POLICY JUSTIFICATION

Saudi Arabia - Contractor, Technical Services, and Logistics Support

The Government of Saudi Arabia has requested a possible sale for the continuation of support for F-5, F-15, RF-5, E-3, RE-3, KE-3, and C-130, aircraft; F-100-PW-220/229, J-85, T-56, and CFM-56 aircraft engines; and A/TGM-65 AIM-7 and AIM-9 missiles which have already been delivered to and are being operated by Saudi Arabia; contractor services; maintenance; spare and repair parts; support and test equipment; goggles; communication support; precision measuring equipment; personnel training; training equipment; technical support; and contractor engineering; and other related elements of program support. The estimated cost is \$760 million.

This 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.

The missile support on this proposed sale is only for repair or maintenance of missiles already delivered to and being operated by Saudi Arabia. They need this maintenance support in order to ensure the combat and operational readiness of U.S.-origin military equipment. The Royal Saudi Air Force will use these support services for the day-to-day operation and maintenance of all their aircraft.

These contractor maintenance and training technical services will not alter the basic military balance in the region.

Many contractors provide organizational and intermediate level maintenance and training services to Saudi. 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 Saudi Arabia.

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

[FR Doc. 05–21987 Filed 11–3–05; 8:45 am] BILLING CODE 5001–06–C

DEPARTMENT OF DEFENSE

Office of the Secretary

[Transmittal No. 06-05]

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. J. Hurd, DSCA/DBO/ADM, (703) 604–6575.

The following is a copy of a letter to the Speaker of the House of Representatives, Transmittal 06–05 with attached transmittal and policy justification.

Dated: October 31, 2005.

L.M. Bynum,

OSD Federal Register Liaison Officer, Department of Defense.

BILLING CODE 5001-06-M



DEFENSE SECURITY COOPERATION AGENCY WASHINGTON, DC 20301-2800

3 OCT 2005 In reply refer to: I-05/004717

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, as amended, we are forwarding herewith Transmittal No.

06-05, concerning the Department of the Army's proposed Letter(s) of Offer and

Acceptance to Saudi Arabia for defense articles and services estimated to cost \$918

million. Soon after this letter is delivered to your office, we plan to notify the news media.

Sincerely,

JEFFREY B. KOHLER LIEUTENANT GENERAL, USAF DIRECTOR

Enclosures:

- 1. Transmittal
- 2. Policy Justification

Same ltr to: House Committee on International Relations

Senate Committee on Foreign Relations House Committee on Armed Services Senate Committee on Armed Services House Committee on Appropriations Senate Committee on Appropriations

Transmittal No. 06-05

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: Saudi Arabia
- (ii) Total Estimated Value:

Major Defense Equipment* \$716 million
Other \$202 million
TOTAL \$918 million

(iii) Description and Quantity or Quantities of Articles or Services under
Consideration for Purchase: for the continuation of the United States
supported effort to modernize the Saudi Arabian National Guard
(SANG) by providing Major Defense Equipment (MDE) and non-MDE
items:

See Policy Justification for a complete list of items.

- (iv) Military Department: Army (ZAC, Amendment 33)
- (v) Prior Related Cases, if any: numerous cases dating back to 1973.
- (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 Services Proposed to be Sold:</u> none
- (viii) Date Report Delivered to Congress: 3 OCT 2005

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

POLICY JUSTIFICATION

Saudi Arabia - Continued Assistance in the Modernization of the SANG

The Government of Saudi Arabia has requested a possible sale for the continuation of the United States supported effort to modernize the Saudi Arabian National Guard (SANG) by providing Major Defense Equipment (MDE) and non-MDE items:

Major Defense Equipment (MDE)

144 Armored Personnel Carriers	3,600 F-2000 5.56mm Assault Rifles
Vehicles	with 40mm Grenade Launchers
12 Water Cannons Vehicles	51,400 F-2000 5.56mm Assault Rifles
52 Command and Control Vehicles	without 40mm Grenade
17 Ambulance and Evacuation	Launchers
Vehicles	198 AN/VRC-90E SINCGARS
36 Platoon Command Vehicles	Vehicular Single Long-Range
55,500 40mm Ammunition	Radio Systems

SANG has invited General Dynamics Land Systems, Australian Defense Industries, Steyr-Puch Pinzgauer (a subsidiary of General Dynamics Corporation), and BAE (Alvis) to present candidate systems, for the vehicles listed above, to the SANG for testing evaluation in Saudi Arabia. It is expected that the SANG source selection will be based on the results of this test and evaluation process.

Non-MDE Vehicles

104 ¼-ton trucks	6 executive automobiles
6 pick-up trucks	8 26-passenger buses
16 patrol trucks	24 60-passenger buses
48 10-ton trucks	6 tire demounter trucks
12 5-ton trucks w/winch	9 25-ton wreckers
63 5-ton trucks	6 mobile workshop trucks
6 refrigeration trucks	6 mobile lubrication trucks
16 11,000-gallon fuel tankers	4 5-ton dump trucks
8 9,000-gallon water tankers	11 mobile command trucks
8 16,500-gallon water tankers	

Note: All U. S. standard commercial/non-tactical vehicles or other commercial equivalents.

Non-MDE

172 Harris Corporation RF-5000v 125W High Frequency (HF) or Current Production Version Commercial HF Radios

180 M24 7.62 Sniper Weapon System (scope is integrated) or commercial equivalent

265 Motorola Commercial Very HF Single or Multi-Channel Handheld Radios or other commercial equivalents

323 12 Gauge Shotguns or commercial equivalent

Ballistic Protection

Batons

Battery Chargers

Contractor engineering and technical

support Generators

Personnel training

Protective Clothing and Equipment

Publications

Shop Equipment

Spare and repair parts

Sets, Kits, and Outfits (assemblages of components in a container (pouch, box, chest, van, trailer, or shelter) primarily designed to accomplish a specific mission)

Sights and Scopes (the scope is for the M24 Sniper Weapon System which is an integral component of the weapon system)

Standard simulations and training systems to include: Multiple Integrated Laser Emitting System, Engagement Skills Trainer for marksmanship training, and the Battle Staff Automated Training System

Support Equipment to include Mobile Workshops
Training devices
Training equipment
Other related elements of program support

The estimated cost is \$918 million.

The proposed sale coupled with the training, assistance, and advice provided by the U.S. Government through the Office of the Program Manager SANG will serve to make a key regional ally and partner in the Global War on Terror more capable of defeating those who would threaten regional stability and less reliant on the deployment of U.S. combat forces to maintain or restore stability in the Middle East.

The SANG needs these defense articles so that it can effectively conduct security and counter-terrorism operations. The continuation of services under the SANG Modernization Program is an evolution of the SANG as an effective defensive force with the advice, assistance, and training of the U.S. Army. The Modernization Program ensures necessary training, logistics, support, doctrine development and force integration for the continuing expansion and use of their weapon systems. These services will remain the cornerstone of an effort to upgrade and enhance the infrastructure of the SANG organization.

The proposed sale will also provide SANG with additional command, control, and communications equipment needed to operate in a secure communications environment that will facilitate the performance of its mission within Saudi Arabia. It is consistent with the National Command Authority's intent for stability in the Central Command Area of Operation. The radios will modernize equipment and provide the critical VHF and HF links necessary for a large fast moving force and integration with the SINCGAR radios SANG already has fielded in its Light Armored Vehicle and Light Infantry Brigades.

The proposed sale of this equipment and support will not affect the basic military balance in the region. Saudi Arabia is capable of absorbing and maintaining this additional MDE equipment in its inventory.

The principle contractors will be:

Fabrique Nationale Herstal, USA
ITT Aerospace/Communications
Harris Corporation

McLean, Virginia
Fort Wayne, Indiana
Rochester, New York
Motorola Corporation

Schaumburg, Illinois

There are no known offset agreements proposed in connection with this potential sale.

At present, there are approximately 219 U.S. Government personnel and 541 contractor representatives in country supporting the SANG modernization program.

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

[FR Doc. 05–22027 Filed 11–3–05; 8:45am]

DEPARTMENT OF DEFENSE

Office of the Secretary

[Transmittal No. 06-04]

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. J. Hurd, DSCA/DBO/ADM, (703) 604–6575.

The following is a copy of a letter to the Speaker of the House of Representatives, Transmittal 06–04 with attached transmittal, policy justification, and Sensitivity of Technology.

Dated: October 31, 2005.

L.M. Bynum,

OSD Federal Register Liaison Officer, Department of Defense.

BILLING CODE 5001-06-M