#### DEPARTMENT OF DEFENSE

#### Office of the Secretary

[Transmittal Nos. 08-57]

#### 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 Public Law 104–164 dated 21 July 1996.

**FOR FURTHER INFORMATION CONTACT:** Ms. B. English, DSCA/DBO/CFM, (703) 601–3740.

The following is a copy of a letter to the Speaker of the House of Representatives, Transmittals 08–5 7 with attached transmittal, and policy justification.

Dated: October 7, 2008.

Patricia L. Toppings, OSD Federal Register Liaison Officer, Department of Defense. BILLING CODE 5001–06–M



## DEFENSE SECURITY COOPERATION AGENCY WASHINGTON, DC 20301-2800

OCT 0 3 2008 In reply refer to: USP004981-08

The Honorable Nancy Pelosi Speaker of the House of Representatives Washington, DC 20515-6501

Dear Madam 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. 08-57, concerning the Department of the Air Force's proposed Letter(s) of Offer and Acceptance to Taipei Economic and Cultural Representative Office in the United States for defense articles and services estimated to cost \$334 million. After this letter is delivered to your office, we plan to issue a press statement to notify the public of this proposed sale.

Sincerely. Imiral, L

**Enclosures:** 

- 1. Transmittal
- 2. Policy Justification

#### Same ltr to:

House

Committee on Foreign Affairs Committee on Armed Services Committee on Appropriations <u>Senate</u> Committee on Foreign Relations Committee on Armed Services Committee on Appropriations

## Transmittal No. 08-57

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

(i) <u>Prospective Purchaser</u>: Taipei Economic and Cultural Representative Office in the United States pursuant to P.L. 96-8

| <b>(ii)</b> | <u>Total Estimated Value:</u> |  |           |
|-------------|-------------------------------|--|-----------|
|             | Major Defense Equipment*      | \$                                     | 0 million |
|             | Other                         | \$ <u>334 million</u><br>\$334 million |           |
|             | TOTAL                         |  |           |

- (iii) <u>Description and Quantity or Quantities of Articles or Services under</u> <u>Consideration for Purchase</u>: This sale provides funds for the establishment of a blanket order requisition case for follow-on spare parts in support of F-5E/F, C-130H, F-16A/B, and Indigenous Defense Fighter IDF aircraft, communication equipment, radar, and other related elements of logistics support.
- (iv) Military Department: Air Force (RAI, KDK)
- (v) <u>Prior Related Cases, if any</u>: FMS Case KDH-\$228M-25Feb02
- (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</u> Services Proposed to be Sold: None.
- (viii) Date Report Delivered to Congress: OCT 0 3 2008

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

## **POLICY JUSTIFICATION**

# <u>Taipei Economic and Cultural Representative Office in the United States –Blanket</u> <u>Order Requisition Case</u>

The Taipei Economic and Cultural Representative Office in the United States has requested a proposed sale which provides funds for the establishment of a blanket order requisition case for follow-on spare parts in support of F-5E/F, C-130H, F-16A/B, and Indigenous Defense Fighter IDF aircraft, communication equipment, radar, and other related elements of logistics support. The estimated cost is \$334 million.

This sale is consistent with United States law and policy as expressed in Public Law 96-8.

This proposed sale serves U.S. national economic and security interests by supporting the recipient's continuing efforts to modernize its armed forces and enhance its defensive capability. The proposed sale will help improve the security of the recipient and assist in maintaining political stability, military balance, and economic progress in the region.

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

These spare parts are required to assure that aircraft and aircraft systems previously procured from the United States are maintained in a mission capable status. The recipient will have no difficulty utilizing these additional spare parts.

Procurement of these items will be from the many contractors providing similar items to the U.S. armed forces. 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 and contractor representatives to the recipient.

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