

March 03, 1956

**EXCHANGE OF NOTES CONSTITUTING AN AGREEMENT
IMPLEMENTING PARAGRAPH 3 OF THE AGREEMENT BETWEEN
THE REPUBLIC OF THE PHILIPPINES AND THE UNITED STATES
OF AMERICA RELATING TO MUTUAL DEFENSE OF 26 JUNE 1953**

Note: The Agreement entered into force, March 3, 1956.

Reference: This Agreement is also published in 270 UNTS, p. 400.

I

**THE AMERICAN AMBASSADOR TO THE PHILIPPINE ACTING SECRETARY OF
FOREIGN AFFAIRS**

AMERICAN EMBASSY

No. 0099

Manila, July 27, 1953

Excellency:

I have the honor to refer to my note No. 1315, dated June 26, 1953 and to Your Excellency's reply of the same date extending the Military Assistance Agreement between our two Governments, and in implementation of Paragraph 3 thereof to propose the following respecting the disposition of equipment and material furnished by the United States under the Military Assistance Agreement of March 21, 1947, the Mutual Defense Assistance Act 1949, and the Mutual Security Act of 1951 and acts amendatory and supplementary thereto, found surplus to the needs of the Armed Forces of the Philippines.

STATEMENT OF PROCEDURES

1. The Government of the Republic of the Philippines will report to the Joint United States Military Advisory Group such equipment and material, other than equipment and material, other than equipment and material furnished under terms requiring reimbursement, as are no longer required in the furtherance of its programs under Military Assistance Agreements between the United States and Philippine Governments, or are in excess of mutually agreed levels of reserve stocks. Such equipment and material reported by the Philippine Government shall revert to control of the United States; title to this property will remain with the Philippine Government until disposal instructions are issued by the United States Government.
2. The United States Government may accept title to such equipment and material for transfer to a third country or for such other disposition as may be made by the United States Government.
3. When title is accepted by the United States Government, such equipment and material will be delivered free alongside ship in case ocean shipment is required, or delivered free on board inland carrier at a shipping point designated by the Joint United States Military Advisory Group or free to a United States installation within