

II. Procedures Planned: (The procedures outlined are based on OCB decisions of September 29 and October 6, 1954.)²

(a) . . . inform Nasir that the US is prepared to resume military aid negotiations and to send immediately a military survey team in civilian clothes to discuss with Nasir the factors involved in a military aid agreement and, ostensibly, Egyptian purchases of arms in the US. Should a grant military aid agreement be concluded, the team also would determine the items which might be furnished under the agreement.

(b) . . . provide Egypt . . . approximately \$3 million to be used by Egypt to purchase military equipment in the US, principally morale building items.

(c) Resumption of negotiations by the Embassy at Cairo on the basis of an agreement modeled on the Iraq Agreement and including specifically assurances against aggression and the statement that the character, timing and amount of our aid will be related to developments in the area.

(d) Grant aid to be in the magnitude of \$20 million.

² No record of these decisions has been found in the OCB files in the Department of State. Minutes of the Sept. 29 meeting are in OCB files, lot 62 D 430, "OCB Minutes, II".

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Editorial Note

Representatives of the United States and Egyptian Governments signed and thereby brought into force an agreement to exempt relief supplies and equipment from Egyptian importation duties and from internal taxation on October 30, 1954. For the text, see TIAS No. 3119, 5 UST (pt. 3) 2551.