtherance of the U.S. foreign policy and national security objectives outlined in the Policy Justification.**

POLICY JUSTIFICATION**Egypt - AN/APX-113 Mark XII Airborne Identification Friend or Foe, Selective Identification Feature System**

The Government of Egypt has requested a possible sale of 311 AN/APX-113 Mark XII Airborne Identification Friend or Foe, Selective Identification Feature System, testing, aircraft integration, spares and repair parts, support equipment, personnel and maintenance training, publications and technical documentation, U.S. Government and contractor technical and logistics personnel services, and other related elements of logistics support. The estimated cost is \$300 million.

This proposed sale will contribute to the foreign policy and national security of the United States by helping to improve the security of a friendly country which has been and continues to be an important force for political stability and economic progress in Middle East.

Egypt will use this system to upgrade their identification capability and improve the overall air defense system within their country. The IFF system will be integrated into air, sea, and ground defense systems to provide identification of friendly aircraft within the Egyptian airspace. The system will increase interoperability with U.S. forces. Egypt will have no difficulty absorbing this system into their armed forces.

The proposed sale of this equipment and support will not affect the basic military balance in the region.

The principal contractors will be BAE Systems, Advanced System of Greenlawn, New York and Lockheed Martin Tactical Aircraft System of Fort Worth, Texas. There are no offset agreements proposed in connection with this potential sale.

Implementation of this proposed sale will not require the assignment of any additional U.S. Government or contractor representatives to Egypt.

There will be no adverse impact on U.S. defense readiness as a result of this proposed sale.

[FR Doc. 00-19431 Filed 8-1-00; 8:45 am]

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DEPARTMENT OF DEFENSE

Office of the Secretary

[Transmittal No. 00-49]

36(b)(1) Arms Sales Notification

AGENCY: Department of Defense, Defense Security Cooperation Agency.

ACTION: Notice.

SUMMARY: The Department of Defense is publishing the unclassified text of a section 36(b)(1) arms sales notification. This is published to fulfill the requirements of section 155 of P.L. 104-164 dated 21 July 1996.

FOR FURTHER INFORMATION CONTACT: Ms. J. Hurd, DSCA/COMPT/RM, (703) 604-6575.

The following is a copy of a letter to the Speaker of the House of Representatives, Transmittal 00-49 with attached transmittal, policy justification, and Sensitivity of Technology.

Dated: July 26, 2000.

C.M. Robinson,

Alternate OSD Federal Register Liaison Officer, Department of Defense.

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