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

Annex
Item No. vii

(vii) Sensitivity of Technology:

1. The MH-60R SEAHIWAK Multi-Mission Helicopter contains new generation technology. It is equipped for a range of missions including: anti-submarine warfare (ASW), anti-surface warfare (ASuW), search and rescue, naval gunfire support, surveillance, communications relay, logistics support, personnel transfer, and vertical replenishment. The fully integrated glass cockpit is equipped with four 8in x 10in (20.3cm x 25.4cm) full-color multi-function mission and flight displays that are night-vision goggle compatible and sunlight readable. The pilots and aircrew have common programmable keysets, a mass memory unit, mission and flight management computers and MH-60R dedicated operational software. The navigation suite includes LN-100G dual embedded global positioning system and inertial navigation system. The helicopter is equipped with a fully digital communications suite, with Link 16, ARC-210 radios for voice, Ultra High Frequency / Very High Frequency (UHF/VHF), satellite communications, and a Harris Hawklink Ku-band datalink. The helicopter is fitted with an AN/ALQ-210 electronic support measures system (ESM). Electronic warfare systems include the AN/AAR-47 missile warning system, AN/ALQ-144 infrared jammer, and AN/ALE-39 chaff and flare decoy dispenser. The MH-60R, including the mission equipment, is classified Secret.

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.
DEVELOP SECURITY COOPERATION AGENCY
201 12TH STREET SOUTH, STE 203
ARLINGTON, VA 22202-6408

The Honorable Nancy Pelosi
Speaker
U.S. House of Representatives
Washington, DC 20515

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. 10-69, concerning the Department of the Army's proposed Letter(s) of Offer and Acceptance to Iraq for defense articles and services estimated to cost $36 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,

Richard A. Genaille, Jr.
Deputy Director

Enclosures:
1. Transmittal
2. Policy Justification
3. Regional Balance (Classified Document Provided Under Separate Cover)
Transmittal No. 10-69

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:** Iraq

(ii) **Total Estimated Value:**

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Major Defense Equipment</td>
<td>$36 million</td>
</tr>
<tr>
<td>Other</td>
<td>$0 million</td>
</tr>
<tr>
<td>TOTAL</td>
<td>$36 million</td>
</tr>
</tbody>
</table>

(iii) **Description and Quantity of Articles or Services under Consideration for Purchase:**

- 14,010 TP-T M831A1 120mm Cartridges
- 16,110 TPCSDS-T M865 120mm Cartridges
- 3,510 HEAT-MP-T M830A1 120mm Cartridges

(iv) **Military Department:** Army (VCQ)

(v) **Prior Related Cases, if any:**

- FMS case VCY-$10M-14Jul10
- FMS case VDA-$34M-14Jul10
- FMS case VDK-$67M-14Jul10
- FMS case VDL-$53M-14Jul10
- FMS case VPP-$684M-20Oct08

(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:** None

(viii) **Date Report Delivered to Congress:** 29 November 2010

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

Iraq - M1A1 Abrams Tank Ammunition

The Government of Iraq has requested a possible sale of 14,010 TP-T M831A1 120mm Cartridges, 16,110 TPCSDS-T M865 120mm Cartridges, and 3,510 HEAT-MP-T M830A1 120mm Cartridges. The estimated cost is $36 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. This proposed sale directly supports the Iraqi government and serves the interests of the Iraqi people and the U.S.

The proposed sale of the ammunition and support will advance Iraq's efforts to develop an integrated ground defense capability, a strong national defense, and a dedicated military force. This will enable the Iraqi Government to sustain its efforts to establish stability.

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

The prime contractor will be General Dynamics-Ordnance Tactical Systems in St. Petersburg, Florida. There are no known offset agreements proposed in connection with this potential sale.

Implementation of this proposed sale will not require the assignment of U.S. Government and contractor representatives to Iraq.

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