

sustain a long-term CONUS training program.

(iv) *Military Department: Air Force (NHE).*

(v) *Prior Related Cases, if any:* FMS Case NHA—\$ 84 million—18Dec92. FMS Case NHC—\$261 million—01Jul99. FMS Case NHD—\$280 million—29Nov07.

(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:* 21 Sep 2011.

#### *Policy Justification*

#### *Taipei Economic and Cultural Representative Office in the United States—Pilot Training Program*

The Taipei Economic and Cultural Representative Office in the United States has requested a possible sale for the continuation of a pilot training program and logistics support for F-16 aircraft at Luke Air Force Base, Arizona to include flight training, supply and maintenance support, spare and repair parts, support equipment, program management, publications, documentation, personnel training and training equipment, fuel and fueling services, and other related program requirements necessary to sustain a long-term CONUS training program. The estimated cost is \$500 million.

This sale is consistent with United States policy and Public Law 96-8.

The recipient is one of the major political and economic powers in Asia and the Western Pacific and a key partner of the United States in ensuring

peace and stability in that region. It is vital to the U.S. national interest to assist the recipient in developing and maintaining a strong and ready self-defense capability, which will contribute to an acceptable military balance in the area. This proposed sale is consistent with those objectives.

The recipient and the U.S. Air Force (USAF) will have the opportunity to fly together, which will support disaster relief missions, non-combatant evacuation operations, and other contingency situations. These services and equipment are used in the continuing pilot training program at Luke Air Force Base, Arizona. This program enables the recipient to develop mission ready and experienced pilots through CONUS training. The training provides a “capstone” course that takes experienced pilots and significantly improves their tactical proficiency. Training is a key component of combat effectiveness, and recipient pilots who have graduated from the existing program have performed brilliantly.

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

Implementation of this sale will not require the assignment of any U.S. Government or contractor representatives to the recipient. The USAF will provide instruction, flight operations, and maintenance support and facilities. Approximately 90 U.S. contractors will provide aircraft maintenance and logistics support for the F-16 aircraft at Luke Air Force Base, Arizona.

The prime contractor for the logistics support will be L-3 Communications Corporation in Greenville, Texas. There are no known offset agreements proposed in connection with this potential sale.

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

[FR Doc. 2011-25017 Filed 9-28-11; 8:45 am]

**BILLING CODE 5001-06-P**

## **DEPARTMENT OF DEFENSE**

### **Office of the Secretary**

[Transmittal Nos. 11-27]

#### **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 July 21, 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, Transmittal 11-27 with attached transmittal, policy justification, and Sensitivity of Technology.

Dated: September 23, 2011.

**Aaron Siegel,**

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

**BILLING CODE 5001-06-P**



DEFENSE SECURITY COOPERATION AGENCY  
201 12<sup>TH</sup> STREET SOUTH, STE 203  
ARLINGTON, VA 22202-5408

SEP 21 2011

The Honorable John A. Boehner  
Speaker of the House  
U.S. House of Representatives  
Washington, DC 20515

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. 11-27, concerning the Department of the Army's proposed Letter(s) of Offer and Acceptance to the United Arab Emirates for major defense equipment estimated to cost \$65 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,

A handwritten signature in black ink that reads "William E. Landay III".

**William E. Landay III**  
Vice Admiral, USN  
Director

Enclosures:

1. Transmittal
2. Policy Justification
3. Sensitivity of Technology
4. Regional Balance (Classified Document Provided Under Separate Cover)



**Transmittal No. 11–27****Notice of Proposed Issuance of Letter of Offer Pursuant to Section 36(b)(1) of the Arms Export Control Act, as Amended (U)**

(i) *Prospective Purchaser:* United Arab Emirates.

(ii) *Total Estimated Value:*

Major Defense Equipment *	\$65 million
Other .....	0

Total .....	65 million
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\* As defined in Section 47(6) of the Arms Export Control Act.

(iii) *Description and Quantity or Quantities of Articles or Services under Consideration for Purchase:* 500 AGM–114R3 HELLFIRE II missiles, containers, spare and repair parts, support and test equipment, repair and return support, training equipment and personnel training, U.S. Government and contractor logistics, Quality Assurance Team support services, engineering and technical support, and other related elements of program support.

(iv) *Military Department:* Army (ZUF Amendment 1) .

(v) *Prior Related Cases, if any:* FMS Case JAH–\$402 million–11Dec91. FMS Case ZUF–\$375 million–22Dec08.

(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 Attached Annex.

(viii) *Date Report Delivered to Congress:* 21 Sep 2011.

**Policy Justification****United Arab Emirates—AGM–114R3 HELLFIRE Missiles**

The Government of the United Arab Emirates (UAE) has requested a possible sale 500 AGM–114R3 HELLFIRE II missiles, containers, spare and repair parts, support and test equipment, repair and return support, training equipment and personnel training, U.S. Government and contractor logistics, Quality Assurance Team support

services, engineering and technical support, and other related elements of program support. The estimated cost is \$65 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 that has been, and continues to be an important force for political stability and economic progress in the Middle East.

UAE intends to use these defense articles and services to modernize its armed forces and expand its existing Army architecture to counter threats posed by potential attack. This proposed sale will also contribute to the UAE military's goal of updating its capability while further enhancing its interoperability with the U.S. and other allies. This capability will serve to deter potential attacks against strategic targets across the UAE, to include infrastructure and resources vital to the security of the U.S.

The proposed sale of this weapon system will not alter the basic military balance in the region.

The prime contractor is HELLFIRE Systems Limited Liability Company in Orlando, Florida. There are no known offset agreements proposed in connection with this sale.

Implementation of this proposed sale will require the assignment of a U.S. Government Quality Assurance Team to the United Arab Emirates.

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

**Transmittal No. 11–27****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 highest level for release of the AGM–114R3 HELLFIRE II is Secret, based upon the software. The highest

level of classified information that could be disclosed by a proposed sale or by testing of the end item is Secret; the highest level that must be disclosed for production, maintenance, or training is Confidential. Reverse engineering could reveal Confidential information. Vulnerability data, countermeasures, vulnerability/susceptibility analyses, and threat definitions are classified up to Secret.

2. Susceptibility of the AGM–114R3 HELLFIRE II to diversion or exploitation is considered low risk. Components of the system are also considered highly resistant to reverse engineering.

[FR Doc. 2011–25019 Filed 9–28–11; 8:45 am]

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**DEPARTMENT OF DEFENSE****Office of the Secretary**

[Transmittal Nos. 11–39]

**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 July 21, 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, Transmittal 11–39 with attached transmittal, policy justification, and Sensitivity of Technology.

Dated: September 23, 2011.

**Aaron Siegel,**

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

BILLING CODE 5001–06–P