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): 560000-574999

Box: 153

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/

WITHDRAWAL SHEET

Ronald Reagan Library

Collection Name WHITE HOUSE OFFICE OF RECORDS MANAGEMENT

(WHORM): SUBJECT FILE

Withdrawer

DLB

8/6/2010

File Folder

CO125 (PHILIPPINES) (560000-574999)

FOIA

S10-306

Box Number

152

SYSTEMATIC

025

	,,,,	4111001	
1	n	Doc	

Type

Document Description

No of Doo Pages

Doc Date Restrictions

95576 LETTER

NAKASONE TO REAGAN

1 3/5/1988 B1

R

9/15/2022

NSC/DEPT. OF STATE WAIVERS

The above documents were not referred for declassification review at time of processing

Freedom of Information Act - [5 U.S.C. 552(b)]

B-1 National security classified information [(b)(1) of the FOIA]

B-2 Release would disclose internal personnel rules and practices of an agency [(b)(2) of the FOIA]

B-3 Release would violate a Federal statute [(b)(3) of the FOIA]

B-4 Release would disclose trade secrets or confidential or financial information [(b)(4) of the FOIA]

B-6 Release would constitute a clearly unwarranted invasion of personal privacy [(b)(6) of the FOIA]

B-7 Release would disclose information compiled for law enforcement purposes [(b)(7) of the FOIA]

B-8 Release would disclose information concerning the regulation of financial institutions [(b)(8) of the FOIA] B-9 Release would disclose geological or geophysical information concerning wells [(b)(9) of the FOIA]

C. Closed in accordance with restrictions contained in donor's deed of gift.

THE WHITE HOUSE WASHINGTON

June 16, 1988

NOTE FOR:

KEN DUBERSTEIN COLIN POWELL PHILLIP BRADY

The President has

seen

acted upon

Ď

commented upon

the attached; and it is forwarded to you for your:

information

Ď

action

Rhett Dawson (x-2702)

Terdinand Marcos_ Proposed Indictment

cc: Senator Baker Original to files 56155359 <u>CO125</u> JL



WASHINGTON

June 16, 1988

ACTION/INFORMATION

MEMORANDUM FOR THE PRESIDENT

THROUGH:

KENNETH M. DUBERSTEIN L. .

FROM:

PHILLIP D. BRAD

DEPUTY COUNSEL TO THE PRESIDENT

SUBJECT:

Ferdinand Marcos -- Proposed Indictment

I. BACKGROUND: The United States Attorney for the Southern District of New York (Rudolph Giuliani) has proposed to the Justice Department that Ferdinand and Imelda Marcos be indicted for certain acts committed in the Philippines and later in the United States. Generally, the indictment would focus on the Marcoses' use of money allegedly acquired by bribes, kickbacks, extortions and thefts in the Philippines to purchase property in New York City. The press has reported that such an indictment has been recommended and that it is currently being considered by the Justice Department. See, e.g., Washington Times, "Marcos Racketeering Indictment Drafted," copy attached at Tab A.

The Criminal Division at Justice has been meeting with the National Security Council Staff, the State Department, the Defense Department, the Central Intelligence Agency, the Defense Intelligence Agency, and the National Security Agency to identify and evaluate possible weaknesses in the case, intelligence concerns, and general foreign policy considerations. A formal interagency meeting will also be convened to discuss these matters. Once this process has been completed, it is currently contemplated that any recommendation to proceed with an indictment will be presented to you for approval. If such a recommendation is forthcoming, it could occur in early July.

TELECON ET HW SH

561553

- II. ACTION: President Marcos has written you, through his attorneys and Ken Duberstein, and asked that you not let the indictment occur. A copy of this correspondence is attached at Tab B.
- III. RECOMMENDATION: In our view it would be premature for you to act on this matter or respond to Marcos at this time.
- IV. DECISION:

RR	Approve	 Disapprove

Attachments

cc: Colin L. Powell

.

Marcos racketeering indictment drafted

By Michael Hedges THE WASHINGTON TIMES

U.S. Attorney Rudolph W. Giuliani in New York has sent a "first draft" of a proposed indictment of former Philippine President Ferdinand E. Marcos to the Justice Department for approval, according to a federal law-enforcement official.

Mr. Giuliani is seeking to prosecute the exiled leader on racketeering charges, said the official, who asked not to be identified.

But the proposed indictment "needs some work" and will probably not be issued any time soon, the official said.

The indictment would charge Mr. Marcos with illegally acquiring hundreds of millions of dollars' worth of New York real estate, jewelry and art objects with Philippine government money, the official said.

The tentative document alleges Mr. Marcos fraudulently attempted to transfer ownership of the property to Saudi billionaire Adnan Khashoggi.

.Additional information about the indictment was not available.

Leone Tan, an aide to Mr. Marcos

in Honolulu, declined to comment on the allegations. He referred comments to the former president's Washington attorney Richard A. Hibey.

Mr. Hibey could not be reached yesterday.

Reports of the grand jury investigation into Mr. Marcos' profligate spending in New York have surfaced repeatedly in recent months.

The New York investigation reportedly has focused on the purchase by Mr. Marcos of four Manhattan office buildings, worth an estimated third of a billion dollars. in 1986.

The buildings were bought for Mr. Marcos by New York real estate agents through foreign corporations in the British Virgin Islands, Pan-

see MARCOS, page A8

MARCOS

From page A1

ama and the Netherland Antilles to shield him from New York tax laws, according to the congressional testimony of one agent.

The Philippine government has filed statements charging that Mr. Marcos used government money to buy the property and conspired to portray Mr. Khashoggi as the owner.

In a separate civil suit, the government of Philippine President Corazon Aquino is attempting to recover the property, claiming it is rightfully owned by the Filipino peo-

The Philippine lawsuit claims the money used to purchase the property was originally drawn from a Philippine bank controlled by Marcos associate Roberto S. Benedicto, then transferred to a California bank, then to a Swiss bank, then to New York.

In that suit, filed in California, the Philippine government claims Mr. Benedicto and Mr. Marcos violated several federal laws, committing mail and wire fraud and interstate transportation of stolen property.

The New York grand jury also has reportedly heard testimony about the notorious spending sprees of Imelda Marcos in New York.

It was not clear whether those expenditures would result in charges, federal law enforcement officials said yesterday.

The Marcoses were deposed in February 1986 in the wake of a political uprising that followed an election which was widely perceived to have been rigged by Marcos forces.

Mr. Marcos is 70, and there have been reports that his health has been failing. But Philippine officials have maintained that it is important to pursue criminal and civil actions against the couple in the hopes of eventually retreiving part of the vast fortune they are alleged to have looted from the nation's treasury.

ANDERSON, HIBEY, NAUHEIM & BLAIR 1708 NEW HAMPSHIRE AVENUE, N. W. WASHINGTON, D. C. 20009 (202) 483-1900 TELEX: 248929 AHNB UR A PARTNERSHIP OF PROFESSIONAL CORPORATIONS TELECOPIER: (202) 483-7462 ATTORNEY'S DIRECT DIAL NUMBER June 15, 1988 BY HAND The Honorable Kenneth M. Duberstein Chief of Staff The White House 1600 Pennsylvania Avenue, N.W. Washington, D.C. 20500 Dear Ken: Enclosed is a personal letter from my client, Ferdinand Marcos, addressed to the President. Enclosed also is a xerox copy of the Marcos letter so you can be aware of the content. President Marcos is anxious for the President to personally review this letter, which under the circumstances seems entirely appropriate. Sincerely yours Stanton B. Anderson SDA/rmr Enclosure

FERDINAND E. MARCOS

9 June, 1988

The President
The White House
Washington, D.C.

Dear Mr. President:

My lawyers have advised me that federal prosecutors in New York intend imminently to indict Imelda and me for federal crimes they said we committed both when we were in the Philippines and after we were brought to the United States.

I fear that the desire of some government officials to take this action against us very quickly might impair serious consideration of policy issues that will be affected by our indictment. The broad spectrum of these issues have been spelled out by my attorneys who have sent a memorandum of key reasons why we should not be indicted to some of your top aides in the White House, including your Chief of Staff and National Security Advisor. I have read their submission which identifies policy concerns impacting various departments and agencies of the United States, that arise out of the indictment. In addition, my lawyers have offered an analysis of certain legal issues regarding evidence the prosecutors said they have about us since we came to the United States at your invitation. The memorandum also talks about both Imelda's and my health and the effect of an indictment on us.

I expect that eventually the decision whether to charge my wife and me in an American court with criminal conduct will be for you to take. I hope you will see fit not to let this happen. My disputes are with the Philippines. I hope you understand that it is with my country and its government that our differences can be resolved. Indeed, we have been about the business of exploring settlement of our differences for sometime. That effort is continuing.

Imelda and I are grateful to you for the hospitality you extended to us more than two years ago. As the years have passed, our life in the United States has been safe, thanks to you, but our hearts are heavy with the burden of exile and separation from our homeland and our loved ones. We pray that once more you will be merciful to us.

God bless you.

FERDINAND E. MARCOS

THE WHITE HOUSE CORRESPONDENCE TRACKING WORKSHEET

INCOMING

DATE RECEIVED: MAY 03, 1988

NAME OF CORRESPONDENT: MR. VICTOR A. NEPOMUCENO

SUBJECT: REQUESTS THE UNITED STATES SET UP A MARSHALL PLAN-TYPE OF SCHEME TO REHABILITATE THE ECONOMY OF THE PHILIPPINES WHICH WAS BADLY

DEVASTATED UNDER PAST DICTATORSHIP

	ACTION	DISPOSITION	N
ROUTE TO: OFFICE/AGENCY (STAFF NAME)	ACT DATE CODE YY/MM/DD		
DEPARTMENT OF STATE REFERRAL NOTE:	88/05/05	A 88105	
REFERRAL NOTE:		A 88705	
REFERRAL NOTE:			
REFERRAL NOTE:			7
COMMENTS:			
ADDITIONAL CORRESPONDENTS: MEDIA			
MI MAIL USER CODES: (A)	(B)(C)	
****************************** *ACTION CODES: *DISPOSITION *A-APPROPRIATE ACTION *A-ANSWERED *C-COMMENT/RECOM *B-NON-SPEC-RED *D-DRAFT RESPONSE *C-COMPLETED *F-FURNISH FACT SHEET *S-SUSPENDED *I-INFO COPY/NO ACT NEC* *R-DIRECT REPLY W/COPY * *S-FOR-SIGNATURE * *Y-INTERIM PERLY **	*OUTGO *CORRE *TYPE FERRAL * *	*********** ING SPONDENCE: RESP=INITIALS OF SIGNER CODE = A ETED = DATE OF OUTGOING	* * * * * * *
	* *	*	******

REFER QUESTIONS AND ROUTING UPDATES TO CENTRAL REFERENCE (ROOM 75,0EOB) EXT-2590 KEEP THIS WORKSHEET ATTACHED TO THE ORIGINAL INCOMING LETTER AT ALL TIMES AND SEND COMPLETED RECORD TO RECORDS MANAGEMENT.



DEPARTMENT OF STATE EXECUTIVE SECRETARIAT

TRANSMITTAL FORM

	S/S	S/S		
	Date May 9, 1988			
FOR: Mr. Paul Schott Stevens Executive Secretary National Security Council The White House				
REFERENCE:				
To: President Reagan				
From: Mr. Victor A. Nepomuceno				
Date: April 19, 1988				
Subject: Marshall Plan type Sche	eme			
WH Referral Dated: May 5, 1988 NSC ID# (if any): 568166 The attached item was sent				
Department of State.	t directly to the			
ACTION TAKEN:				
A draft reply is attached.				
A draft reply will be forwa	arded.			
A translation is attached.				
x An information copy of a di	irect reply is attached.			
We believe no response is n cited below.	necessary for the reason	1		
The Department of State has proposed travel.	s no objection to the			
0.h., (

REMARKS:

Director Secretariat Staff



United States Department of State

Washington, D.C. 20520

May 6, 1988

Mr. Victor A. Nepomuceno
Executive Assistant
Philippine Veterans Legion
Legion Home Building, PVAO Compound
Arroceros Street
Manila, Philippine 2801

Dear Mr. Nepomuceno:

I am responding on behalf of the President to your letter of April 19 outlining a proposal for increased U.S. economic assistance to the Philippines.

We welcome your expression of interest in a proposed new multi-year multilateral assistance program for the Philippines. High-level discussion of such a plan comes in the wake of more than \$1 billion in U.S. assistance over the past three years alone. The U.S. Government is exploring ways to coordinate its expanded assistance program with friends and allies already active in providing generous levels of assistance to the Philippines. Despite severe budgetary constraints, the U.S. Government remains committed to doing all it can to help fund any new assistance initiative. We believe, however, that it would be inappropriate to tie that multilateral effort to the distinct bilateral defense interests served by a continued U.S. military presence in the Philippines.

Sincerely,

Charles B. Salmon Jr.

Director, Office of Philippine Affairs

Bureau for East Asian and Pacific

Affairs

THE WHITE HOUSE OFFICE

REFERRAL

MAY 5, 1988

TO: DEPARTMENT OF STATE

ACTION REQUESTED:

DESCRIPTION OF INCOMING:

ID:

568166

MEDIA: LETTER, DATED APRIL 19, 1988

TO:

PRESIDENT REAGAN

FROM:

MR. VICTOR A. NEPOMUCENO

EXECUTIVE ASSISTANT NATIONAL COMMANDER

PHILIPPINE VETERANS LEGION

LEGION HOME BUILDING, PVAO COMPOUND

ARROCEROS STREET

MANILA PHILIPPINE 2801

SUBJECT: REQUESTS THE UNITED STATES SET UP A MARSHALL PLAN-TYPE OF SCHEME TO REHABILITATE THE ECONOMY OF THE PHILIPPINES WHICH WAS BADLY

DEVASTATED UNDER PAST DICTATORSHIP

PROMPT ACTION IS ESSENTIAL -- IF REQUIRED ACTION HAS NOT BEEN TAKEN WITHIN 9 WORKING DAYS OF RECEIPT, PLEASE TELEPHONE THE UNDERSIGNED AT 456-7486.

RETURN CORRESPONDENCE, WORKSHEET AND COPY OF RESPONSE (OR DRAFT) TO: AGENCY LIAISON, ROOM 91, THE WHITE HOUSE, 20500

> SALLY KELLEY DIRECTOR OF AGENCY LIAISON PRESIDENTIAL CORRESPONDENCE









NATIONAL HEADQUARTERS PHILIPPINE VETERANS LEGION

LEGION HOME BLDG., PVAO COMPOUND ARROCEROS ST., MANILA 2801

CHARTER MEMBER
VETERANS FEDERATION OF THE PHILIPPINES

ABVISER:

GENERAL FIDEL V RAMOS Chief of Smill Armed Forces of the Philippines

BATIONAL DIRECTORATE

ANGEL S. SUAREZ National Communicator

VICTOR NEPOMOCENO Exec. Asst.-Nat'l Comdr.

Exec Vice Mat 1 Countries Fereign Affairs

Enec Vice Nut | Comer for Demestic Afform

Vice National Commander

DEPUTY NATIONAL COMMANDERS.

HOROSI S AGUILING For Luzen

JUAN A ALIGA For Vienyes

FELIPE M FETALVERO

RATIONAL BINECTONS: FOR LECON RULIO D ROBLE ANTONIO I VILLABUEVA OSLAS I MAGALLANES

> FOR VISAYAS: FELIX G DELA PENA BENITO Z MALLARI MARCIANO L. LOPEZ

TITO M. CEASAR AVELIND IN MAPTIN TRANCISCO C. THOMAS

ALICIA P LOGAPTA

PRISCO A AFOS. SR. National Adjutant

AJANETA 8 VALDREZ National Treasurer

JULIO D ROBLE

MARCIANO L LOPEZ

CASIANO D VILLANUEVA

PEDRO B. OFFEMARIA

DOMINADOR P. MUSHI Netional H-starion

TIMOTEO B. GARCIA

GUZMAN P. ALQUEZA National Service Officer ROGELIO A CRISTOBAL Asst Not I Judge Advocate

> SANTIAGO LIM Sol. Adviser to NC

Spl Adviser to NC Mindanso

MEDINA St. PORTUGAL Chairperson, Ways & Means

> RICARDO A. SARTE OIC Son of Veterans

19 April 1988

His Excellency, RONALD REAGAN President of the United States

Sirs:

We appreciate very much the proposal advanced by some distinguished members of the Congress of the United States to set up a Marshall Flan-type of scheme to rehabilitate the economy of the Philippines which was badly devastated under the past dictatorship.

However, we cannot avoid the misgivings about the feasibility of the scheme, if this is to be conducted under the auspices of your country's government, given the economic shortcomings that the United States is beset with itself at this time. There is your public dept which has now come up to the staggering amount of 2.37 trillion Dollars, and your foreign debt which has now risen to 424.2 billion Dollars. With such tremendous financial burden it would certainly be too much to expect your country to still spare the money, which should be substantial, to finance the proposed rehabilitation of the Philippine economy.

Instead of that scheme then we suggest that Your Excellency consider a package of measures which we believe can bring about the recovery of the Philippine economy and lead it to a take-off stage at a faster pace than that proposed scheme. This package can be included among your government's concessions for the renewal or extension of the RP-US Military Bases Agreement (MBA) which we fully endorse including the bases' provision with nuclear weaponry. Hegotiations on the fate of the MBA are currently being conducted here in Manila.

These recommended concessions are:

- 1. Payment of the backpay and/or salary differentials of all the Filipino soldiers and guerillas who fought side by side with the Americans during the last world war. Many of our soldiers have not yet received these compensations up to this time although this was committed to them more than forty years ago yet;
- Transfer from Japan to the Philippines, preferably to Clark Air Force Base, the location and operation of the (United States) Army and Air Force Exchange Service and its procurement and distribution of supplies in the Philippines;

Theme "SOLIDARITY IN LEADERSHIP AND SOCIAL CONCIOUSNESS"



NATIONAL HEADQUARTERS PHILIPPINE VETERANS LEGION



WORLD VETERALS FEDERATION

LEGION HOME BLDG . PVAO COMPOUND ARROCEROS ST., MANILA 2801

CHARTER MEMBER

ABVISER:

GENERAL FIDEL V RAMOS
Clind of Stuff
Armed Forces of the Pt. 100 nes

NATIONAL DIRECTORATE:

ANGEL S SUAPEZ

RAMON BK CHLIA

DEPUTY NATIONAL CONSTANDERS.

HOROSI S AGU For Lucen

For Visiges

FELIPE M FETALVEPO

NATIONAL BENEFTONS FOR LUZOU

ANTONIO I VILLAMUEVA OSIAS I MAGALLAMES FOR VISAVAS

FELIX G DELA PENA BENITO Z MALLARI MARCIANO L LOPEZ

TITO CEASAR AVELINO MARTIN FRANCISCO C THOMAS

AL CIA P LOGARTA

NATIONAL OFFICERS PRISCO A AFOS, SR National Adjusted

RIAMITA B VALDRIZ National Treasurer

NATIONAL ANGELE

MARCIANO L LOPEZ

CASIANO D VILLANUEVA

PEDRO B OFFEMARIA

DOMINADOR P. MUSHI

His Excellency, RONALD REAGAN 19 April 1988

Page 2

- 3. Imposition of a levy of \$2.00 per barrel of crude oil delivered by any country by way of the trade routes or sea lanes that are covered by the protective umbrella of the air and naval forces of Clark Air Force Base and the Subic Naval Base. Any country that refuses to submit this levy should be subjected to an economic embargo or, at the least, should not be allowed to use the route;
- 4. Adoption of the Caribbean Basin initiative for the Philippines under which Philippine products can enter the American market duty-free;
- 5. Dispensing with the visa requirement and permit to work for Filipino World War II veterans and their immediate dependents who desire to reside permanently in the United
- 6. Availment of the services and facilities of US military base hospitals to all Filipino WW II veterans and their dependents;
- 7. Grant of food stamps for all Filipino WW II veterans and their dependents, such stamps to be negotiable in US Post Exchanges anywhere in the Philippines and the United States; and
- 8. Annual grant of 100,000 tons of corn to Filipino WW II veterans to be sold locally and the proceeds to be used to finance housing facilities for indigent Filipino veterans and their families.

We are convinced, Mr. President and Gentlemen of the Congress, that if these concessions are granted we, the Filipino people, would be able to rehabilitate our shattered economy ourselves without any further assistance from whatsoever external source, and in the process preserve and strengthen democracy in our part of the world as well as achieve the economic freedom of our people.

With out best wishes for your continued success in your governance of the great American nation, we are

TIMOTEO B GARCIA National Crap of GUZMAN P. ALOUEZA

National Service Officer ROGELIO A CRISTOBAL Asst. Nat i Judge Advocate

SANTIAGO LIM LIM YAN Spl. Adviser to MC Mindaneo

MEDINA SL PORTUGAL

RICARDO A SARTE OIC Son of Veterans

Var respectfully yours,

VICTOR A. NEPOMUCENO Exec. Asst-Nat'l Comdr.
Philippine Veterans Legion

cc: His Excellency, Nicholas Platt U.S. Ambassador to the Philippines

Theme "SOLIDARITY IN LEADERSHIP AND SOCIAL CONCIOUSNESS"

DFA of his travel abroad and to request briefing materials to prepare him for his assignment.

адгеением эноши наче осец studied fully."

The Vietnamese embassy declined to comment on the Since Yap has said his was validity of the agreement but ...

was reached in July 1970 Detween Asean members and Vietnam, through then Deputy Foreign Minister Phan

so at the moment, they explained. US embassy sources have

said the US would oppose

the only talking points that review, in contrast to at least

tection for the US bases were tion of "crisis measures" and new provisions on "trespass the US had identified for the "prosecutions." He did not elaborate.

non-Government organizations to belp make the work much easier and the solution of problems, faster.

OPEN LETTERS TO PRES. AQUINO & PRES. REAGAN:

April 13, 1988 Her Excellency, CORAZON C. AQUINO President of the Philippines Malacadang, Manila Your Excellency:

With the end in view of getting additional support to your government's economic recovery program, and of dealing with the local communist insurgency more forcefully, we urge the severance of our country's diplomatic ties with the People's Republic of China (PROC) and the restoration of our recognition and diplomatic relations with the Nationalist Republic of China or Taiwan as soon as possible, subject to certain conditions.

Your Excellency, this proposal stems from the perception now obtaining among our people that the PROC has continued supporting the communist insurgents in our country which largely explains the rapid growth in their number. This is outright subversion of our government by the Communist Chinese who, therefore, can by no means be considered friends of our people. On the other hand, Taiwan has remained cordial to us all through the years and has in the course of time become one of our important trading partners and investors,

The conditions that we suggest to impose upon Taiwan in return for the resumption of the old ties of friendship are:

1) financial assistance to the campaign against insurgency in the Philippines;

2) cash payment for the entire cost of the Comprehensive Agrarian Reform Program

3) construction of a four-lane coastal highway from Infanta, Aurora, to Port Irene, Cagayan;

4) construction of a four-lane highway from Sta. Rita, Pampanga, to Aparri, Cagayan;

5) construction of circumferential roads in Basilan, Sulu, and Tawi Tawi;

6)construction of a port complex in Casiguran, Aurora; and

7) availment of fresh capital for the development of basic industries in the country.

At the same time, Filipino veterans would like also to have Japan:

1) pay lump sum indemnities and lifetime penions thereafter for Filipino prisoners of war (POW) during the last World War; and

2) provide hospitals for Filipino WW II veterans in the different regions of the country which cannot be serviced by the Veterans Memorial

Medical Center or the US military hospitals at Clark Air Force Base and Subic Naval

Finally, we also suggest that should Your Excellency decide to terminate the RP-US Military Bases Agreement (MBA), Subic and Olongapo City be converted into a free port and financial center exactly like Hong Kong. This suggestion ia, in fact, inspired by the idea to replace Hong Kong after 1997 when this is taken over by the PROC. By 1992 we could already invite the British operators of that colony to start relocating all its economic enterprises and activities to Subic and Olongapo City, and extend to these operators the authority to set up and administer the metropolis subject to the supervision and sovereignty of the government of the Philippines. All taxes and imposts that the British now collect in Hong Kong shall also be collected in the Subic-Olongapo complex and remitted to the Philippine government.

We believe, Your Excellency, that if these proposals are translated into realities, we can achieve a great measure of economic progress for our people even as we shall have effectively addressed as wellthe insurgency problem.

In the event, however, that Your Excellency decide to renew the MBA, then let's request the Americans to set up also some backup bases in Sanga Sanga in Tawi-tawi, Long Point in Palawan, and Infanta, Aurora. These back-up bases should not only provide immediate protection for us in those sections of the country where we think we are very vulnerable but also contribute to the improvement of economic conditions in those constituencies at least.

In conclusion, we fervently hope to the Almighty that our fellow countrymen who have gone in contention against the duly established authority, such as the misguided elements in our soldiery, the Moro National Liberation Front, the New People's Army, the so called "Marcos Loyalists," and others, would soon see the light, reconcile themselves with the imperatives of the time. and give peace a chance to reign once more in our benighted land.

Reiterating our abiding faith and undiminished confidence in your leadership, we remain, Your Excellency, Very sincerely yours,

> (Sgd.) VICTOR A. NEPOMUCENO Philippine Veterans Legion

April 13, 1988

His Excellency, RONALD REAGAN President of the United States of American - and

The Honorable Members Congress of the United States

Sirs

We appreciate very much the proposal advanced by some distinguished members of the Congress of the United States to set up a Marshall Plan-type of scheme to rehabilitate the economy of the Philippines which was badly devastated under the past dictatorship.

However, we cannot avoid the misgivings about the feasibility of the scheme, if this is to be conducted under the auspices of your country's government, given the economic shortcomings that the United States is beset with itself at this time. There is your public debt which has now come up to the staggering amount of 2.37 trillion dollars, and your foreign debt which has now risen to 424.2 billion dollars. With such tremendous financial burden it would certainly be too much to expect your country to still spare the money, which should be substantial, to finance the proposed rehabilitation of the Philippine economy.

Instead of that scheme then we suggest that Your Excellency consider a package of measures which we believe can bring about the recovery of the Philippine economy and lead it to a take-off stage at a faster pace than that proposed scheme. This package can be included among your government's concessions for the renewal or extension of the RP-US Military Bases Agreement (MBA) which we fully endorse including the bases' provision with nuclear weaponry. Negotiations on the fate of the MBA are currently being conducted here in Manila.

These recommended concessions are:

I. Payment of the backpay and/or salary differentials of all the Filipino soldiers and guerrillas who fought side by side with the Americans during the last world war. Many of our soldiers have not yet received these compensations up to this time although this was committed to them more than forty years ago yet;

2. Transfer from Japan to the Philippines, pre-ferably to Clark Air Force Base, the location and

ferably to Clark Air Force Base, the location and operation of the (United States) Army and Air Force Exchange Service and its procurement and distribution of the poles in the Philippines;

3. Imposition of the levy of \$2.00 per barrier of crude oil delivered by any country by way of the trade routes of sea make that are covered by the protective amphability of the air and naval forces of protective amments or the air and naval forces of Clark Air Force Base and the Subic Naval Base. Any country that refuses to solomic to this levy should be subjected to an economic embargo or, at the least, should not be allowed to use the

4. Adoption of the Caribbean Basin initiative for the Philippines under which Philippine products can enter the American market duty-free:

5. Dispensing with the visa requirement and permit to work for Fil.pino World War II veterans and their immediate dependents who desire to reside permanently in the United States;

6. Availment of the services and facilities of US military base hospitals to all Filipino WW II veter-ans and their dependents;

7. Grant of food stemps for all Filipino WW II veterans and their dependents, such stamps to be negotiable in US Post Exchanges anywhere in the Philippines and the United States; and

8. Annual grant of 100,000 tons of corn to Filipino WW. II veterans to be sold locally and the, proceeds to be used to finance housing facilities for indigent Filipino veterans and their families.

We are convinced, Mr. President and Gentlemen of the Congress, that if these concessions are granted we, the Fllipino people, would be able to rehabilitate our shattered economy ourselves without any further assistance from whatsoever external source, and in the process preserve and strengthen democracy in our part of the world as well as achieve the economic freedom of our people.

With out best wishes for your continued success in your governance of the great American nation,

Very respectfully yours,

(Sgd.) VICTOR A. NEPOMUCENO Philippine Veterans Legion

Paid Advertisement



MEMBER WORLD VETERANS FEDERATION



NATIONAL HEADQUARTERS PHILIPPINE VETERANS LEGION

LEGION HOME BLDG., PVAO COMPOUND ARROCEROS ST., MANILA 2801



CHARTER MEMBER
VETERANS FEDERATION OF THE PHILIPPINES

ADVISER:

GENERAL FIDEL V. RAMOS
Chief of Staff
Armed Forces of the Philippines

NATIONAL DIRECTORATE:

ANGEL S. SUAREZ National Commander

VICTOR NEPOMOCENO Exec. Asst.-Nat'l. Comdr.

LIM SO YAK Exec, Vice Nat'l Comdr. for Foreign Affairs

BENITO YAO Exec. Vice Nat'l Comdr. for Domestic Affairs

RAMON BK CHUA Vice National Commander

DEPUTY NATIONAL COMMANDERS:

HOROSI S. AGUILING

JUAN A. ALIGA For Viseyes

FELIPE M. FETALVERO For Mindanao

NATIONAL DIRECTORS: FOR LUZON: JULIO D. ROBLE ANTONIO J. VILLANUEVA OSIAS J. MAGALLANES

> FOR VISAYAS: FELIX G. DELA PENA BENITO Z. MALLARI MARCIANO L. LOPEZ

FOR MINDANAO: TITO M. CEASAR AVELINO N. MARTIN FRANCISCO C. THOMAS

ALICIA P. LOGARTA National President - PVLA

NATIONAL OFFICERS: PRISCO A. AFOS, SR. National Adjutant

JUANITA B. VALDRIZ National Treasurer

> JULIO D. ROBLE National Auditor

MARCIANO L. LOPEZ National Inspector

CASIANO D. VILLANUEVA National Judge Advocate

> PEDRO B. OFFEMARIA National PRO

DOMINADOR P. MUSNI National Historian

TIMOTEO B. GARCIA National Chaplain

National Service Officer ROGELIO A. CRISTOBAL Asst. Nat'l. Judge Advocate

SANTIAGO LIM

Spl. Adviser to NC Mindanao

MEDINA SL PORTUGAL Chairperson, Ways & Means

RICARDO A. SARTE OIC Son of Veterans 19 April 1988

His Excellency, RONALD REAGAN President of the United States

Sirs:

We appreciate very much the proposal advanced by some distinguished members of the Congress of the United States to set up a Marshall Plan-type of scheme to rehabilitate the economy of the Philippines which was badly devastated under the past dictatorship.

However, we cannot avoid the misgivings about the feasibility of the scheme, if this is to be conducted under the auspices of your country's government, given the economic shortcomings that the United States is beset with itself at this time. There is your public debt which has now come up to the staggering amount of 2.37 trillion Dollars, and your foreign debt which has now risen to 424.2 billion Dollars. With such tremendous financial burden it would certainly be too much to expect your country to still spare the money, which should be substantial, to finance the proposed rehabilitation of the Philippine economy.

Instead of that scheme then we suggest that Your Excellency consider a package of measures which we believe can bring about the recovery of the Philippine economy and lead it to a take-off stage at a faster pace than that proposed scheme. This package can be included among your government's concessions for the renewal or extension of the RP-US Military Bases Agreement (MBA) which we fully endorse including the bases' provision with nuclear weaponry. Negotiations on the fate of the MBA are currently being conducted here in Manila.

These recommended concessions are:

- 1. Payment of the backpay and/or salary differentials of all the Filipino soldiers and guerillas who fought side by side with the Americans during the last world war. Many of our soldiers have not yet received these compensations up to this time although this was committed to them more than forty years ago yet;
- 2. Transfer from Japan to the Philippines, preferably to Clark Air Force base, the location and operation of the (United States) Army and Air Force Exchange Service and its procurement and distribution of supplies in the Philippines;

Theme "SOLIDARITY IN LEADERSHIP AND SOCIAL CONCIOUSNESS"



NATIONAL HEADQUARTERS PHILIPPINE VETERANS LEGION

1000

LEGION HOME BLDG., PVAO COMPOUND ARROCEROS ST., MANILA 2801

CHARTER MEMBER
VETERANS FEDERATION OF THE PHILIPPINES

MEMBER WORLD VETERANS FEDERATION

GENERAL FIDEL V. RAMOS
Chief of Staff
Armed Forces of the Philippines

NATIONAL DIRECTORATE:

ANGEL S. SUAREZ National Commander

ADVISER:

VICTOR NEPOMOCENO Exec. Asst.-Nat'l. Comdr.

LIM SO YAK Exec. Vice Nat'l Comdr. for Foreign Affairs

BENITO YAO Exec. Vice Nat'l Comdr. for Domestic Affairs

RAMON BK CHUA Vice National Commander

DEPUTY NATIONAL COMMANDERS:

HOROSI S. AGUILING For Luzon

> JUAN A. ALIGA For Visayas

FELIPE M. FETALVERO

NATIONAL DIRECTORS: FOR LUZON:

JULIO D. ROBLE ANTONIO J. VILLANUEVA OSIAS J. MAGALLANES

> FOR VISAYAS: FELIX G. DELA PENA BENITO Z. MALLARI MARCIANO L. LOPEZ

FOR MINDANAO: TITO M. CEASAR AVELINO N. MARTIN FRANCISCO C. THOMAS

ALICIA P. LOGARTA

NATIONAL OFFICERS: PRISCO A. AFOS, SR. National Adjutant

JUANITA B. VALDRIZ National Treasurer

JULIO D. ROBLE National Auditor

MARCIANO L. LOPEZ National Inspector

CASIANO D. VILLANUEVA National Judge Advocate

> PEDRO B. OFFEMARIA National PRO

DOMINADOR P. MUSNI National Historian

TIMOTEO B. GARCIA National Chaplan

GUZMAN P. ALOUEZA National Service Officer ROGELIO A. CRISTOBAL Asst. Nat'l. Judge Advocate

SANTIAGO LIM Spl. Adviser to NC

Mindanao
MEDINA SL PORTUGAL
Chairperson, Ways & Means

RICARDO A. SARTE OIC Son of Veterans His Excellency, RONALD REAGAN 19 April 1988 Page 2

- 3. Imposition of a levy of \$2.00 per barrel of crude oil delivered by any country by way of the trade routes or sea lanes that are covered by the protective umbrella of the air and naval forces of Clark Air Force Base and the Subic Naval Base. Any country that refuses to submit this levy should be subjected to an economic embargo or, at the least, should not be allowed to use the route;
- 4. Adoption of the Caribbean Basin initiative for the Philippines under which Philippine products can enter the American market duty-free;
- 5. Dispensing with the visa requirement and permit to work for Filipino World War II veterans and their immediate dependents who desire to reside permanently in the United States.
- 6. Availment of the services and facilities of US military base hospitals to all Filipino WW II veterans and their dependents;
- 7. Grant of food stamps for all Filipino WW II veterans and their dependents, such stamps to be negotiable in US Post Exchanges anywhere in the Philippines and the United States; and
- 8. Annual grant of 100,000 tons of corn to Filipino WW II veterans to be sold locally and the proceeds to be used to finance housing facilities for indigent Filipino veterans and their families.

We are convinced, Mr. President and Gentlemen of the Congress, that if these concessions are granted we, the Filipino people, would be able to rehabilitate our shattered economy ourselves without any further assistance from whatsoever external source, and in the process preserve and strengthen democracy in our part of the world as well as achieve the economic freedom of our people.

With out best wishes for your continued success in your governance of the great American nation, we are

respectfully yours,

VICTOR A. NEPOMUCENO

- Exec. Asst-Nat'l Comdr.

Philippine Veterans Legion

cc: His Excellency, Nicholas Platt
U.S. Ambassador to the Philippines

Theme "SOLIDARITY IN LEADERSHIP AND SOCIAL CONCIOUSNESS"

to, request briefing materials to prepare him for his assign-

studied fully.' The Vietnamese embassy declined to comment on the Since Yap has said his was validity of the agreement but

tween Asean members and Vietnam, through then Deputy Foreign Minister Phan Hien.

so at the moment, they explained. US embassy sources have

the only talking points that the US had identified for the said the US would oppose review, in contrast to at least

tection for the US bases were tion of "crisis measures" and new provisions on "trespass prosecutions." He did not elaborate.

non-Government organizations to help make the work much easier and the solution of problems, faster.

April 13, 1988

Her Excellency, CORAZON C. AQUINO President of the Philippines Malacañang, Manila Your Excellency:

With the end in view of getting additional support to your government's economic recovery program, and of dealing with the local communist insurgency more forcefully, we urge the severance of our country's diplomatic ties with the People's Republic of China (PROC) and the restoration of our recognition and diplomatic relations with the

Nationalist Republic of China or Taiwan as soon as possible, subject to certain conditions.

Your Excellency, this proposal stems from the perception now obtaining among our people that the PROC has continued supporting the communist insurgents in our country which largely explains the rapid growth in their number. This is outright subversion of our government by the Communist Chinese who, therefore, can by no means be considered friends of our people. On the other hand, 1. Taiwan has remained cordial to us all through the years and has in the course of time become one of our important trading partners and investors.

The conditions that we suggest to impose upon Taiwan in return for the resumption of the old ties

of friendship are:

1) financial assistance to the campaign against

insurgency in the Philippines;

cash payment for the entire cost of the Comprehensive Agrarian Reform Program (CARP);

construction of a four-lane coastal highway from Infanta, Aurora, to Port Irene.

4) construction of a four-lane highway from Sta. Rita, Pampanga, to Aparri, Cagayan; 5) construction of circumferential roads in Basi-

lan, Sulu, and Tawi Tawi; 6)construction of a port complex in Casiguran,

· Aurora; and 7) availment of fresh capital for the develop-

ment of basic industries in the country. At the same time, Filipino veterans would like also to have Japan:

1) pay lump sum indemnities and lifetime pensions thereafter for Filipino prisoners of war (POW) during the last World War; and

provide hospitals for Filipino WW II veterans in the different regions of the country which cannot be serviced by the Veterans Memorial

OPEN LETTERS TO PRES. AQUINO & PRES. REAGAN=

Medical Center or the US military hospitals at Clark Air Force Base and Subic Naval

Finally, we also suggest that should Your Excellency decide to terminate the RP-US Military Bases Agreement (MBA), Subic and Olongapo City be converted into a free port and financial center exactly like Hong Kong. This suggestion is, in fact, inspired by the idea to replace Hong Kong after 1997 when this is taken over by the PROC. By 1992 we could already invite the British operators of that colony to start relocating all its economic enterprises and activities to Subic and Olongapo City, and extend to these operators the authority to set up and administer the metropolis subject to the supervision and sovereignty of the government of the Philippines. All taxes and imposts that the British now collect in Hong Kong shall also be collected in the Subic-Olongapo complex and remitted to the Philippine government.

We believe, Your Excellency, that if these proposals are translated into realities, we can achieve a great measure of economic progress for our people even as we shall have effectively addressed as well-

the insurgency problem. In the event, however, that Your Excellency decide to renew the MBA, then let's request the Americans to set up also some backup bases in

Sanga Sanga in Tawi-tawi, Long Point in Palawan, and Infanta, Aurora. These back-up bases should not only provide immediate protection for us in those sections of the country where we think we are very vulnerable but also contribute to the improvement of economic conditions in those consti-

tuencies at least. In conclusion, we fervently hope to the Almighty that our fellow countrymen who have gone in contention against the duly established authority, such as the misguided elements in our soldiery, the Moro National Liberation Front, the New People's Army, the so called "Marcos Loyalists," and others, would soon see the light, reconcile themselves with the imperatives of the time, and give peace a chance to reign once more in our benighted land.

Reiterating our abiding faith and undiminished confidence in your leadership, we remain, Your Excellency, Very sincerely yours,

(Sgd.) VICTOR A. NEPOMUCENO Philippine Veterans Legion

April 13, 1988

His Excellency, RONALD REAGAN President of the United States of America - and -

The Honorable Members Congress of the United States

Sirs:

We appreciate very much the proposal advanced by some distinguished members of the Congress of the United States to set up a Marshall Plan-type of scheme to rehabilitate the economy of the Philippines which was badly devastated under the past dictatorship.

However, we cannot avoid the misgivings about the feasibility of the scheme, if this is to be conducted under the auspices of your country's government, given the economic shortcomings that the United States is beset with itself at this time. There is your public debt which has now come up to the staggering amount of 2.37 trillion dollars, and your foreign debt which has now risen to 424.2 billion dollars. With such tremendous financial burden it would certainly be too much to expect your country to still spare the money. which should be substantial, to finance the proposed rehabilitation of the Philippine economy.

Instead of that scheme then we suggest that Your Excellency consider a package of measures which we believe can bring about the recovery of the Philippine economy and lead it to a take-off stage at a faster pace than that proposed scheme. This package can be included among your government's concessions for the renewal or extension of the RP-US Military Bases Agreement (MBA) which we fully endorse including the bases' provision with nuclear weaponry. Negotiations on the fate of the MBA are currently being conducted here in Manila.

These recommended concessions are:

1. Payment of the backpay and/or salary differentials of all the Filipino soldiers and guerrillas who fought side by side with the Americans during the last world war. Many of our soldiers have not yet received these compensations up to this time although this was committed to them more than forty years ago yet;

2. Transfer from Japan to the Philippines, preferably to Clark Air Force Base, the location and operation of the (United States) Army and Air Force Exchange Service and its procurement and distribution of supplies in the Philippines;
3. Imposition of a levy of \$2.00 per barrel of

crude oil delivered by any country by way of the trade routes or sea lanes that are covered by the protective umbrella of the air and naval forces of Clark Air Force Base and the Subic Naval Base. Any country that refuses to submit to this levy should be subjected to an economic embargo or, at the least, should not be allowed to use the

4. Adoption of the Caribbean Basin initiative for the Philippines under which Philippine products can enter the American market duty-free:

5. Dispensing with the visa requirement and permit to work for Fil pino World War II veterans and their immediate dependents who desire to reside permanently in the United States:

6. Availment of the services and facilities of US military base hospitals to all Filipino WW II veter-

ans and their dependents;

7. Grant of food stemps for all Filipino WW II veterans and their dependents, such stamps to be negotiable in US Post Exchanges anywhere in the Philippines and the United States; and

8. Annual grant of 100,000 tons of corn to Filipino WW. II veterans to be sold locally and the proceeds to be used to finance housing facilities for indigent Filipino veterans and their families.

We are convinced, Mr. President and Gentlemen of the Congress, that if these concessions are granted we, the Filipino people, would be able to rehabilitate our shattered economy ourselves without any further assistance from whatsoever external source, and in the process preserve and strengthen democracy in our part of the world as well as achieve the economic freedom of our people.

With out best wishes for your continued success in your governance of the great American nation, we are

Very respectfully yours,

(Sgd.) VICTOR A. NEPOMUCENO Philippine Veterans Legion

Paid Advertisement

UNCLASSIFIED

DEPARTMENT OF STATE EXECUTIVE SECRETARIAT

CU125 00078

TRANSMITTAL FORM

8/8	8810980	

Date April. 15, 1988

Mr. Paul Schott Stevens FOR:

Executive Secretary National Security Council The White House

thank-you letter.

REFERENCE:

To: The Preside	ent.	· ·
From: Prime Mini	ster Takeshita	
Date: March 5,	L988	
Subject: Japane	ese Aid to Philippin	nes
WH Referral Dat NSC ID# (if any		
	ched item was sent on of State.	directly to the
ACTION TAKEN:		
A draft r	eply is attached.	
A draft r	eply will be forward	ded.
A transla	tion is attached.	
An inform	nation copy of a dir	ect reply is attached.
X We believe cited bel	re no response is ne	cessary for the reason
The Depar		no objection to the
Other (se	e remarks).	
REMARKS:		

Director Secretariat Staff

UNCLASSIFIED

No response is necessary to what is essentially a

PART PART TO A SECTION OF

RECEIVED

87 pro 15 A 9: 20

diane, 7

The state of the s

The state of the second section of the

A specifical goal to whiteler

TOWN TOTAL STATE OF THE STATE O

A THAT E WHATE

THE THE SEC

The Mark of the Party

REPRESENTATION OF 12

DELET ROSALE

TO Professional and American

200000

THE MENTS CONNECTS



United States Department of State

Washington, D.C. 20520

April 6, 1988

MEMORANDUM FOR:

Mr. Paul Schott Stevens

National Security Council Staff

SUBJECT:

Alerting NSCS on Presidential

Correspondence

Enclosed is the original of a letter to President Reagan from Japanese Prime Minister Noboru Takeshita which is transmitted for your information.

This correspondence was received in the Information Management Section of the Executive Secretariat, on April 6, 1988
A copy has been assigned to the appropriate bureau for action.

Director, S/S-I

S. Metcha

Information Management Section
Executive Secretariat

647-3836

OFFICE OF THE PRIME MINISTER
TOKYO

March 5, 1988

Dear Ron:

Thank you very much for your message on my birthday, which was really heartwarming.

I thank you also for your letter of February 19, 1988. I am fully aware of, as you stressed in your letter, the importance of Philippine political stability and economic growth to our mutual interests and wish to reaffirm that the Japanese Government will continue to render its utmost support to the Aquino Government. In addition to our economic assistance to the Philippines at the government level, which is to be steadily increased, my Government will see to it that our private sector is encouraged to promote Philippine industries in the fields of trade and investment. I am therefore hoping that the large-scale mission to be dispatched to the Philippines by the Japanese Chamber of Commerce and Industry early next month will achieve such concrete results as will be welcome to all of us, and my Government will not spare whatever support it may require.

I shall be happy to maintain close contact with you on various matters of our mutual concern.

Maoko joins me in sending you and Nancy our best wishes. We, too, look forward to seeing you in Toronto in June.

Authority NSC/State We've's
By dr NARADATE 9/15/2027

San Carried

The President
The White House
Washington, D.C. 20500
U.S.A.

Sincerely, Noboru (CLASSIFICATION)

DEPARTMENT OF STATE EXECUTIVE SECRETARIAT TRANSMITTAL FORM

S/S₈₇₃₅₉₃₄

DATE December 15, 1987

EOR:

Mr. Paul Schott Stevens

EXECUTIVE SECRETARY
NATIONAL SECURITY COUNCIL
THE WHITE HOUSE

1=	60	06	-12

9263

REFERENCE:				×	
To: Presid	dent Reagan	FROM:	President	Corazon Aqui	no
DATE: NO	ovember 27, 1987	SUBJEC	Thank y	ou for	-
E	xpression of Sup	port and Com	mitment to	Phil cause.	
REFERRAL	DATED:		ID#	(IF ANY)	-
DE	E ATTACHED ITEM PARTMENT OF STAT		RECTLY TO		
ACTION TAKEN:					
	A DRAFT REPLY I	S ATTACHED.			
	A DRAFT REPLY W	ILL BE FORW	ARDED.		
	A TRANSLATION I	S ATTACHED.		ч	
	AN INFORMATION	COPY OF A D	RECT REPLY	IS ATTACHED	
Х	WE BELIEVE NO R	ESPONSE IS	NECESSARY I	FOR THE REASON	1
	THE DEPARTMENT PROPOSED TRAVEL		NO OBJECT	TION TO THE	
-	OTHER (SEE REMA	RKS).			
REMARKS: No	reply necessary	for thank	you note.		

DIRECTOR SECRETARIAT STAFF

NSC#8709263 UNCLASSIFIED

(CLASSIFICATION)



MALACAÑAN PALACE

November 27, 1987

Dear President Reagan:

I thank you for the expression of support and commitment to the cause of Philippine democracy in a recent nationwide address.

Such commitment to freedom is truly in the best of American tradition. It also affirms the friendship, tested in peace and war, that is shared by our sovereign peoples.

With our best wishes and personal regards.

Sincerely yours,

paragon b. aquint

His Excellency Ronald W. Reagan
President of the United States
of America
Washington, D.C.

RECEIVED 15 DEC 87 15

TO PRESIDENT

FROM AQUINO, CORAZON DOCDATE 27 NOV 87

LEVITSKY, M

15 DEC 87

KEYWORDS: PHILIPPINES

HS

SUBJECT: PRES AQUINO LTR TO PRES RE THANKS FOR EXPRESSION OF SUPPORT &

COMMITMENT / PHIL CAUSE

DISPATCH

ACTION: FOR RECORD PURPOSES DUE: STATUS C FILES WH

FOR ACTION

FOR CONCURRENCE

FOR INFO

CHILDRESS

KELLY, J

KELLY, B

W/ATTCH FILE (C)

COMMENTS

REF#	873	35934 LOG	NSCI	FID	(LF LF)
ACTION OFFICER	(S)	ASSIGNED	ACTION REQUIRED	DUE	COPIES TO

THE WHITE HOUSE CORRESPONDENCE TRACKING WORKSHEET

= ID# 572424 CO/25

INCOMING

DATE RECEIVED: JUNE 07, 1988

NAME OF CORRESPONDENT: MR. EDUARDO U. TIOSECO

SUBJECT: WRITES REGARDING THE MARSHALL PLAN FOR

PHILIPPINE ECONOMIC RECOVERY

	ACTION	DISPOSITION
ROUTE TO: OFFICE/AGENCY (STAFF NAME)	ACT DATE CODE YY/MM/DD	
RUDY BESERRA REFERRAL NOTE: REFERRAL NOTE: REFERRAL NOTE: REFERRAL NOTE:	ORG 88/06/07 R 88/06/07	C 88106108
COMMENTS:		
ADDITIONAL CORRESPONDENTS: 1 MEDIA:L	INDIVIDUAL CO	DES:
PL MAIL USER CODES: (A)(B)	(C)	
*ACTION CODES: *DISPOSITION *A-APPROPRIATE ACTION *A-ANSWERED *C-COMMENT/RECOM *B-NON-SPEC-REFE *D-DRAFT RESPONSE *C-COMPLETED *F-FURNISH FACT SHEET *S-SUSPENDED *I-INFO COPY/NO ACT NEC* *R-DIRECT REPLY W/COPY * *S-FOR-SIGNATURE * *X-INTERIM REPLY *	*TYPE R	PONDENCE: ESP=INITIALS OF SIGNER ODE = A TED = DATE OF OUTGOING ** ** ** ** ** ** ** ** **

REFER QUESTIONS AND ROUTING UPDATES TO CENTRAL REFERENCE (ROOM 75,0EOB) EXT-2590
KEEP THIS WORKSHEET ATTACHED TO THE ORIGINAL INCOMING LETTER AT ALL TIMES AND SEND COMPLETED RECORD TO RECORDS MANAGEMENT.

DEPARTMENT OF STATE EXECUTIVE SECRETARIAT

TRANSMITTAL FORM

8/8_	8818	44		
Date	June	21.	1988	

FOR: Mr. Paul Schott Stevens
Executive Secretary
National Security Council
The White House

REFERENCE				
To:	President Reagan			
From:	Mr. Eduardo U. Tioseco			
Date:	May 25, 1988			
Subje	Marshall Plan for Philippine Economic Recovery			
	ferral Dated: June 10, 1988			
	The attached item was sent directly to the Department of State.			
ACTION TAI	KEN:			
	A draft reply is attached.			
	A draft reply will be forwarded.			
	A translation is attached.			
×	An information copy of a direct reply is attached.			
	We believe no response is necessary for the reason cited below.			
-	The Department of State has no objection to the proposed travel.			
	Other (see remarks).			

REMARKS:

Director Secretariat Staff

88 JUN 21 P4: 15

.



United States Department of State

Washington, D.C. 20520

June 14, 1988

Mr. Eduardo U. Tioseco and Mr. Jess T. Medina Phil-Am Volunteers Corps, Inc. 6000 Reins, Suite 4308 Houston, Texas 77036

Dear Messrs. Tioseco and Medina:

Thank you for your letter of May 25 conveying your interest in efforts to launch an international economic assistance initiative for the Philippines.

We welcome your support for a new multi-year, multilateral assistance program being designed to ensure continued economic recovery in the Philippines. The scope of this initiative, the identity of international donors, and the nature of economic relief to be provided are presently under discussion. U.S. leadership in this effort reflects the continued willingness on the part of both the American people and their government to do all they can to promote democracy and prosperity in the Philippines.

Sincerely,

Charles B. Salmon, Jr.

Director, Office of Philippine Affairs Bureau for East Asia and Pacific Affairs

E 10

THE WHITE HOUSE OFFICE

REFERRAL

JUNE 10, 1988

TO: DEPARTMENT OF STATE

ACTION REQUESTED:

DIRECT REPLY, FURNISH INFO COPY

DESCRIPTION OF INCOMING:

ID:

572424

MEDIA: LETTER, DATED MAY 25, 1988

TO:

PRESIDENT REAGAN

FROM:

MR. EDUARDO U. TIOSECO

CHAIRMAN

PHIL - AM VOLUNTEERS CORPS., INC.

SUITE 4308 6000 REINS

HOUSTON TX 77036

SUBJECT: WRITES REGARDING THE MARSHALL PLAN FOR

PHILIPPINE ECONOMIC RECOVERY

PROMPT ACTION IS ESSENTIAL -- IF REQUIRED ACTION HAS NOT BEEN TAKEN WITHIN 9 WORKING DAYS OF RECEIPT, PLEASE TELEPHONE THE UNDERSIGNED AT 456-7486.

RETURN CORRESPONDENCE, WORKSHEET AND COPY OF RESPONSE (OR DRAFT) TO: AGENCY LIAISON, ROOM 91, THE WHITE HOUSE, 20500

> SALLY KELLEY DIRECTOR OF AGENCY LIAISON PRESIDENTIAL CORRESPONDENCE

PHIL-AM VOLUNTEERS CORPS., INC.

8818153

Belson House, 3/F 271 E. de los Santos Avenue Mandaluyong, Metro Manila **Philippines** # 78-85-04 Cable Address "VOLPHIL"

6000 Reins, Suite 4308 Houston TX 77036 (713) 952-0448

May 25, 1988

ADVISERS

11

Dr. D.L. Umali

Ms. Nina Estrada-Puyat

Dr. Reynaldo M. Lesaca

BOARD OF TRUSTEE

Chairperson:

J. Salvador E. Rodriguez

Members:

Atty. Celerina G. Gotladera

Gen. Arcadio S. Lozada

Mr. Jaime Aris Alip

Mr. David M. Ingles

RESREP:

LUZON

Dr. Miguel P. Palao

Mr. Manuel D. Orden

Ms. Anita A. Grafilo

VISAYAS

Rev. Fr. Franco A. Uras

Ms. Cynthia C. Baga

MINDANAO

Ms. Rachel Polestico

Ms. Edna P. Abraham

His Excellency, Ronald Reagan President of the United States The White House Washington DC 20001-0001

Dear President Reagan,

We, the undersigned chairman and members the Board of Trustees Phil-Am Volunteer of Corps, Inc. wish to extend to you our sincere appreciation for spearheading a " Ten Billion Dollars Marshall Plan for Philippine Economic Recovery", among 19 European and Asian Allies. These consortium of governments undertaking a Ms. Sylvia Belmonte Kentgens massive global trade, finance and development activities in various forms will be beneficial to 58 million Filipinos.

> Since 1986, we have kept you informed of our activities with 45 agencies in the Country strongly associated with Cooperatives, Businesses & Special Project endeavours. Their one million members are continuously operating on a simple peace formula of "putting food on every families table". We, on the other hand, have added a new dimension by providing technology and tools transfer. Our mission improve the economic development Filipinos in rural areas.

Please accept our gratitude and we await with eagerness the 1990 implementation of this Marshall Plan for Philippine Economic Recovery.

Respectfully,

EXECUTIVE DIRECTOR, USA

Ms. Sylvia Belmonte Kentgens

Eduardo U. Tioseco Chairman, 1988-89 (713) 776-3876

Jess T. Chairman, 1986-87

(713) 820-1832

Bank: PCIB, Makati

Accredited: P.N.V.S.C.A.

Members:

Nelson R. Ayala Fresident, Phil-Am Chamber of Commerce (713) 580-9400

Belen G. Burges

Belen J. Burges

MBG, Phil-Am Senior Club
of Houston (713) 933-1926

James E. Cruz Ass. Director, Operation Rainbow (713) 242-2075

Alcie M. Chancoco PRO, Bicol USA, Houston Chapter (713) 240-1159

Q. D. del Casario, P.J. I

L.B. Del Rosario, MD Former President, Texas Ass. of Philippine Physicians (713) 464-3864

(713) 952-0448

Letty Del Rosario First VF Tagalog

Association (713) 464-3864

Antonio Felicidario Leader, Community of God's Love Prayer Group(713) 353-2318

Charlie Gonzalez
GM, Philippine Air Lines
Houston 1-800-222-1537

Lope G. Lindio, LL.B Immigration Lawyer (713) 988-9888

Koger Megino Former World Bank, West

Africa Group Agroeconomist
(713) 668-5702

Executive Director:

PARTNERS IN ECONOMIC DEVELOPMENT:

Albay Agricultural Services; B. Bonito Metal Craft; Monilla Philcraft; Project Luke of the Interfaith Healing Ministries, Inc.; Banapra Credit Coop.; Batangas "Alay Lakad", Inc.; Center for Rural Technology; Silayan Center; Southern Tagalog Dairy Coop.; Asian Ngo Coalition; Sambayanang Kristiyano; His Word, Inc.; Sapaka Credit Coop.; Palawan National Agricultural and Fisheries College; Palawanos Medical Project; St. Dominic's Producers Assn.; Pangasinan Bakers Coop.; Bulan Area Fishing Coop.; Bulan Integrated Development and Agribusiness Foundation; Payawin Nutri Assn.; Sorsogon Social Action Center; Guruyan Farmers Assn.; Antiquera Weavers Coop.; Bohol Marketing Coop.; Bohol Agricultural College; Cebu Blind Assn.; Water Resources Center; Ambrosia Honey Bee Culture; Assumption Socio-Educational Center; CM Bamboo Craft Center; Pototan Consumers Coop.; Iloilo State College of Fisheries; Bacolod Boy's Home; Don Bosco Integrated Community Program; First Farmers Marketing Coop.; Victorias Coop.; Daliao Fishing Assn.; Freedom "To Build A Home" Project; Land for the Landless Project; Shelter Development Coop.; Lapased Foundation; Appropriate Technology Center; Dars Ceramic Industries; Innovators For Rural Development Foundation; Pamayanang Magsasaka.

YEARLY

Global program?

Philippine aid plan reportedly afoot

WASHINGTON (AP) - The United States is moving toward the announcement of a multibilliondollar international aid program to help the beleaguered government of Philippines President Corazon Aguino, a U.S. official said Satur-

The program, which has been likened by congressional proponents to the 1947 Marshall Plan that rescued West Europe after World War II, could lead to an international appeal for \$10 billion over the next five years, said the official, speaking on condition of anonymity.

President Reagan also plans to send a high-level special emissary to the Philippines to dramatize his concern about conditions in that nation, The Washington Post reported in its Sunday editions.

The newspaper said the emissary, perhaps accompanied by senior members of Congress, would be sent to Manila to deliver a signal of top-level support and to consult

with Aquino and her government on details of the program.

An American with international standing also may be picked to coordinate the program, according to the Post. The newspaper quoted sources as saying neither the special emissary nor the coordinator has been chosen.

The major elements of the program, the Post said, are U.S. grants beginning in fiscal 1990, loans for development purposes, debt relief in the form of reductions in scheduled payments and debt-equity swaps, trade preferences to encourage Philippine exports and investments from international financial institutions and private business.

> The Houston Post ★Sunday, May 8, 1988-

PARTNERS IN ECONOMIC DEVELOPMENT:

Albay Agricultural Services; B. Bonito Metal Craft; Monilla Philcraft; Project Luke of the Interfaith Healing Ministries, Inc.; Banapra Credit Coop.; Batangas "Alay Lakad", Inc.; Center for Rural Technology; Silayan Center; Southern Tagalog Dairy Coop.; Asian Ngo Coalition; Sambayanang Kristiyano; His Word, Inc.; Sapaka Credit Coop.; Palawan National Agricultural and Fisheries College; Palawanos Medical Project; St. Dominic's Producers Assn.; Pangasinan Bakers Coop.; Bulan Area Fishing Coop.; Bulan Integrated Development and Agribusiness Foundation; Payawin Nutri Assn.; Sorsogon Social Action Center; Guruyan Farmers Assn.; Antiquera Weavers Coop.; Bohol Marketing Coop.; Bohol Agricultural College; Cebu Blind Assn.; Water Resources Center; Ambrosia Honey Bee Culture; Assumption Socio-Educational Center; CM Bamboo Craft Center; Pototan Consumers Coop.; Iloilo State College of Fisheries; Bacolod Boy's Home; Don Bosco Integrated Community Program; First Farmers Marketing Coop.; Victorias Coop.; Daliao Fishing Assn.; Freedom "To Build A Home" Project; Land for the Landless Project; Shelter Development Coop.; Lapased Foundation; Appropriate Technology Center; Dars Ceramic Industries; Innovators For Rural Development Foundation; Pamayanang Magsasaka.

1991 CAGAYAN DE ORO 1989 NEGROS 1990 PALAWAN 1988 SORSOGON CONGRESS: 1987 LAGUNA

WASHINGTON

December 14, 1987

573698 CO 125 CO 078 F-G 006-12

Dear Dave:

[C] _

Thanks very much for your letter of November 20, 1987, concerning the Philippines. That nation faces some daunting problems on the economic and security fronts which concern all of us who wish President Aquino to succeed.

Hank Greenberg has been actively helping us on these problems in his capacity at the U.S./Philippine Business Council; he works regularly with Jim Kelly and Dick Childress of my staff. His recent suggestions on economic matters have been sent to our Embassy in Manila for comment. We have also met on an interagency basis here to discuss these issues.

I believe Jim Kelly has spoken to you recently concerning Steve Bosworth's participation. We are reviewing the broader questions on an interagency basis and will factor your and Anne's observations into this process.

Again, thank you for writing and be assured we share your concerns.

Sincerely,

Colin L. Powell

Acting Assistant to the President for National Security Affairs

Mr. David M. Abshire
1800 K Street, N. W.
Suite 400
Washington, D. C. 20006

NSC# 8708826

NATIONAL SECURITY COUNCIL WASHINGTON, D.C. 20506

December 7, 1987

ACTION

Nati Sec Advise has seen

MEMORANDUM FOR COLIN L. POWELL

FROM:

RICHARD CHILDRESS

SUBJECT:

Abshire Letter

Jim Kelly spoke with both Steve Bosworth and Abshire prior to his departure to Hawaii. Steve shares our view that a special emissary is not the way to go and does not personally wish to undertake such a position. He is ready to consider helping in other ways should we feel it is needed.

Batjer concurs.

RECOMMENDATION

That you sign the letter at Tab I.

Approve____

Disapprove___

Attachments

Tab I Letter for Signature
Tab II Abshire/Portion Abshire/Powell Letter dated 11/20/87

cc: J. Kelly

M. Batjer

WASHINGTON

Dear Dave:

Thanks very much for your letter of November 20, 1987, concerning the Philippines. That nation faces some daunting problems on the economic and security fronts which concern all of us who wish President Aguino to succeed.

Hank Greenberg has been actively helping us on these problems in his capacity at the U.S./Philippine Business Council; he works regularly with Jim Kelly and Dick Childress of my staff. His recent suggestions on economic matters have been sent to our Embassy in Manila for comment. We have also met on an interagency basis here to discuss these issues as well.

I believe Jim Kelly has spoken to you recently concerning Steve Bosworth's participation. We are reviewing the broader questions on an interagency basis and will factor your and Anne's observations into this process.

Again, thank you for writing and be assured we share your concerns.

Sincerely,

Mr. David M. Abshire 1800 K Street, N. W. Suite 400 Washington, D. C. 20006

WASHINGTON

Dear Dave:

Thanks very much for your letter of November 20, 19875 concerning the Philippines. That mation

The Philippines faces some daunting problems on both the economic and security fronts which concern all of us who wish President Aquino to succeed.

Hank Greenberg has been actively helping us on these problems in his capacity at the U.S./Philippine Business Council; and works regularly with Jim Kelly and Dick Childress of my staff. His recent suggestions on the economic front have been sent to Manila for comment. and an NSC challed meeting chairs by my Deputy, John Negroponte, was recently held on the same subject.

I believe Jim Kelly has spoken to you recently concerning Steve Bosworth's participation. We are reviewing the broader questions on an interagency basis and will factor your and Anne's observations into this process.

Again, thank you for writing and be assured we share your concerns.

Sincerely,

Mr. David M. Abshire 1800 K Street, N. W. Suite 400 Washington, D. C. 20006

Went of the services of the se

WASHINGTON

Dear Dave:

Thanks very much for your letter of November 20, 19875 concerning the Philippines. That was a second

The Philippines faces some daunting problems on both the economic and security fronts which concern all of us who wish President Aquino to succeed.

Hank Greenberg has been actively helping us on these problems in his capacity at the U.S./Philippine Business Council; and works regularly with Jim Kelly and Dick Childress of my staff. His recent suggestions on the economic front have been sent to Manila for comment and as NEC children by my Deputy, John Negroponte, was recently held on the same subject.

I believe Jim Kelly has spoken to you recently concerning Steve Bosworth's participation. We are reviewing the broader questions on an interagency basis and will factor your and Anne's observations into this process.

Again, thank you for writing and be assured we share your concerns.

Sincerely,

top Enby in Marle for comment.

Mr. David M. Abshire 1800 K Street, N. W. Suite 400 Washington, D. C. 20006 we have also met to do in the y bears where

disus;

NOV 23 1987

DAVID MANKER ABSHIRE

Suite 400, 1800 K Street, N.W. Washington, D.C. 20006

November 20, 1987

Post recy.

Honorable Colin Powell
Assistant to the President
for National Security Affairs
The White House
Washington, D.C. 20500

Dear Colin:

Yesterday Anne Armstrong, Hank Greenberg, chairman of American International Group (insurance), the largest foreign investor in the Philippines, and I were sharing our worries that one of the bright achievements of the Reagan Administration — the transition from dictatorship to democracy in the Philippines — could be lost in the last year of this Administration, with much criticism during the campaign.

Hank met recently with the Interagency Group. He also shared his views last week with George Bush, who promised to relate them to George Shultz. But Anne and I feel that his views deserve White House attention due to his unique sources and perspective.

The action idea that the three of us have is this: Steve Bosworth — so well respected in the Philippines and I think in both Defense and State Departments — should be brought back, perhaps with the personal rank of Ambassador to lead the integration of total Executive Branch, Congressional and Allied efforts toward saving the Philippines. To the Executive Branch and the Congress, this would send the signal of urgency and priority. The same to the Allies. My conversations with Nakasone, Takeshita, Abe, and Miyazawa in Tokyo in June led me to believe that Japan can be induced to do much more with untied aid to the Philippines in view of Japanese dependence upon those two bases for protection of their energy lifelines.

From his own sources, Greenberg emphasizes that time is urgent. Anne and I strongly endorse this, and wanted me to write on behalf of both of us. You, by the way, would do well to meet with Hank.

Keep up your good work.

With warm regards,

Sincerely yours.

81:8A 1 039-78

20

National Security Council The White House

arer 7	5. 23	System # _ Package # _ DOCLOG	8826 P A/O		
	SEQUENCE TO	HAS SEEN	DISPOSITION		
Bill Courtney	2	WH-	4		
Marybel Batjer		Mrs.	concus		
Paul Stevens	5	PM	n-		
John Negroponte	6	MA			
Colin Powell	7	0	<u>A</u>		
Paul Stevens WHC Lou Michael	4				
Situation Room					
West Wing Desk					
NSC Secretariat	8				
RTS	3	RTC			
I = Information	R = Retain	D = Dispatch N	= No further Action		
cc: VP Baker Other					
COMMENTS Should be seen by:					
RTC, Oore (Date/Time)					
	(WK			

TO

POWELL

FROM ABSHIRE, DAVID M DOCDATE 20 NOV 87

RECEIVED 01 DEC 87 17

KEYWORDS: PHILIPPINES

JAPAN

GREENBERG, HANK

ACP

SUBJECT: REQUEST POWELL MTG W/ HANK GREENBERG CHAIRMAN AMERICAN INTL GRP

/ INSURANCE

ACTION: PREPARE MEMO FOR POWELL DUE: 04 DEC 87 STATUS S FILES WH

FOR ACTION

FOR CONCURRENCE

FOR INFO

KElly, J: - out of town

COURTNEY

ZERWICK

MURPHY

W/ATTCH FILE (C)

COMMENTS

REF# LOG NSCIFID (JD) ACTION OFFICER (S) ASSIGNED ACTION REQUIRED DUE COPIES TO