

DEFENSE SECURITY COOPERATION AGENCY

WASHINGTON, DC 20301-2800

AUG 2 8 2006

In reply refer to: I-06/010240-WPN

MEMORANDUM FOR DIRECTOR, NAVY INTERNATIONAL PROGRAMS OFFICE, DEPARTMENT OF THE NAVY

SUBJECT: F414-GE-400 Engine Nonrecurring Cost (NC) Recoupment Charges, DSCA Policy Memo 06-38

In accordance with DoD Directive 2140.2, dated January 13, 1993, I hereby approve a nonrecurring cost (NC) recoupment pro rata charge for the sale, coproduction, or licensed production of the items shown below:

CATEGORY VIII - Aircraft, Spacecraft and Associated Equipment

ITEM DESCRIPTION

NONRECURRING COST (NC) CHARGE

F414-GE-400 Engine

\$439,928

The NC charge listed above will be included in the next update of Appendix 1 of the automated version of the Security Assistance Management Manual (SAMM) found on the DSCA Web Page.

DoD NC recoupment charges are required to be reimbursed to the Department of Defense within 30 days following delivery or purchaser acceptance (whichever comes first) of each item sold or produced; and all recoupments will be recorded under DSCA(Q) 1112 Report. In accordance with the Arms Export Control Act, any country requesting a waiver of NC charges must request the waiver in writing prior to finalization of the purchase, if it is to be approved. The point of contact for additional information is Mr. Oz Sanborn, DSCA Programs-Weapons, (703) 601-3718, or e-mail: oz.sanborn@dsca.mil.

JEFFREY B. KOHLER LIEUTENANT GENERAL, USAF DIRECTOR