Ronald Reagan Presidential Library Digital Library Collections

This is a PDF of a folder from our textual collections.

WHORM Subject File Code: CO125

(Countries: Philippines)

Case file Number(s): 395300-397999

Box: 152

To see more digitized collections visit: https://www.reaganlibrary.gov/archives/digitized-textual-material

To see all Ronald Reagan Presidential Library inventories visit: https://www.reaganlibrary.gov/archives/white-house-inventories

Contact a reference archivist at: reagan.library@nara.gov

Citation Guidelines: https://reaganlibrary.gov/archives/research-support/citation-guide

National Archives Catalogue: https://catalog.archives.gov/

Received 5 3

JAMES T. DEVINE KATHLEEN HEENAN MCGUAN DANIEL J. MCGUAN WILLIAM W. NICKERSON

LEONARD & McGUAN, P.C.

ATTORNEYS AT LAW

SUITE 1020

THE FARRAGUT BUILDING 900 SEVENTEENTH STREET, N.W. WASHINGTON, D.C. 20006

17

(202) 872-1095 TELEX: 904059WSH

4640 CO125 PRO63

February 26, 1986

Honorable Don Regan Chief of Staff to the President of the United States The White House Washington, D.C. 20500

Dear Don:

In regard to the Marcos matter, you merit the old Navy phrase, "Well Done."

Good Luck,

Jim Devine

JD/ch

THE WHITE HOUSE WASHINGTON

FROM: DONALD T. REGAN CHIEF OF STAFF

One Smore

NSC 1144

United States Department of State

Washington, D.C. 20520

396190

February 11, 1986

MEMORANDUM FOR VADM JOHN M. POINDEXTER THE WHITE HOUSE

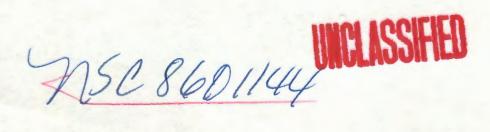
Subject: Questions and Answers Concerning The Philippines

As requested, we are hereby providing questions and answers concerning the Philippines.

> Nicholas Platt Executive Secretary

Attachment:

Questions and Answers Concerning The Philippines



Latted States Department of the

Pale ston, ILL - Sifter

061968

WELLSSIFIED

SETVENDING AN WARD BOAY FOR KUTTER MAIN

Apoject; Helt.ous and Andwers Concerning inc chiliprines

As requested, we are hereby provinting questions and arrests concerning the chadapines.

STREET BELLEVIEW

ICHTHODES DA

Januaralou for Failippine

B18811 61:19 1183188

THE WHITE HOUSE WASHINGTON

February 12, 1986

FOR: SECRETARIAT

FROM: BAERBEL

See Karna's notation at the bottom of the profile sheet.

No further action necessary; OBE.

TIME STAME

NATIONAL SECURITY COUNCIL EXECUTIVE SECRETARIAT STAFFING DOCUMENT

SYSTEM LOG NUMBER:

1144

18 FETTI P7: 15 DUE: IMMEDIATELY ACTION OFFICER: SMALL **Prepare Memo For President** ☐ Prepare Memo McDaniel to Chew Prepare Memo For Poindexter Fortier ☐ Prepare Memo McDaniel to Elliott Prepare Memo PHONE* to action officer at ext. 6536 CONCURRENCES/COMMENTS* FYI FYI FYI ☐ Burghardt ☐ ☐ Levine ☐ ☐ Sachs ☐ ☐ Cannistraro ☐ ☐ Linhard ☐ Sestanovich Sigur
 Sigur
 Sigur Childress ☐ ☐ Mahley ☐ ☐ Cobb ☐ ☐ Major ☐ ☐ Small ☐ ☐ Sommer ☐ ☐ Covey ☐ ☐ Mandel □ □ Danzansky ☐ ☐ Matlock □ □ Soos ☐ deGraffenreid ☐ May ☐ ☐ Stark **D**jerejian ☐ ☐ Steiner ☐ Menges □ Dobriansky ☐ ☐ Miller ☐ ☐ Tahir-Kheli ☐ ☐ Teicher ☐ ☐ Donley ☐ ☐ North □ □ Douglass ☐ ☐ Thompson ☐ ☐ Platt ☐ ☐ Grimes ☐ Pugliaresi ☐ ☐ Tillman ☐ ☐ Hughes ☐ ☐ Raymond ☐ ☐ Wigg ☐ ☐ Kraemer ☐ ☐ Wright ☐ ☐ Reger ☐ ☐ Ringdahl ☐ ☐ Laux ☐ Lenczowski ☐ ☐ Sable INFORMATION McDaniel **Pearson** Secretariat ☐ Lehman ☐ Rodman Fortier (advance) Poindexter (advance) who this with Dyrigin COMMENTS

ID 8601144

POINDEXTER

FROM PLATT, N

DOCDATE 11 FEB 86

RECEIVED 11 FEB 86 20

KEYWORDS: PHILIPPINES

Q+A

SUBJECT: Q+A RE PHILIPPINES

ACTION: PREPARE MEMO FOR POINDEXTER DUE:

STATUS X FILES WH

FOR ACTION

FOR CONCURRENCE

FOR INFO

DJEREJIAN, E

SMALL

CHILDRESS SIGUR

MCDANIEL

PEARSON

COMMENTS

REF#

LOG

NSCIFID (JM KL)

ACTION OFFICER (S) ASSIGNED ACTION REQUIRED

DUE COPIES TO

W/ATTCH FILE (C)

The second of the second

was to make the Land

National Property

March 21, 1986

24

PGOOL 12

Dear Roy:

Thank you for your letter of February 27 outlining your ideas for helping the new government of the Phillipines increase its industrial employment.

The best person to be in contact with is Ambassador Ernie Preeg who is in the Department of State's East Asian Bureau. His telephone number is 647-4835. He is in the Phillipines at this time to help assess their economic assistance needs and will be returning soon.

With best wishes,

Sincerely,

Donald T. Regan Chief of Staff to the President of the United States

Mr. Royal Little 40 Westminster Street Providence, RI 02903

DTR/ebp (3DTR)

MSC 8601994

THE WHITE HOUSE

WASHINGTON

March 12, 1986

TO:

DONALD T. REGAN

FROM:

JOHN M. POINDEXTER

The guru for Philippine economic questions, including private sector opportunities, is Ambassador Ernie Preeg in State's East Asian Bureau at 647-4835. He is with Peter McPherson on his mission to the Philippines to assess Philippine economic assistance needs and will be returning soon.

I suggest you may want to tell Royal Little to have someone be in touch directly with Ernie Preeg. Ernie knows about Little's interest and will be pleased to follow up.

ples prepare letter 80

THE WHITE HOUSE WASHINGTON

TO: John Paindes tu

FROM: DONALD T. REGAN CHIEF OF STAFF

who, if anyone, is looking into this sart of endeavor

Don 3-3-86 \sim \sim

5

ROYAL LITTLE
40 WESTMINSTER STREET
PROVIDENCE, RHODE ISLAND 02903
401-751-1000
401-274-3517

February 27, 1986

Mr. Donald Regan Chief of Staff White House Washington, D. C.

4

Dear Don:

I have an idea that I believe would be worth our country's considering as the best way to help the Philippines' new government increase its industrial employment.

In the past, we at Textron had direct participation in Puerto Rico's Operation Bootstrap, whereby companies and the management were assured tax exemption for ten years in addition to substantial financial assistance in building and equipping factories to those companies, many American, who would start an operation in Puerto Rico and increase industrial employment.

My idea would be for the U. S. to go 50/50 with the Philippines in financing new plants for U. S. companies that would manufacture products in those plants under these unusual conditions. A ten-year moratorium on taxes would be granted to such Philippine subsidiaries if they exported their product primarily to Asian countries. Normal Philippine corporate taxes would be applied to sales made in the Philippines or to the U. S. Since wages in the Philippines are probably as low as those in many other Asian countries, this plan would assist U. S. businesses in pricing their products competitively for the Asian markets.

In addition, if this program were carried out aggressively, it would create employment for hundreds of thousands of Philippinos currently unemployed.

ROYAL LITTLE 40 WESTMINSTER STREET PROVIDENCE, RHODE ISLAND 02903 401-751-1000 401-274-3517 - 2 -February 27, 1986 Mr. Donald Regan I would appreciate it if you would advise me what agency of our Government I should work with in trying to develop a program of this sort for presentation to Congress. I am convinced that our Government must act promptly to come up with a constructive idea which will assist the Philippines in becoming a leading industrial nation in Asia. I recall that we met when you were inducted into The Business Hall of Fame. Sincerely yours, Royal Little RL:y

National Security Council The White House

E3 1/2	Package a	# 1994
	DOCLOG_	
SEQUENCE TO	HAS SEEN	DISPOSITION
	. ρ	
2		
	$-\mathcal{N}$	
3	4	A
	1	
4	24.7	12 D
		_
R = Retain	D = Dispatch	N = No further Action
uchanan Ot	ther WH	
Should be s	seen by:	
		(Date/Time)
do stre	meno X	o Imp.
		- R.
	R=Retain uchanan Of Should be s	Package and DOCLOG_ SEQUENCE TO HAS SEEN 2 3 4 R=Retain D=Dispatch

PRINT Profile

PUT IN CLOSE

OUT BOX.

* NSC/S PROFILE UNCLASSIFIED *ID 8601994 RECEIVED 12 MAR 86 21 TO REGAN, D FROM POINDEXTER DOCDATE 12 MAR 86 27 FEB 86 LITTLE, ROYAL 396359 KEYWORDS: PHILIPPINES ECONOMICS SUBJECT: POINDEXTER LTR TO REGAN RE PHILIPPINE ECONOMIC QUESTION / ROYAL LITTLE ACTION: POINDEXTER SGD LTR DUE: STATUS C FILES WH FOR ACTION FOR CONCURRENCE FOR INFO COMMENTS LOG NSCIFID (LF LF) REF# ACTION OFFICER (S) ASSIGNED ACTION REQUIRED DUE COPIES TO

W/ATTCH FILE (C)

DISPATCH

THE WHITE HOUSE WASHINGTON



Mr. Regan:

I am concerned about the news article
I read this morning stating that the
President was irritated with demands
made by Marcos and asked him to leave
Hickam Air Force Base. Washington

Shouldn't we find out who requested Marcos leave and alert the President in case he is asked at this luncheon today?

Even though the Marcos situation is pretty sticky right now, the Reagans' relationship with the Marcos' goes back a long way and I don't think wé should be seeing the President's name in connection with these kinds of articles on Marcos.

Kathy

PLAN LINKS CONTRA AID, DIPLOMACY

Administration strategists yesterday were promoting a plan that links congressional approval of military aid to the Nicaraguan contras with pledges of a last-ditch U.S. diplomatic effort to bring the Sandinista

government and the contras to the bargaining table.

White House and congressional sources said the Administration favored a proposal they described as a "nonlegislative compromise" calling for President Reagan to send a concessionary letter to Congress before next week's votes on the Administration proposal to provide the rebels with \$100 million in aid, including \$70 million in military assistance.

(Lou Cannon, Washington Post, A1)

Congressional Lawmakers See Compromise On Nicaraguan Aid Plan

President Reagan still insists he wants Congress to approve his full package of \$100 million in aid to U.S.-backed guerrillas fighting Nicaragua, but congressional leaders say strong opposition to the proposal

means a compromise plan could emerge next week.

Bob Dole said Monday that "it's going to be very, very difficult" to win approval in the Republican-controlled Senate for Reagan's plan to provide \$30 million in non-lethal aid and up to \$70 million in military help for the Contra guerrillas. (Tim Ahern, AP)

Reagan Sees Turnabout On Hill Over Contra Aid

The congressional "tide is turning" in favor of his request for \$100 million for Nicaraguan resistance fighters, President Reagan said yesterday, as spokesman for the Administration continued to reject the notion of a compromise on the aid package.

"This is an uphill battle in which we are engaged, but we are making progress," Mr. Reagan told a group of his supporters at a White House meeting. "You can sense that the tide is turning in favor of the democratic resistance."

(Mary Belcher, Washington Times, A2)

"CONTRA" PLAN WOULD RELEASE SECRET FUNDS

White House Denies It Seeks Compromise

The White House said yesterday that President Reagan had no plans to compromise on his request for aid for Nicaraguan rebels despite indications a day earlier that the Administration was willing to listen to

other proposals.

The comment yesterday by Larry Speakes came as the President intensified his drive for the \$100 million in aid for the "contras" by beginning one-on-one lobbying of congressmen and sending his new Central American envoy, Philip Habib, to Capitol Hill to plead his case.

(Robert Timberg & Nancy Schwerzler, Baltimore Sun, A1)

Aid Request Includes Freeing Of CIA Money

Congressional approval of President Reagan's request for aid to the Nicaraguan insurgents would permit the Administration to use a vast secret intelligence fund, on top of the \$100 million the President has formally proposed to spend, the House Intelligence Committee has been told.

Committee sources disclosed yesterday that a high Administration official had testified in a closed session that the aid request was intended to remove restrictions on the use of CIA contingency funds against the pro-Soviet government of Nicaragua.

(Stephens Broening, Baltimore Sun, A1)

A DEMANDING MARCOS ANNOYS REAGAN, SPURS PLANS TO MOVE HIM FROM AIR BASE

President Reagan, described as increasingly irritated with the personal demands being made by Ferdinand Marcos, has requested that the ex-Philippine leader and his entourage of 89 people vacate Hickam Air Force Base this weekend, an Administration official disclosed.

"Things are underway to move Marcos," the U.S. policymaker said.
"He's still there but he won't be for long."

(John Wallach, Washington Times, A6)

IMELDA MARCOS LINKED TO N.Y. BANK ACCOUNTS UNDER ANOTHER NAME

MANILA -- Imelda Marcos used New York bank accounts under an apparently fictitious name to funnel hundreds of thousands of dollars out of the country and finance expensive shopping trips in the United States and Europe, according to documents found in the Malacanang presidential palace.

(William Branigin, Washington Post, A1)

MARCOS TRIES TO INFLUENCE OPPOSITION

Deposed president Marcos has made more than \$1,000 in telephone calls to the Philippines from his exile in Hawaii, attempting to prolong his influence in Philippine politics by directing those shaping the opposition party, State Department officials said yesterday.

(Dale Russakoff & Keith Richburg, Washington Post, A1)

EX-SENATOR TOWER PLANS TO QUIT ARMS POST

Former senator John Tower has decided to resign as U.S. negotiator in the strategic arms reduction talks in Geneva for "personal reasons," sources inside and outside the government said yesterday.

Although the resignation caught some White House officials by surprise, friends and colleagues of the former chairman of the Senate Arms Services Committee said they had been aware for some time that he was unhappy in Geneva and was preparing to leave the post he took 14 months ago.

(Walter Pincus, Washington Post, A1)

WHITE HOUSE CORRESPONDENCE TRACKING WORKSHEET

CO125

O - OUTGOIN	IG						
□ H - INTERNA	L						
□ I - INCOMIN	G						
Received	respondence (YY/MM/DD)	1 1	al coto				
		N.	101	\			
Name of Co	rrespondent:	100	uid Cheir		-		
☐ MI Mail	Report		Jser Codes:	(A) _	(3)	(C)
0	Press	Relea	ا سه لعد	Ma	wcas		
Subject:	1 1230	1 Cores	20 01-		7 200		
							· ·
					11 70 701		
			i				
DOUTE TO				407	ION	DICE	OCITION
ROUTE TO:				ACI	TION	DISP	POSITION
			De .		Tracking .	Type Type	Completion
Office/Agency	(Staff Name)		Action Code	-	Date YY/MM/DD	of Response	Code YY/MM/DD
	,		TUE	CJ		100	,
CUHOL		-	ORIGINAT	OR	86103120	" (C 86103120
			D-4				
CIAHAI	H		Referral N	no	VI -	751	A 0/ 15
COMMU			<u>K</u>	00	86103120		686103120
			Referral N	ote:	seec	ments	Immediat
					1 1	•	1 1
-			_			-	
			Referral N	ote:		•	,
					1 1		
			Referral N	ote:			
					1 1		1 1
			_				
			Referral N	ote:			
	ACTION CODES:					DISPOSITION CODES:	
	A - Appropriate A	Action	I - Info Copy Only	/No Act		A - Answered	C - Completed
	C - Comment/Report D - Draft Respon		R - Direct Reply w/ S - For Signature	Сору		B - Non-Special Refe	rral S - Suspended
	F - Furnish Fact		X - Interim Reply			FOR OUTGOING CORF	RESPONDENCE
	to be used t	as Entitodate	CLASSIFICA		# SECTION	Type of Response =	Initials of Signer
	1		0		0	Code = Completion Date =	
	2/2. /	11	CATA	ACAGE	Keds	2	; 5T ·
Comments: _	2/20- U	while	miner	ne	1000	10 ou	ellen
	1	. 0	1			0	
	9	50,81	00229	7			
	1/	1 . 4	0001	1			

Keep this worksheet attached to the original incoming letter.

Send all routing updates to Central Reference (Room 75, OEOB).

Always return completed correspondence record to Central Files.

Refer questions about the correspondence tracking system to Central Reference, ext. 2590.

RECORDS MANAGEMENT ONLY

		CLASSIFICA	TION SECTION	Type of meeting and the state of
No. of Additional Correspondents:	Media: _	Indiv	idual Codes:	10
Prime Subject Code:		Secondary Subject Co		NEWOK COLORY
			- L	
		PRESIDEN	NTIAL REPLY	
Code	Date	- Continue	Comment	Form
C		Time:		р.
DSP		Time:	4- 100 page	Media:
SIGNATURE CODES:			MEDIA COD	DES:
CPn - Presidential Co	rrespondence		B - Box/pa	ackage
n - 1 - Ronald Wil			C - Copy	al document
n - 2 - Ronald Rea n - 3 - Ron	igan		G - Messa	ige
n - 4 - Dutch			H - Hando L - Letter	arried
n - 5 - Ron Reaga n - 6 - Ronald			M- Mailgr	
n - 7 - Ronnie			O - Memo P - Photo	
CLn - First Lady's Co	rrespondence		R - Report	
n - 0 - Unknown			S - Sealed T - Telegra	
n - 1 - Nancy Rea	gan		V - Teleph	one
n - 3 - Mrs. Ronald	t Reagan		X - Miscel Y - Study	laneous
CBn - Presidential & n - 1 - Ronald Res n - 2 - Ron - Nanc	igan - Nancy Reaga		. Stary	

Document No.

CLOSE HOLD

WHITE HOUSE STAFFING MEMORANDUM

	ACTION	FYI		ACTION	I FY
VICE PRESIDENT			LACY		
REGAN		0	POINDEXTER		
MILLER			RYAN		
BALL			SPEAKES		[
BUCHANAN			SPRINKEL		[
CHAVEZ			SVAHN		[
CHEW	□P	□SS	THOMAS		[
DANIELS			TUTTLE		[
FIELDING	To the second				[
HENKEL				Ġ	[
HICKS					[
KINGON					

May I please have your clearance on the attached proposed press release which we expect to release tonight at midnight.

RESPONSE:

Redelived 1.3 . NATIONAL SECURITY COUNCIL WASHINGTON, D.C. 20506

1808 HAR 20 FH 6- 10

March 20, 1986

MEMORANDUM FOR DAVID CHEW

FROM:

RODNEY B. MCDANIEL

SUBJECT: Press Release on Marcos

The attached draft press release on Former President Marcos has been cleared interagency and within the White House with Ed Djerejian. We are forwarding for clearance with Fred Fielding's office as appropriate. We would appreciate your holding the draft announcement closely.

Attachment

Tab A Press release Former President Ferdinand Marcos arrived in Panama today after staying temporarily at Hickam AFB, Hawaii for----days. Following the peaceful transition of power in the Philippines in February, President Reagan offered President Marcos safe passage to the United States, which he accepted. Former President Marcos subsequently requested U.S. Government assistance in arranging a temporary stay in Panama, and the government of Panama agreed to President Reagan's request. We appreciate this humanitarian gesture. Former President Marcos is free to return to the United States at any time based upon our original commitment to him.

For President Marcos to be able to settle with dignity and stability is in the interest of democracy in the Philippines.

Facilitating this process is a logical extension of the U.S. policy that supported a peaceful transition in the Philippines.

The Government of the Philippines faces difficult security and economic challenges which will require an atmosphere of political stability to overcome. We intend to continue our help in meeting these challenges.

gest yet



CLOSE HOLD

Document No. 39696955

CO125
PUDDI-06

WHITE HOUSE STAFFING MEMORANDUM

	ACTION	FYI		ACTION	I FY
VICE PRESIDENT			LACY		
REGAN			POINDEXTER		
MILLER			RYAN		
BALL			SPEAKES		
BUCHANAN			SPRINKEL		
CHAVEZ			SVAHN		
CHEW	□P	□SS	THOMAS		
DANIELS			TUTTLE		
FIELDING NO CO					
HENKEL				Ġ	
HICKS					
KINGON			-		

REMARKS:

May I please have your clearance on the attached proposed press release which we expect to release tonight at midnight.

RESPONSE:

1986 MAR 20 PH 6: 10

Received S S NATIONAL SECURITY COUNCIL WASHINGTON, D.C. 20506

March 20, 1986

MEMORANDUM FOR DAVID CHEW

FROM:

RODNEY B. MCDANIEL BALFOR

SUBJECT:

Press Release on Marcos

The attached draft press release on Former President Marcos has been cleared interagency and within the White House with Ed Djerejian. We are forwarding for clearance with Fred Fielding's office as appropriate. We would appreciate your holding the draft announcement closely.

Attachment

Tab A Press release

Former President Ferdinand Marcos arrived in Panama today after staying temporarily at Hickam AFB, Hawaii for----days. Following the peaceful transition of power in the Philippines in February, President Reagan offered President Marcos safe passage to the United States, which he accepted. Former President Marcos subsequently requested U.S. Government assistance in arranging a temporary stay in Panama, and the government of Panama agreed to President Reagan's request. We appreciate this humanitarian gesture. Former President Marcos is free to return to the United States at any time based upon our original commitment to him.

For President Marcos to be able to settle with dignity and stability is in the interest of democracy in the Philippines.

Facilitating this process is a logical extension of the U.S. policy that supported a peaceful transition in the Philippines.

The Government of the Philippines faces difficult security and economic challenges which will require an atmosphere of political stability to overcome. We intend to continue our help in meeting these challenges.

National Security Council The White House

	80 WAR 20 P 5: 58	System # _ Package # _ DOCLOG	2297 AIO
Bob Pearson	SEQUENCE TO	HAS SEEN	DISPOSITION
Rodney McDaniel			
Don Fortier	*****************		
Paul Thompson	-		
Florence Gantt			
John Poindexter	-		
Rodney McDaniel)ma2/=	
NSC Secretariat		albu	
Situation Room			77
I = Information	A = Action R = Retain D	= Dispatch	= No further Action
cc: VP Reg	an Buchanan Other	RBM	, WRP
COMMENTS	Should be seen	n by:	(Date/Time)

CHEW, D

FROM MCDANIEL

DOCDATE 20 MAR 86

RECEIVED 20 MAR 86 19

KEYWORDS: PHILIPPINES

PRESS

MARCOS, FERDINAND

SUBJECT: PRESS RELEASE ON FORMER PRES OF PHILIPPINES / MARCOS

are are are fee are are are are	o that that the that the the the t	inc tine time time t	the time time that the time time time time to	ne there that they then the the the the the the the the	the fee the the fee for the the day day the the the the the	ber ber ber	the the time the time the time to	er the the the top the to	e du
ACTION:	PEARSON	SGD	MEMO	DUE:	STATUS	C	FILES	WH	
the fee the fee the the tile to	o the time the time time time time time t	bur that the that i	her that they have been the hard been they have been the hard been they have been they have been the hard been they have been they have been the hard been they have been the hard been the ha	no the time that they then the that the the the	الله الله الله الله الله الله الله الله	uuu		LLUBBEL	L
	FOR ACT	ION		FOR CONC	CURRENCE		FOR INF	ro.	

CHILDRESS

LAUX

SMALL

RODMAN

COMMENTS

REF#	LOG		NSCIFID	
	(S) ASSIGNED	ACTION REQUIRED	DUE	COPIES TO
DISPATCH			W/ATTCH I	FILE (C)

of the or own times lame

397010

ID #_

WHITE HOUSE CORRESPONDENCE TRACKING WORKSHEET

00125

O - OUTGOING H - INTERNAL J - INCOMING				
Date Correspondence 86/3/22				
Name of Correspondent: John	N. Ire	win II	nafanatusininkanjingkanja	
☐ MI Mail Report User	Codes: (A)_		(B) ((C)
Subject: Proposal regardin	9 future	base	agreement	5
	s and		rited State	
ROUTE TO:	AC	TION	DISPOS	SITION
Office/Agency (Staff Name)	Action Code	Tracking Date YY/MM/DD	Type of Response Co	Completion Date ode YY/MM/DD
OCSTNOLAN	ORIGINATOR	8613124	C	861 3124
	Referral Note:		Willer	
NSC/ Poindenter		86,03,26		1 1
	Referral Note:			
	_			1 1
	Referral Note:			
	_			
	Referral Note:		100	
	_			
	Referral Note:			
ACTION CODES:			DISPOSITION CODES:	
C - Comment/Recommendation R - D D - Draft Response S - F	nfo Copy Only/No Ad hirect Reply w/Copy for Signature hterim Reply	ction Necessary	A - Answered B - Non-Special Referral	C - Completed S - Suspended
to be used as Enclosure			FOR OUTGOING CORRESP	
		W. Tank	Type of Response = Init Code = "A" Completion Date = Date	,
Comments:				

Keep this worksheet attached to the original incoming letter.

Send all routing updates to Central Reference (Room 75, OEOB).

Always return completed correspondence record to Central Files.

Refer questions about the correspondence tracking system to Central Reference, ext. 2590.

RECORDS MANAGEMENT ONLY

CLASSIFICATION SECTION No. of Additional Individual Codes: 4.000 Media: _// Correspondents:_ Subject Codes: ND 009 Subject Code: <u>CO 125</u>.___ PRESIDENTIAL REPLY Code Date Comment Form Time: DSP Time: Media: SIGNATURE CODES: MEDIA CODES: CPn - Presidential Correspondence n - 0 - Unknown n - 1 - Ronald Wilson Reagan n - 2 - Ronald Reagan B - Box/package C - Copy
D - Official document n - 3 - Ron G - Message n - 4 - Dutch n - 5 - Ron Reagan n - 6 - Ronald n - 7 - Ronnie H - Handcarried L - Letter M - Mailgram O - Memo P - Photo CLn - First Lady's Correspondence n - 0 - Unknown R - Report S - Sealed n - 1 - Nancy Reagan n - 2 - Nancy n - 3 - Mrs. Ronald Reagan T - Telegram V - Telephone X - Miscellaneous Y - Study

CBn - Presidential & First Lady's Correspondence n - 1 - Ronald Reagan - Nancy Reagan n - 2 - Ron - Nancy

2484 MAR 24 1986 **ROOM 3500** 30 ROCKEFELLER PLAZA NEW YORK, N. Y. 212 541-4000 10112 March 19, 1986 Dear Mr. Poindexter: At the initiative of Mr. Joseph McMicking, an American citizen with a long background and great experience in The Philippines, I am forwarding a proposal of his regarding future base agreements between The Philippines and the United States. Mr. McMicking is known, I believe, to both Secretary of State Shultz and Secretary of Defense Weinberger. His address is: Mr. Joseph R. McMicking Apartado 1 Sotogrande (Cadiz) SPAIN Mr. McMicking spoke to me of his suggestion because we were in the U. S. Army together during World War II in Australia, New Guinea and The Philippines and have kept in touch over the years, and because he knows that I have served in the Government under different administrations and have remained interested in The Philippines. I forward his suggestion with interest and pleasure. Sincerely yours, John N. Irwin II The Honorable John M. Poindexter Assistant to the President for National Security Affairs The White House Washington, D. C. 20500 Enclosure

MEMORANDUM RELATING TO BASE AGREEMENTS BETWEEN THE UNITED STATES AND THE PHILIPPINES

Recently, Mr. Joseph McMicking, an American citizen with a long background and great experience in The Philippines, asked that a proposal of his regarding future base agreements between The Philippines and the United States be forwarded to officials of the U. S. Government who share responsibility for and interest in such agreements. Although Mr. McMicking lives primarily in Sotogrande, Spain (for whose creation and development he was responsible), he maintains a home in Manila. For many successful years he was head of the Ayala Company, an important company based in Manila. He is known to both Secretary of State Shultz and Secretary of Defense Weinberger.

Simply stated, his suggestion is that the United States, instead of negotiating for a short term base agreement with The Philippines when the present agreement expires in 1991, seek a long-term, perhaps even a 99-year, lease. In return, the United States would offer to assume The Philippines' foreign debt or at least a significant part thereof.

Immediately, Mr. McMicking would point out that he realizes that there are many political, economic and financial problems involved which would have to be studied and overcome, such as:

that The Philippines would have concern as to the implication of such a lease on the issue of sovereignty;

that the five-year leases gave The Philippine government an opportunity to exercise its sovereignty every five years;

that payment for the base agreements has been considered rent;

that the structure of The Philippines' foreign debt totalling some 26 billion dollars would call for creative solutions: some 6-8 billion being government debt; a significant amount, sort of a hybrid corporate debt, perhaps semi-government or semi-private, incurred by monopolies established by the Marcos government nd run by persons close to President Marcos; the remainder, corporate debt;

that with the U. S. constitutional separation of powers, there could be procedural, as well as substantive, differences between Congress and the Administration, not to mention different perspectives within Congress and within the Administration;

that the actual cost of a long-term lease might well be less than repeated short-term leases considering the multitude of factors that negotiations through a period of 99 years could bring;

that there would continue to be additional costs to the United States in its continuing relationship to The Philippines; e.g. military assistance will continue to be required for The Philippine armed forces, doubtless for a long time; however, that among the additional needs of the armed forces, which a viable economy would assist, are adequate pay, elimination of corruption, an increase in the training and efficiency of the army, perhaps a reduction in size of the army to an effective professional force; a reversal of the army's image so that the people of the provinces will come to view it as a protecor rather than, at least in part, as an exploiter;

that a future Philippine government might begin, too soon and too profligately, a new program of foreign borrowing;

that other less developed countries might seek similar treatment from the United States.

By no means does Mr. McMicking believe the above examples to be an exhaustive list, but the end result of such a base agreement could be so beneficial (a) to The Philippines, directly and indirectly, including enabling it to move toward economic viability even though today the demand for its exports is so limited, (b) to the United States with and in its relations with The Philippines and politically throughout the world, and (c) that, in effect, The Philippines would have the potential be become unique among developing countries today and to fulfill the destiny for which both The Philippines and the United States had dreams in the past.

If the particular solution Mr. McMicking suggests turns out not to be feasible, he hopes it will have helped to induce creative thinking as to the bases and the future of The Philippines and its relations with the United States.

Because of the interest in base agreements of Congress and of numerous offices in the Adminstration, copies of this memorandum are being sent to the Vice President, the Secretary of State, the Secretary of Defense, the Chairman and the Minority Leader of the Senate Foreign Relations Committee, the Chief of Staff to President Reagan, and the National Security Advisor.

ROOM 3500
30 ROCKEFELLER PLAZA
NEW YORK, N. Y.
10112

397010

212 541-4000

March 19, 1986

Dear Mr. Regan:

At the initiative of Mr. Joseph McMicking, an American citizen with a long background and great experience in The Philippines, I am forwarding a proposal of his regarding future base agreements between The Philippines and the United States. Mr. McMicking is known, I believe, to both Secretary of State Shultz and Secretary of Defense Weinberger. His address is:

Mr. Joseph R. McMicking Apartado 1 Sotogrande (Cadiz) SPAIN

Mr. McMicking spoke to me of his suggestion because we were in the U. S. Army together during World War II in Australia, New Guinea and The Philippines and have kept in touch over the years, and because he knows that I have served in the Government under different administrations and have remained interested in The Philippines. I forward his suggestion with interest and pleasure.

Sincerely yours,

John N. Irwin II

The Honorable

Donald T. Regan

Chief of Staff to the President The White House

Washington, D. C. 20500

Enclosure

MEMORANDUM RELATING TO BASE AGREEMENTS BETWEEN THE UNITED STATES AND THE PHILIPPINES

Recently, Mr. Joseph McMicking, an American citizen with a long background and great experience in The Philippines, asked that a proposal of his regarding future base agreements between The Philippines and the United States be forwarded to officials of the U. S. Government who share responsibility for and interest in such agreements. Although Mr. McMicking lives primarily in Sotogrande, Spain (for whose creation and development he was responsible), he maintains a home in Manila. For many successful years he was head of the Ayala Company, an important company based in Manila. He is known to both Secretary of State Shultz and Secretary of Defense Weinberger.

Simply stated, his suggestion is that the United States, instead of negotiating for a short term base agreement with The Philippines when the present agreement expires in 1991, seek a long-term, perhaps even a 99-year, lease. In return, the United States would offer to assume The Philippines' foreign debt or at least a significant part thereof.

Immediately, Mr. McMicking would point out that he realizes that there are many political, economic and financial problems involved which would have to be studied and overcome, such as:

that The Philippines would have concern as to the implication of such a lease on the issue of sovereignty;

that the five-year leases gave The Philippine government an opportunity to exercise its sovereignty every five years;

that payment for the base agreements has been considered rent;

that the structure of The Philippines' foreign debt totalling some 26 billion dollars would call for creative solutions: some 6-8 billion being government debt; a significant amount, sort of a hybrid corporate debt, perhaps semi-government or semi-private, incurred by monopolies established by the Marcos government nd run by persons close to President Marcos; the remainder, corporate debt;

that with the U. S. constitutional separation of powers, there could be procedural, as well as substantive, differences between Congress and the Administration, not to mention different perspectives within Congress and within the Administration;

that the actual cost of a long-term lease might well be less than repeated short-term leases considering the multitude of factors that negotiations through a period of 99 years could bring;

that there would continue to be additional costs to the United States in its continuing relationship to The Philippines; e.g. military assistance will continue to be required for The Philippine armed forces, doubtless for a long time; however, that among the additional needs of the armed forces, which a viable economy would assist, are adequate pay, elimination of corruption, an increase in the training and efficiency of the army, perhaps a reduction in size of the army to an effective professional force; a reversal of the army's image so that the people of the provinces will come to view it as a protecor rather than, at least in part, as an exploiter;

that a future Philippine government might begin, too soon and too profligately, a new program of foreign borrowing;

that other less developed countries might seek similar treatment from the United States.

By no means does Mr. McMicking believe the above examples to be an exhaustive list, but the end result of such a base agreement could be so beneficial (a) to The Philippines, directly and indirectly, including enabling it to move toward economic viability even though today the demand for its exports is so limited, (b) to the United States with and in its relations with The Philippines and politically throughout the world, and (c) that, in effect, The Philippines would have the potential be become unique among developing countries today and to fulfill the destiny for which both The Philippines and the United States had dreams in the past.

If the particular solution Mr. McMicking suggests turns out not to be feasible, he hopes it will have helped to induce creative thinking as to the bases and the future of The Philippines and its relations with the United States.

Because of the interest in base agreements of Congress and of numerous offices in the Adminstration, copies of this memorandum are being sent to the Vice President, the Secretary of State, the Secretary of Defense, the Chairman and the Minority Leader of the Senate Foreign Relations Committee, the Chief of Staff to President Reagan, and the National Security Advisor.

RECEIVED 27 MAR 86 09

TO

POINDEXTER FROM IRWIN, JOHN N

DOCDATE 19 MAR 86

KEYWORDS: PHILIPPINES

MP

MCMICKING, JOSEPH

SUBJECT: LTRS TO POINDEXTER & REGAN FM ROCKEFELLER PLAZA FWDING PROPOSAL RE US - PHILIPPINES BASE AGREEMENT

ACTION: PREPARE MEMO FOR POINDEXTER DUE: 04 APR 86 STATUS S FILES WH

FOR ACTION

FOR CONCURRENCE

FOR INFO

CHILDRESS

RODMAN

COMMENTS

REF#

LOG

NSCIFID (LB

ACTION OFFICER (S) ASSIGNED ACTION REQUIRED DUE COPIES TO

W/ATTCH FILE (C)

DISPATCH

- SON VI THE RESERVE OF THE PARTY OF THE

RECEIVED 27 MAR 86 09

TO

POINDEXTER FROM IRWIN, JOHN N DOCDATE 19 MAR 86

KEYWORDS: PHILIPPINES

MP



SUBJECT:	LTRS TO POINDEXTER & REGAR	N FM ROCKEFELLER PLAZA FWDIN	IG
* 4	PROPOSAL RE US - PHILIPPIN	NES BASE AGREEMENT	
Our Day Day Day Day Day Day Day D	the the the the the the tay the	the the time that the time time that the time time that time time time time time time time tim	r but the saw but the time too the but the saw the time the time.
ACTION:	PREPARE MEMO FOR POINDEXT	ER DUE: 04 APR 86 STATUS	S FILES WH
on the the ter ter ter ter ter ter	the fire fire fire fire fire fire fire fir	the face face that the first f	or that that that then then then then then then then the
	FOR ACTION	ACTION FOR CONCURRENCE	FOR INFO
	CHILDRESS		RODMAN

COMMENTS

REF#	LOG	NSCIFID	(LB)
ACTION OFFICER	(S) ASSIGNED A		COPIES TO
DISPATCH		W/ATTCH	FILE (C)

14 ... SUSPENSE

397311

THE WHITE HOUSE

WASHINGTON

2/22/86

MEMORANDUM

TO:

JOHN POINDEXTER

FROM:

FREDERICK J. RYAN, JR. AM

SUBJECT:

APPROVED PRESIDENTIAL ACTIVITY

MEETING:

Meeting with Philip Habib

DATE:

February 25, 1986

TIME:

9:45 a.m.

DURATION:

30 minutes

LOCATION:

Oval Office

REMARKS REQUIRED:

No

MEDIA COVERAGE:

Coordinate with Press Office

FIRST LADY

PARTICIPATION:

No

NOTE: PROJECT OFFICER, SEE ATTACHED CHECKLIST

> K. Barun P. Buchanan

D. Chew

M. Coyne

E. Crispen

M. Daniels

T. Dawson

D. Dellinger

B. Elliott

J. Erkenbeck

J. Faulkner

C. Fuller W. Henkel C. Hicks

J. Hooley

A. Kingon

J. Kuhn

C. McCain

B. Oglesby

R. Riley

G. Walters R. Shaddick

B. Shaddix

L. Speakes

L. Verstandig WHCA Audio/Visual

WHCA Operations

Schedule

This is by already.

RECEIVED

NATIONAL SECURITY COUNCIL WASHINGTON, D.C. 20506

FEB 21 1986

SCHEDULE PROPOSAL

February 21, 1986 OFFICE

TO:

FREDERICK J. RYAN, JR., Director

Presidential Appointments and Scheduling

FROM:

RODNEY B. MCDANIEL Bot for

REQUEST:

Meeting with special envoy Ambassador Habib.

PURPOSE:

Ambassador Habib returns to the United States this weekend from the Philippines and needs to report his findings early to the President in order to solidify future policy

steps.

BACKGROUND:

The President dispatched Ambassador Habib as his special envoy to assess the situation in the Philippines after the disputed Presidential

elections. He has met with Philippine President Marcos, the opposition leader Corazon Aquino, church leaders, military leaders, business leaders and a number of

other officials and personalities.

PREVIOUS

PARTICIPATION: The President met with Ambassador Habib on

February 12, 1986.

DATE & TIME:

February 25, 1986 A DURATION: 30 minutes

LOCATION:

Oval Office

PARTICIPANTS:

The President, the Vice President, Amb. Philip Habib, Donald Regan, Secretary

Shultz, John Poindexter, Assistant Secretary of State Paul Wolfowitz and Richard Childress,

NSC.

OUTLINE OF EVENTS:

Greeting, photo and report by Ambassador

Habib.

REMARKS REQUIRED:

None.

MEDIA COVERAGE:

Photo opportunity.

PROPOSED "PHOTO":

Ambassador Habib with the President.

RECOMMENDED BY:

John M. Poindexter.

OPPOSED BY:

None.

SCHEDULING BOIRRO NE I

4

THE WHITE HOUSE

WASHINGTON

FEB 21 1986 1385 3973/1 2/22/86 CO125

MEMORANDUM

TO:

JOHN POINDEXTER

FROM:

FREDERICK J. RYAN, JR. W

SUBJECT:

APPROVED PRESIDENTIAL ACTIVITY

MEETING:

Meeting with Philip Habib

DATE:

February 25, 1986

TIME:

9:45 a.m.

DURATION:

30 minutes

LOCATION:

Oval Office

REMARKS REQUIRED:

No

MEDIA COVERAGE:

Coordinate with Press Office

FIRST LADY

PARTICIPATION:

No

NOTE: PROJECT OFFICER, SEE ATTACHED CHECKLIST

K. Barun

P. Buchanan

D. Chew

M. Coyne

E. Crispen

M. Daniels

T. Dawson

D. Dellinger

B. Elliott

J. Erkenbeck

J. Faulkner

C. Fuller

W. Henkel

C. Hicks

J. Hooley

A. Kingon

J. Kuhn

C. McCain

B. Oglesby

R. Riley

G. Walters

R. Shaddick

B. Shaddix

L. Speakes

L. Verstandig

WHCA Audio/Visual

WHCA Operations

NSC # 8601385

TO. ON THE STATE

a settled a

88 FFB21 P7: 39

NATIONAL SECURITY COUNCIL WASHINGTON, D.C. 20506

SCHEDULE PROPOSAL

February 21, 1986

TO:

12 AS

FREDERICK J. RYAN, JR., Director

Presidential Appointments and Scheduling

FROM:

RODNEY B. MCDANIEL BY

REQUEST:

Meeting with special envoy Ambassador Habib.

PURPOSE:

Ambassador Habib returns to the United States this weekend from the Philippines and needs to report his findings early to the President in order to solidify future policy

steps.

BACKGROUND:

The President dispatched Ambassador Habib as his special envoy to assess the situation in the Philippines after the disputed Presidential

elections. He has met with Philippine President Marcos, the opposition leader Corazon Aquino, church leaders, military leaders, business leaders and a number of

other officials and personalities.

PREVIOUS

PARTICIPATION:

The President met with Ambassador Habib on

February 12, 1986.

0945

DATE & TIME:

February 25, 1986 A DURATION: 30 minutes

LOCATION:

Oval Office

PARTICIPANTS:

The President, the Vice President, Amb. Philip Habib, Donald Regan, Secretary

Shultz, John Poindexter, Assistant Secretary of State Paul Wolfowitz and Richard Childress,

NSC.

OUTLINE OF EVENTS:

Greeting, photo and report by Ambassador

Habib.

REMARKS REQUIRED:

None.

MEDIA COVERAGE:

Photo opportunity.

PROPOSED "PHOTO":

Ambassador Habib with the President.

RECOMMENDED BY:

John M. Poindexter.

OPPOSED BY:

None.

NATIONAL SECURITY COUNCIL WASHINGTON, D.C. 20506

February 21, 1986

ACTION



MEMORANDUM FOR ROD MCDANIEL

FROM:

RICHARD CHILDRESS

SUBJECT:

Schedule Proposal - Ambassador Habib

Ambassador Habib will be returning from his mission to the Philippines this weekend. It is imperative that he brief the President on his findings as soon as possible.

I have prepared a Schedule Proposal at Tab I.

RECOMMENDATION

That you sign the Schedule Proposal at Tab I.

Approve	Disapprove

Attachment

Tab I Schedule Proposal

cc: G. Sigur

National Security Council The White House

	The white Ho	ouse	
86 FER 2	I PI2: 43	System #	1385
	SEQUENCE TO	DOCLOG_/CS	DISPOSITION
Bob Pearson		P	A
Rodney McDaniel			
Don Fortier		- W 1000	
Paul Thompson			
Florence Gantt			
John Poindexter			
Rodney McDaniel			
NSC Secretariat	2	clay 21	
Situation Room			
I = Information A = Action	on R = Retain	D = Dispatch N	= No further Action
(cc) VP Regan I	Buchanan Ot	her The Da	ef (RBm/ WR)
COMMENTS	Should be s	een by:	

(Date/Time)

URGENT

USGENT 13831 AIO: 12

UNCLASSIFIED ID 8601385

TO

MCDANIEL

FROM CHILDRESS

DOCDATE 21 FEB 86

RECEIVED 21 FEB 86 13

MCDANIEL

21 FEB 86

KEYWORDS: PHILIPPINES

AP

HABIB, P

SUBJECT: SCHEDULE PROPOSAL PRES MTG W/ HABIB 25 FEB

ACTION: FOR SIGNATURE

DUE:

STATUS C FILES WH

FOR ACTION

FOR CONCURRENCE

FOR INFO

MCDANIEL

COMMENTS

REF#

LOG

NSCIFID (KL KL)

DUE

ACTION OFFICER (S) ASSIGNED ACTION REQUIRED

W/ATTCH FILE

(C)

DISPATCH

TO- BENT TE Landing is advissing 2 2/12 Tol There Carterial in