

## POLICY JUSTIFICATION

## NATO—C-17 Follow-On Support

An international consortium made up of allies in the North Atlantic Treaty Organization (NATO) together with Sweden and Finland, requests a possible sale of follow-on contractor logistics support for NATO Airlift Management Program C-17 aircraft, to include participation in the Global Reach Improvement Program, alternate mission equipment, publications and technical data, spare and repair parts, support equipment, personnel training and training equipment, U.S. Government and contractor technical assistance and other related elements of logistics support. The estimated cost is \$300 million.

This proposed sale of contractor logistics support will contribute to the foreign policy and national security objectives of the United States by improving the military capabilities of NATO and furthering weapon system standardization and interoperability with U.S. forces. NATO allies have used C-17 aircraft to increase the capability,

usability, and deployability of their forces.

The proposed sale of support will allow the NATO Airlift Management Program Office to continue to maintain and operate NATO C-17s in support of NATO missions.

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

This prime contractor will be The Boeing Company in Huntington Beach, California. 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. 2013-10630 Filed 5-3-13; 8:45 am]

**BILLING CODE 5001-06-C**

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

**[Transmittal Nos. 13-16]**

**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 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, Transmittals 13-16 with attached transmittal, policy justification, and Sensitivity of Technology.

Dated: May 1, 2013.

**Aaron Siegel,**

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



DEFENSE SECURITY COOPERATION AGENCY

201 12TH STREET SOUTH, STE 203  
ARLINGTON, VA 22202-5408

APR 16 2013

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. 13-16, concerning the Department of the Air Force's proposed Letter(s) of Offer and Acceptance to the United Kingdom for defense articles and services estimated to cost \$95 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,

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

Enclosures:

- 1. Transmittal
- 2. Policy Justification
- 3. Sensitivity of Technology



Transmittal No. 13-16

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:* United Kingdom

(ii) *Total Estimated Value:*

Major Defense Equipment *	\$75 million.
Other .....	\$20 million
<b>TOTAL .....</b>	<b>\$95 million</b>

\* 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-114-N4/P4 HELLFIRE missiles.

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

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

- FMS Case UK-B-WKG—\$113,000—Apr 1998
- FMS Case UK-B-WKI—\$21M—Sep 2007
- FMS Case UK-D-YAC—\$22M—May 2008
- FMS Case UK-D-YAF—\$21M—Mar 2011.

(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:* 16 April 2013.

POLICY JUSTIFICATION

United Kingdom—HELLFIRE Missiles

The Government of the United Kingdom (UK) has requested a possible sale of 500 AGM-114-N4/P4 HELLFIRE

missiles. The estimated cost is \$95 million.

This program will directly contribute to the U.S. foreign and national security policies by enhancing the close air support capability of the United Kingdom in support of NATO, ISAF, and other coalition operations. Common close air support capabilities greatly increases interoperability between our two countries' military and peacekeeping forces and allow for greater burden sharing.

The proposed sale will support the UK's ability to meet current and future threats by providing close air support to counter enemy attacks on coalition ground forces in Afghanistan. The UK, which already has HELLFIRE missiles in its inventory, will have no difficulty absorbing these additional missiles.

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

The prime contractor will be Lockheed Martin Corporation of Orlando, 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 any additional U.S. Government or contractor representatives to the United Kingdom.

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

Transmittal No. 13-16

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 AGM-114-N4/P4 HELLFIRE missile is a rail-launched guided missile with a maximum direct-fire range of 9000 meters. The AGM-114-N4/P4 variant contains a shaped charge warhead and a Semi-Active Laser (SAL) seeker, while the variant contains a blast/fragmentation warhead and a SAL seeker. SAL missiles home on laser energy reflected off a target that has been illuminated by a laser designator. The weapon system hardware, components, training, and documentation provided with the sale thereof are confidential. Software sensitivity is primarily in the programs that instruct the system on how to operate in the presence of countermeasures.

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 or equivalent systems which might reduce system effectiveness or be used in the

development of a system with similar or advanced capabilities.

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**BILLING CODE 5001-06-C**

**DEPARTMENT OF DEFENSE**

**Office of the Secretary**

[Transmittal Nos. 13-14]

**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 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, Transmittals 13-14 with attached transmittal, policy justification, and Sensitivity of Technology.

Dated: May 1, 2013.

**Aaron Siegel,**

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

**BILLING CODE 5001-06-P**