pos reviewed to Majegronu to Destantin cation in Full 2012/02/13: LOC-HAK-152-5-8 **DEPARTMENT OF STATE** REFER TO DOS said. 80 and beyond airport boundaries at the company's Stratford, Conn., plant on Oct. 24, company officials participating in the Army's UTTAS effort is Boeing Vertol. October 29, 1974 Washington, D. C. 20520 During that flight, it was limited to hovering and low altitude maneuvers over the field. 90 knots and an altitude of about 1000 feet." Sikorsky Aircraft's Utility Tactical Transport Aircraft System (UTTAS) made its first flight Special Assistant to the Secretary SIKORSKY's UTTAS MAKES FIRST 'OVER-THE-FENCE' FLIGHT the-fence" The UTTAS prototype made its first flight Oct "the aircraft reached a speed of between Page 319 OSD REVIEWED 08-Mar-2011:

No Objection To Declassification in Full 2012/02/13: LOC-HAK-152-5-8-9

UNITED AIRCRAFT CORPORATION

Clark MacGregor Vice President

30 October 1974

Re: Iranian/U.S.A.

Helicopter Co-production

Essex International
Sikorsky Aircraft
Hamilton Standard
Norden
United Technology Center
United Aircraft Research Laboratories
Turbo Power and Marine Systems
United Aircraft of West Virginia
United Aircraft of Canada Limited
United Aircraft International

Pratt & Whitney Aircraft

The Honorable Henry A. Kissinger Secretary of State Washington, D.C. 20520

Dear Henry:

Enclosed are copies of recent correspondence with Bob Ellsworth. Bot tells me today that he is recommending a message to you from Jim Schlesinger delineating DOD's "fair and equal treatment" position.

Our Sikorsky Division seeks only an equal opportunity to compete in Iran with the Bell and Boeing Vertol Companies.

Ardeshir Zahedi advises that the Shah is currently giving "extended consideration" to the co-production proposals of Bell and Sikorsky.

Our people in Iran believe that His Imperial Majesty gives a technology and performance edge to Sikorsky and a "political" edge to Bell --- political in the sense that he feels an Iranian selection of one of the two U.S. Army UTTAS competitors would pose difficulties for our Department of Defense.

I realize that you have many sensitive and complex matters to discuss with the Shah. Consistent with the overall best interests of the United States, we hope you would find it appropriate to say to His Imperial Majesty:

That the U.S. Government, before DOD approval of the final UTTAS program, is entirely agreeable to an Iranian selection of any one of the three U.S. contractors' proposals for Iranian co-production.

Surely the foregoing statement constitutes a reasonable exposition of the "fair and equal treatment" philosophy, and cannot be construed as showing favoritism.

Like millions of other Americans, Barbara and I daily watch and read of your extraordinary efforts to build a stable structure of world peace. We wish you well.

Cordially,

Clark MacGregor

CM/w encls. 1125 15th Street, N.W. Washington, D.C. 20005 785-7400



ASSISTANT SECRETARY OF DEFENSE WASHINGTON, D. C. 20301

in reply refer to: 1-9794/74

2 5 OCT 1974

Mr. Clark MacGregor Vice President United Aircraft Corporation 1125 15th Street, N.W. Washington, D.C. 20005

Dear Clark:

I am happy to report that we have sent a message to the Military Assistance Advisory Group in Iran verifying the specifications on your S-70 presentation. We did of course point out that the performance specifications were based on different altitude and temperatures than other helicopter presentations previously furnished.

We do not have an inquiry from Iran on the availability of UTTAS for possible coproduction nor the essential details of such a project to establish a US Government position. We have conveyed to Iran the view that we stand ready to provide them information on competitive helicopter coproduction programs so that they can decide on a possible Iranian/US coproduction program.

Please let me know if we can be of any further assistance to you Sincerely yours, regard in this matter.

Assistant Secretary of Defense International Security Affairs

(Received at 9:30 A.m Oct. 30, 1974.)

Pratt & Wintney Aircraft
Essex International
Sworkey Aircraft
Hamilton Standard
Norden
United Technology Center
United Aircraft Research Laboratories
Turbo Power and Marine Systems
United Aircraft of West Virginia

United Aircraft of Canada Limited United Aircraft International UNITED AIRCRAFT CORPORATION

Clark MacGregor Vice President

24 October 1974

Honorable Robert Ellsworth Assistant Secretary of Defense International Security Affairs Room 4E806, Pentagon Washington, D.C. 20301

Dear Bob:

United Aircraft Corporation respectfully requests that the U.S. Government communicate to the Government of Iran:

- 1. That the performance specifications contained in Sikorsky Aircraft's October 1974 S-70 co-production offer to the Government of Iran are valid and are supported by the U.S. Government's Department of Defense, and
- 2. That the U.S. Government would, before U.S. Government approval of the final UTTAS program, be entirely agreeable to an Iranian selection of one of the two UTTAS contenders as the subject for a proposed Iranian co-production program.

We at United Aircraft appreciate the courteous consideration which you and other senior U.S. Government officials have given us in the past few weeks. We would like to have copies of any recent or future communications transmitted or to be sent by the U.S. Government to the Government of Iran regarding Sikorsky's efforts in the matters referred to above.

Sincerely yours,

(5) Clark MacGregor

Clark MacGregor

CM/w

cc: Honorable Robert Ingersoll Acting Secretary of State

Honorable Howard H. Callaway Secretary of the Army

Honorable Norman Augustine Assistant Secretary of the Army for Research & Development

1125 15th Street, N.W.