

Category	Adjusted twelve-month limit ¹
363	27,551,417 numbers.
369-D ³	317,578 kilograms.
369-S ⁴	386,572 kilograms.
619	9,470,653 square meters.
620	9,705,508 square meters.
Group II	
237, 331-348, 350-352, 359-H ⁵ , 359pt. ⁶ , 431, 433-438, 440, 442-448, 459pt. ⁷ , 631, 633-652, 659-H ⁸ , 659pt. ⁹ , 831, 833-838, 840-858 and 859pt. ¹⁰ .	384,230,736 square meters equivalent.
Sublevels in Group II	
338/339	2,786,011 dozen.
340	378,107 dozen.
341/641	925,279 dozen.
342/642	805,538 dozen.
345	407,239 dozen.
347/348/847	1,125,443 dozen.
351/651	326,568 dozen.
434	13,049 dozen.
435	62,684 dozen.
442	24,028 dozen.
638/639	2,558,950 dozen.
647/648	1,598,203 dozen.

¹ The limits have not been adjusted to account for any imports exported after December 31, 2000.

² Category 301-O: only HTS numbers 5205.21.0020, 5205.21.0090, 5205.22.0020, 5205.22.0090, 5205.23.0020, 5205.23.0090, 5205.24.0020, 5205.24.0090, 5205.26.0020, 5205.26.0090, 5205.27.0020, 5205.27.0090, 5205.28.0020, 5205.28.0090, 5205.41.0020, 5205.41.0090, 5205.42.0020, 5205.42.0090, 5205.43.0020, 5205.43.0090, 5205.44.0020, 5205.44.0090, 5205.46.0020, 5205.46.0090, 5205.47.0020, 5205.47.0090, 5205.48.0020 and 5205.48.0090.

³ Category 369-D: only HTS numbers 6302.60.0010, 6302.91.0005 and 6302.91.0045.

⁴ Category 369-S: only HTS number 6307.10.2005.

⁵ Category 359-H: only HTS numbers 6505.90.1540 and 6505.90.2060.

⁶ Category 359pt.: all HTS numbers except 6505.90.1540, 6505.20.2060 (Category 359-H); and 6406.99.1550.

⁷ Category 459pt.: all HTS numbers except 6405.20.6030, 6405.20.6060, 6405.20.6090, 6406.99.1505 and 6406.99.1560.

⁸ Category 659-H: only HTS numbers 6502.00.9030, 6504.00.9015, 6504.00.9060, 6505.90.5090, 6505.90.6090, 6505.90.7090 and 6505.90.8090.

⁹ Category 659pt.: all HTS numbers except 6502.00.9030, 6504.00.9015, 6504.00.9060, 6505.90.5090, 6505.90.6090, 6505.90.7090, 6505.90.8090 (Category 659-H); 6406.99.1510 and 6406.99.1540.

¹⁰ Category 859pt.: only HTS numbers 6115.19.8040, 6117.10.6020, 6212.10.5030, 6212.10.9040, 6212.20.0030, 6212.30.0030, 6212.90.0090, 6214.10.2000 and 6214.90.0090.

The Committee for the Implementation of Textile Agreements has determined that these actions fall within the foreign affairs exception to the rulemaking provisions of 5 U.S.C. 553(a)(1).
Sincerely,
D. Michael Hutchinson,

Acting Chairman, Committee for the Implementation of Textile Agreements.
[FR Doc. 01-27962 Filed 11-6-01; 8:45 am]
BILLING CODE 3510-DR-S

DEPARTMENT OF DEFENSE

Office of the Secretary

[Transmittal No. 02-09]

36(b)(1) Arms Sales Notification

AGENCY: Defense Security Cooperation Agency, Department of Defense.

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 Pub. L. 104-164 dated July 21, 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 02-09 with attached transmittal, policy justification, and Sensitivity of Technology.

Dated: November 1, 2001.

L.M. Bynum,

Alternate OSD Federal Register Liaison Officer, Department of Defense.

BILLING CODE 5001-08-P



DEFENSE SECURITY COOPERATION AGENCY

WASHINGTON, DC 20301-2800

26 OCT 2001
In reply refer to:
I-01/012096

The 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. 02-09 and under separate cover the classified offset certificate thereto. This Transmittal concerns the Department of the Navy's proposed Letter(s) of Offer and Acceptance (LOA) to the Republic of Korea for defense articles and services estimated to cost \$115 million. Soon after this letter is delivered to your office, we plan to notify the news media of the unclassified portion of this Transmittal.

Reporting of Offset Agreements in accordance with Section 36(b)(1)(C) of the Arms Export Control Act (AECA), as amended, requires a description of any offset agreement with respect to this proposed sale. Section 36(g) of the AECA, as amended, provides that reported information related to offset agreements be treated as confidential information in accordance with section 12(c) of the Export Administration Act of 1979 (50 U.S.C. App. 2411(c)). Information about offsets for this proposed sale are described in the enclosed confidential attachment.

Sincerely,

A handwritten signature in cursive script that reads "Tome Walters".

TOME H. WALTERS, JR.
LIEUTENANT GENERAL, USAF
DIRECTOR

Attachment
As stated

Separate Cover:
Offset certificate

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

Transmittal No. 02-09**Notice of Proposed Issuance of Letter of Offer
Pursuant to Section 36(b)(1)
of the Arms Export Control Act**

- (i) **Prospective Purchaser: Republic of Korea**
- (ii) **Total Estimated Value:**

Major Defense Equipment*	\$ 90 million
Other	\$ <u>25 million</u>
TOTAL	\$ 115 million
- (iii) **Description and Quantity or Quantities of Articles or Services under Consideration for Purchase: Forty-five AGM-84-H Standoff Land Attack Missiles-Expanded Response (SLAM-ER) missile systems, one ATM-84-H Exercise Missile, training missiles, containers, support equipment, spares and repair parts, missile support and test equipment, provisioning, program management, publications and technical documentation, personnel training and training equipment, U.S. Government and contractor technical and logistics personnel services, and other related elements of program support.**
- (iv) **Military Department: Navy (AIU)**
- (v) **Prior Related Cases, if any: none**
- (vi) **Sales Commission, Fee, etc., Paid, Offered, or Agreed to be Paid: none**
- (vii) **Sensitivity of Technology Contained in the Defense Article or Defense Services Proposed to be Sold: See Annex attached**
- (viii) **Date Report Delivered to Congress: 26 OCT 2001**

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

POLICY JUSTIFICATION

Republic of Korea - Standoff Land Attack Missile-Expanded Response Missile Systems

The Republic of Korea Government (ROKG) has requested a possible sale of 45 AGM-84-H Standoff Land Attack Missiles-Expanded Response (SLAM-ER) missile systems, one ATM-84-H Exercise Missile, training missiles, containers, support equipment, spares and repair parts, missile support and test equipment, provisioning, program management, publications and technical documentation, personnel training and training equipment, U.S. Government and contractor technical and logistics personnel services, and other related elements of program support. The estimated cost is \$115 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 Northeast Asia.

The Republic of Korea Air Force intends to use the SLAM-ER missiles on the F-15K aircraft. The Korean Armed Forces have significant previous and current experience with modern weapon systems and will have no difficulty absorbing these missiles.

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

The prime contractor will be the Boeing Company of St. Louis, Missouri. One or more proposed offset agreements may be related to this proposed sale.

No U.S. Government or contractor representatives are required to be stationed for any length of time in-country. However, Contractor Engineering Technical Services (CETS) will be required on an interim basis for installation.

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

Transmittal No. 02-09**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 Standoff Land Attack Missile - Expanded Response (SLAM-ER) is an evolutionary upgrade to the combat-proven SLAM, is a day/night, adverse weather, over-the-horizon, precision strike missile. SLAM-ER provides an effective, long range, precision strike option for both pre-planned and Target of Opportunity attack missions against land and ship targets. Most significant among these enhancements are: a highly accurate, Globe Positioning System-aided guidance system; improved missile aerodynamic performance characteristics that allow both greater range and more effective terminal attack profiles; a redesigned ordnance section for increased penetrating power and lethality; and a more user-friendly for Man-in-the-Loop control and mission planning. SLAM-ER will be the first weapon to feature Automatic Target Acquisition, a revolutionary technological breakthrough which will automate and improve target acquisition in cluttered scenes, and overcome most countermeasures and environmentally degraded conditions. SLAM-ER is a follow-on to the SLAM missile that is no longer in production. It is a variant of the HARPOON missile that utilizes the Maverick Imaging Infrared (IIR) seeker, GPS for improved navigation, planar wings, and a new warhead. The system uses the AWW-13 data link system to support man in the loop operation. SLAM-ER is effective against a wide range of land-based targets and has a secondary role of anti-ship. These missiles are classified as Confidential. The support items are classified unclassified.

2. If a technologically advanced adversary were to obtain knowledge of the specific hardware and software elements, the information could be used to develop countermeasures which might reduce weapon system effectiveness or be used in the development of a system with similar or advanced capabilities.

3. A determination has been made that Korea 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.

BILLING CODE 5001-08-C
[FR Doc. 01-27942 Filed 11-6-01; 8:45 am]
BILLING CODE 5001-08-M

DEPARTMENT OF DEFENSE**Office of the Secretary**

[Transmittal No. 02-11]

36(b)(1) Arms Sales Notification

AGENCY: Defense Security Cooperation
Agency, Department of Defense.

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 Pub. L. 104-164 dated July 21, 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 02-11 with attached transmittal, policy justification, and Sensitivity of Technology.

Dated: November 1, 2001.

L. M. Bynum,

*Alternate OSD Federal Register Liaison
Officer, Department of Defense.*

BILLING CODE 5001-08-P