Pakistan intends to purchase the MLU Program equipment to enhance survivability, communications connectivity, and extend the useful life of its F-16A/B fighter aircraft. The modifications and upgrades in this proposed sale will permit Pakistan's F-16A/B squadron to operate safely, and enhance Pakistan's conventional deterrent capability. Pakistan's air fleet can readily use these updates to enhance and extend the life of its aircraft.

Consistent with U.S. conventional arms transfer policy and arms control initiatives, this potential sale will allow the Pakistani Air Force to modernize its aging fighter inventory, thereby enabling Pakistan to support both its own air defense needs and coalition operations.

Purchase of this MLU Program equipment would not significantly reduce India's quantitative or qualitative military advantage. Release of the MLU Program equipment to Pakistan will neither affect the regional balance of power nor introduce a new technology as this level of capability or higher already exists in other countries in the region.

The principal contractors will be:

BAE Advanced Systems
Lockheed Martin Aeronautics Company
Lockheed Martin Missile and Fire Control
Northrop-Grumman Electro-Optical Systems
Northrop-Grumman Electronic Systems

Greenlawn, New York Fort Worth, Texas Dallas, Texas Garland, Texas Baltimore, Maryland

There are no known offset agreements in connection with this proposed sale.

Implementation of this proposed sale will require multiple trips to Pakistan involving U.S. Government and contractor representatives for technical review/support, program management, and modification of the aircraft.

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

[FR Doc. 06–6117 Filed 7–10–06; 8:45 am] BILLING CODE 6001–06–C	ACTION: Notice.	The following is a copy of a letter to the speaker of the House of
	<b>SUMMARY:</b> The Department of Defense is	Representatives, Transmittal 06–09 with attached transmittal and policy justification.
DEPARTMENT OF DEFENSE	publishing the unclassified text of a section 36(b)(1) arms sales notification. This is published to fulfill the requirements of section 155 of Public Law 104–164 dated 21 July 1996. FOR FURTHER INFORMATION CONTACT: Ms. J. Hurd, DSCA/DBO/ADM, (703) 604–6575.	
Office of the Secretary		Dated: July 3, 2006.
[Transmittal No. 06–09]		L.M. Bynum,
36(b)(1) Arms Sales Notification		OSD Federal Register Liaison Officer, Department of Defense.
<b>AGENCY:</b> Department of Defense, Defense Security Cooperation Agency.		BILLING CODE 5001-06-M



DEFENSE SECURITY COOPERATION AGENCY WASHINGTON, DC 20301-2300

> 2 8 Jyh 1996 In reply refer to: I-06/005674

The Honorable J. Dennis Hastert Speaker of the House of Representatives Washington, DC 20515-6501

Dear Mr. Speaker:

Pursuant to the reporting requirements of Section 36(b)(1) of the Arms Export Control Act, as amended, we are forwarding herewith Transmittal No. 06-09 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 to Pakistan for defense articles and services estimated to cost S3 billion. After this letter is delivered to your office, we plan to issue a press statement to notify the public of the unclassified portion of this proposed sale.

Sincerely,

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Richard J. Millies Deputy Director

Enclosures: 1. Transmittal 2. Policy Justification

Separate Cover: Classified Annex

Same ltr to:

<u>House</u> Committee on International Relations Committee on Armed Services Committee on Appropriations

<u>Senate</u> Committee on Foreign Relations Committee on Armed Services Committee on Appropriations Transmittal No. 06-09

## Notice of Proposed Issuance of Letter of Offer Pursuant to Section 36(b)(1) of the Arms Export Control Act, as amended

- (i) **Prospective Purchaser:** Pakistan
- (ii) <u>Total Estimated Value</u>: Major Defense Equipment\* S2.065 billion Other <u>\$.935 billion</u> TOTAL S3.000 billion
- (iii) <u>Description and Quantity or Quantities of Articles or Services under</u> <u>Consideration for Purchase</u>:

## Major Defense Equipment (MDE)

- 36 F-16C/D Block 50/52 aircraft with either the F100-PW-229 or F110-GE-129 Increased Performance Engines (IPEs) and APG-68(V)9 radars;
- 7 spare F100-PW-229 IPE or F110-GE-129 IPE engines;
- 7 spare APG-68(V)9 radar sets;
- 36 Joint Helmet Mounted Cueing Systems;
- 36 AN/ARC-238 SINCGARS radios with HAVE QUICK I/II;
- 36 Conformal Fuel Tanks (pairs);
- 36 Link-16 Multifunctional Information Distribution System-Low Volume Terminals;
- 36 Global Positioning Systems (GPS) and Embedded GPS/ Inertial Navigation Systems (INS);
- 36 APX-113 Advanced Identification Friend or Foe systems;
- 36 Advanced Integrated Defensive Electronic Warfare Suite without Digital Radio Frequency Memory (DRFM) or AN/ALQ-184 Electronic Counter Measures pod without DRFM or AN/ALQ-131 Electronic Counter Measures pod without DRFM or AN/ALQ-187 Advanced Self-Protection Integrated Suites without DRFM; or AN/ALQ-178 Self-Protection Electronic Warfare Suites without DRFM; and
- 1 Unit Level Trainer.

\* as defined in Section 47(6) of the Arms Export Control Act.

Associated support equipment, software development/integration, modification kits, capability to employ a wide variety of munitions, spares and repair parts, flight test instrumentation, publications and technical documentation, CONUS-personnel training and training equipment, U.S. Government and contractor technical and logistics personnel services, and other related requirements to ensure full program supportability will also be provided.

- (iv) <u>Military Department</u>: Air Force (SAF)
- (v) Prior Related Cases, if any: FMS case SHD - S460 million - 27Sep89 - undelivered FMS case SHC - S189 million - 21Dec88 - undelivered FMS case SEA - S716 million - 17Dec81 - accepted FMS case SCA - S157 million - 04Dec81 accepted
- (vi) Sales Commission, Fee, etc., Paid, Offered, or Agreed to be Paid: none
- (vii) <u>Sensitivity of Technology Contained in the Defense Article or Defense Services</u> <u>Proposed to be Sold</u>: See Annex under separate cover.
- (viii) Date Report Delivered to Congress: 2 \$ JUN 2006

## POLICY JUSTIFICATION

## Pakistan - F-16C/D Block 50/52 Aircraft

The Government of Pakistan has requested a possible sale of:

Major Defense Equipment (MDE)

36 F-16C/D Block 50/52 aircraft with either the F100-PW-229 or F110-GE-129 Increased

Performance Engines (IPEs) and APG-68(V)9 radars;
7 spare F100-PW-229 IPE or F110-GE-129 IPE engines;
7 spare APG-68(V)9 radar sets;
36 Joint Helmet Mounted Cueing Systems;
36 AN/ARC-238 SINCGARS radios with HAVE QUICK I/II;
36 Conformal Fuel Tanks (pairs);
36 Link-16 Multifunctional Information Distribution System-Low Volume Terminals;
36 Global Positioning Systems (GPS) and Embedded GPS/Inertial Navigation Systems;
36 APX-113 Advanced Identification Friend or Foe Systems;
36 Advanced Integrated Defensive Electronic Warfare Suite without Digital Radio Frequency Memory (DRFM) or AN/ALQ-184 Electronic Counter Measures pod without DRFM or AN/ALQ-131 Electronic Counter Measures pod without DRFM or AN/ALQ-187 Advanced Self-Protection Integrated Suites without DRFM; or AN/ALQ-178 Self-Protection Electronic Warfare Suites without DRFM and

1 Unit Level Trainer;

Associated support equipment, software development/integration, modification kits, capability to employ a wide variety of munitions, spares and repair parts, flight test instrumentation, publications and technical documentation, CONUS-personnel training and training equipment, U.S. Government and contractor technical and logistics personnel services, and other related requirements to ensure full program supportability will also be provided. The estimated cost is \$3 billion.

Given its geo-strategic location and partnership in the Global War on Terrorism (GWOT), Pakistan is a vital ally of the United States, as reflected in the June 2004 designation of Pakistan as a Major Non-North Atlantic Treaty Organization Ally. This proposed sale will contribute to the foreign policy and national security of the United States by helping an ally meet its legitimate defense requirements. The aircraft also will be used for close air support in ongoing operations contributing to the GWOT.

Consistent with U.S. conventional arms transfer policy and arms control initiatives, this potential sale will allow the Pakistani Air Force to modernize its aging fighter inventory, thereby enabling Pakistan to support both its own air defense needs and coalition operations.

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Release of this system would not significantly reduce India's quantitative or qualitative military advantage. Release of the F-16C/D Block 50/52 aircraft to Pakistan will neither affect the regional balance of power nor introduce a new technology as this level of capability or higher already exists in other countries in the region.

The principal contractors will be:

BAE Advanced Systems	Greenlawn, New York		
Boeing Corporation	Seattle, Washington		
<b>Boeing Integrated Defense Systems</b>	St Louis, Missouri		
(three locations)	Long Beach, California		
	San Diego, California		
Raytheon Company	Lexington, Massachusetts		
(two locations)	Goleta, California		
Raytheon Missile Systems	Tucson, Arizona		
Lockheed Martin Aeronautics Company	Fort Worth, Texas		
Lockheed Martin Missile and Fire Control	Dallas, Texas		
Northrop-Grumman Electro-Optical SystemsGarland, Texas			
Northrop-Grumman Electronic Systems	Baltimore, Maryland		
Pratt & Whitney United Technology Compa	iny East Hartford, Connecticut		
General Electric Aircraft Engines	Cincinnati, Ohio		

There are no known offset agreements in connection with this proposed sale.

Implementation of this proposed sale will require multiple trips to Pakistan involving U.S. Government and contractor representatives for technical review/support and program management of the aircraft.

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

[FR Doc. 06–6118 Filed 7–10–06; 8:45 am] BILLING CODE 5001–06–C	<b>ACTION:</b> Notice. <b>SUMMARY:</b> The Department of Defense is	The following is a copy of a letter to the Speaker of the House of Representatives, Transmittal 06–34 with
DEPARTMENT OF DEFENSE	publishing the unclassified text of a section 36(b)(1) arms sales notification.	attached transmittal and policy justification.
Office of the Secretary	This is published to fulfill the requirements of section 155 of Public	Dated: July 3, 2006.
[Transmittal No. 06–34]	Law 104–164 dated 21 July 1996.	L.M. Bynum,
36(b)(1) Arms Sales Notification	FOR FURTHER INFORMATION CONTACT: $\ensuremath{Ms}\xspace$	OSD Federal Register Liaison Officer, Department of Defense.
AGENCY: Department of Defense Defense	J. Hurd, DSCA/DBO/ADM, (703) 604–	BILLING CODE 5001-06-M

AGENCY: Department of Defense, Defense Security Cooperation Agency.