

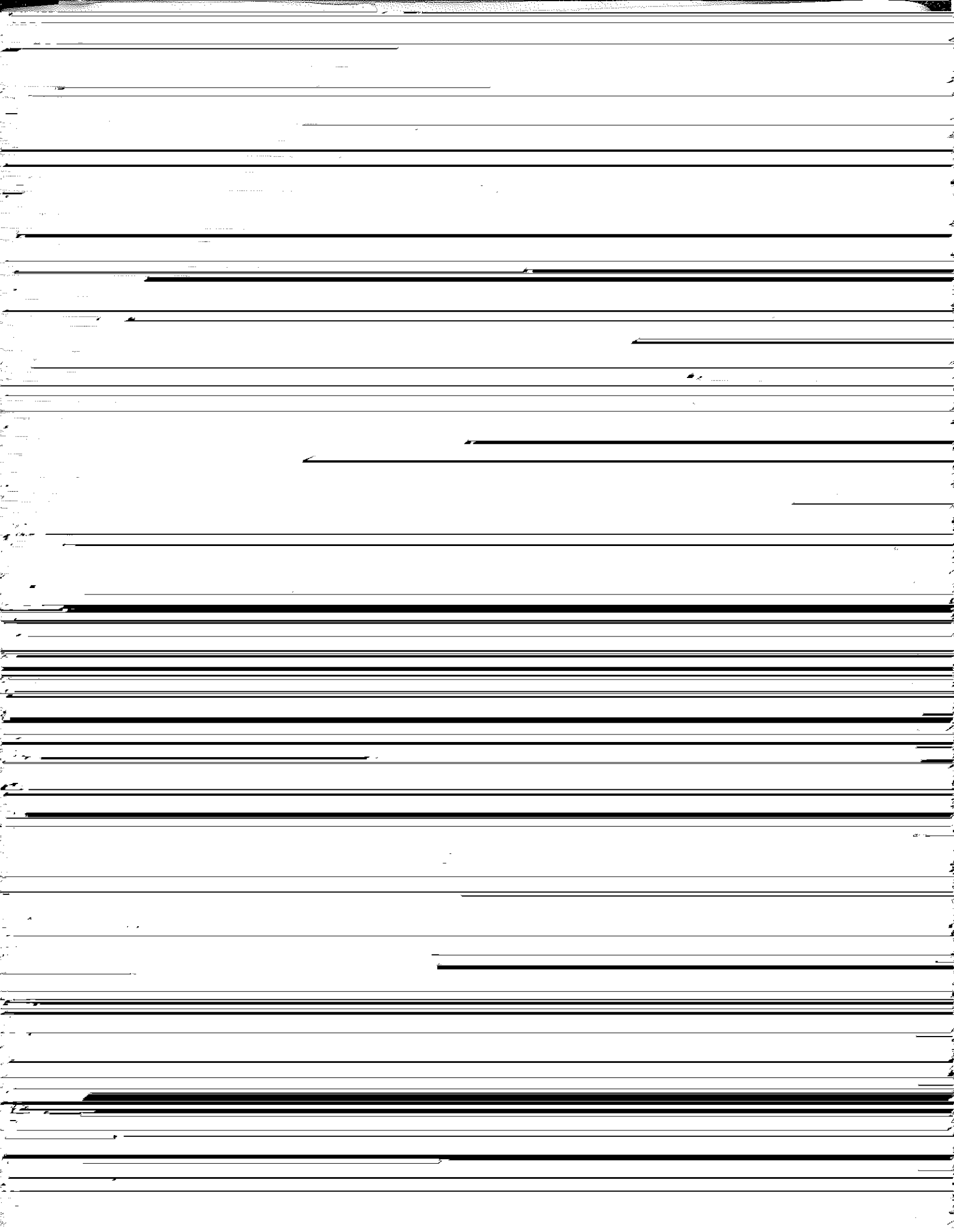
a) The government of Palau would receive \$7 million annually for the first ten years and \$6 million annually for the remaining five years. An additional \$1 million would be provided annually for infrastructure maintenance beginning

b) The government of the Marshall Islands would receive \$19 million annually for the first five year period. \$15 million annually in the subsequent



IV. STRATEGIC ISSUES

By virtue of Micronesia's designation as a strategic area, military considerations have played an important part in the United States administration of the Territory. While, as noted in the Carnegie study, the main objective of the administering Power has been to deny use of the islands to other powers, the U.S. has actually used the Territory to secure its own military and naval bases.





A staff report of the U.S. House of Representatives concluded that "from
... U.S. assistance has been questionable. After a

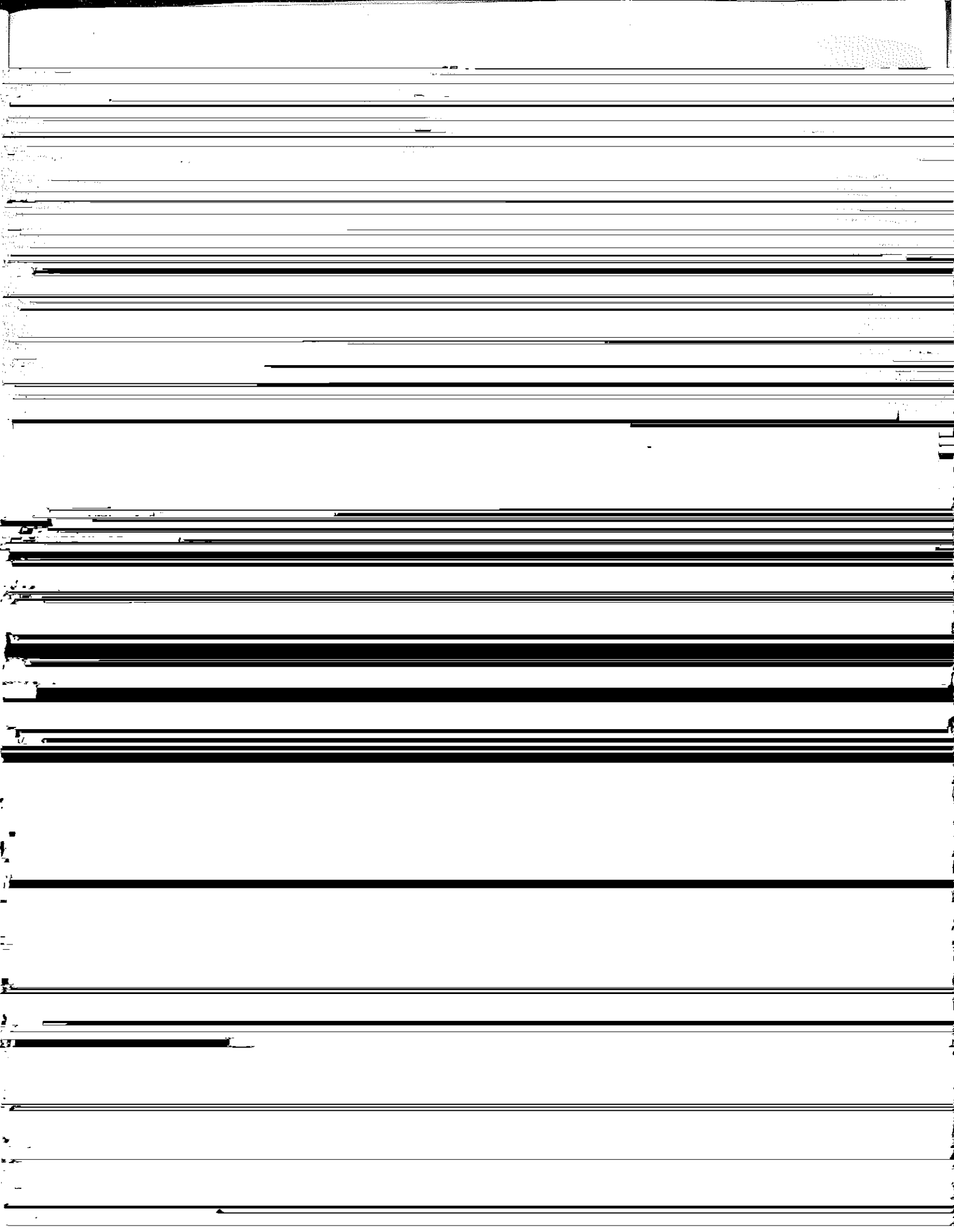
The utilization of the 200 mile economy zone, however, seems to offer the

~~potential for the exploitation of the Maritime's marine resources. As a~~

Of the total area, 73,647 hectares are privately owned and 109,584 hectares are classified as public land under the control of the Trust Territory Government. While most of the privately owned land is held by customary owners of the inhabitants.

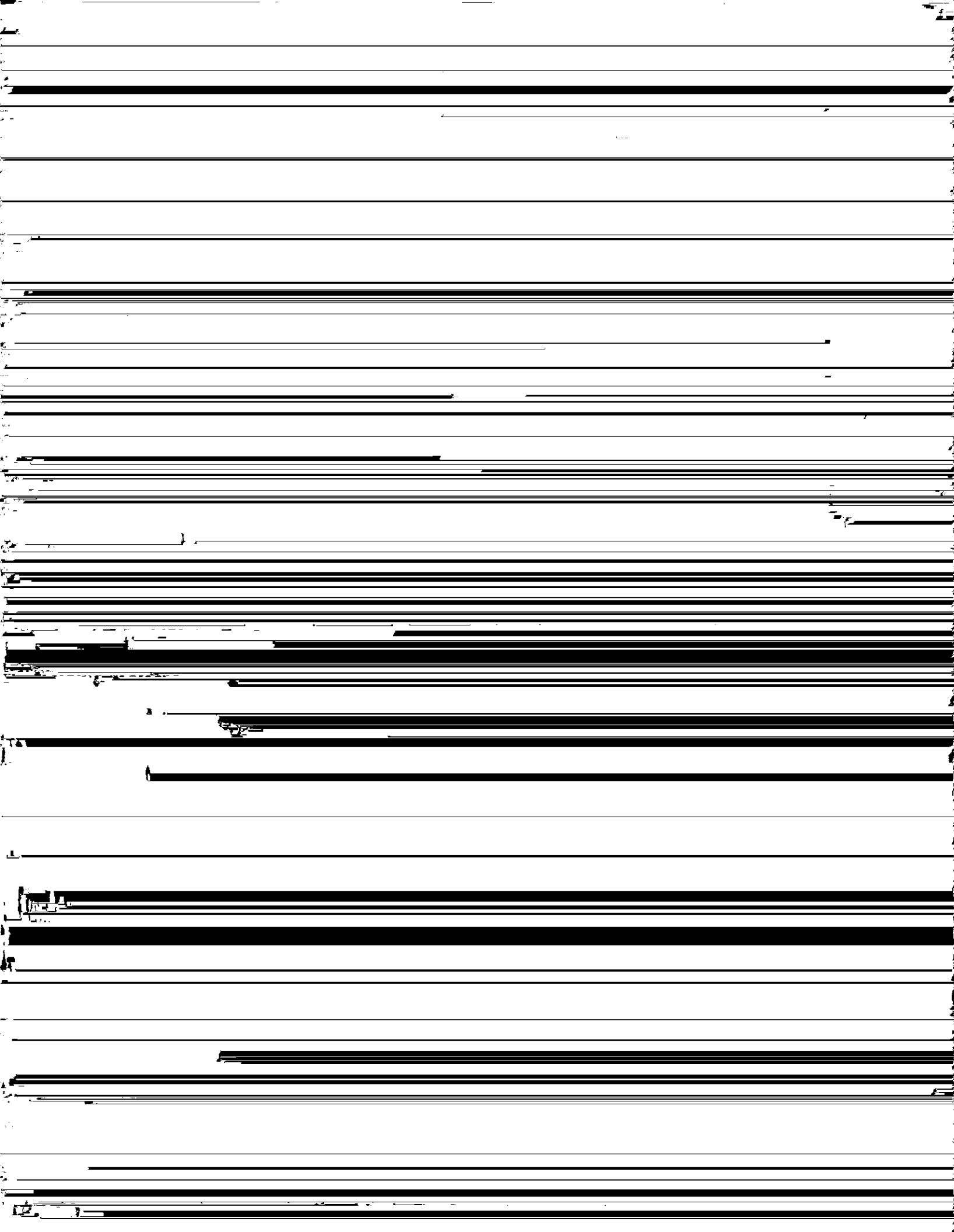
In 1976, the United Nations Visiting Mission to the Territory reported that although English was the language used in secondary schools, programmes

A. Action by the Security Council and Consideration by the Trusteeship Council



From 1951 through 1959, the Trusteeship Council, pursuant to Article 87(c) of the United Nations Charter, which provides for periodic visits by the Trusteeship Council to the respective trust territories, developed the practice of including in a single visiting mission all four Trust Territories in the Pacific - New Guinea, Western Samoa, Nauru, and the Trust Territory of the Pacific Islands. 130/ In 1960, the Council decided to send a separate

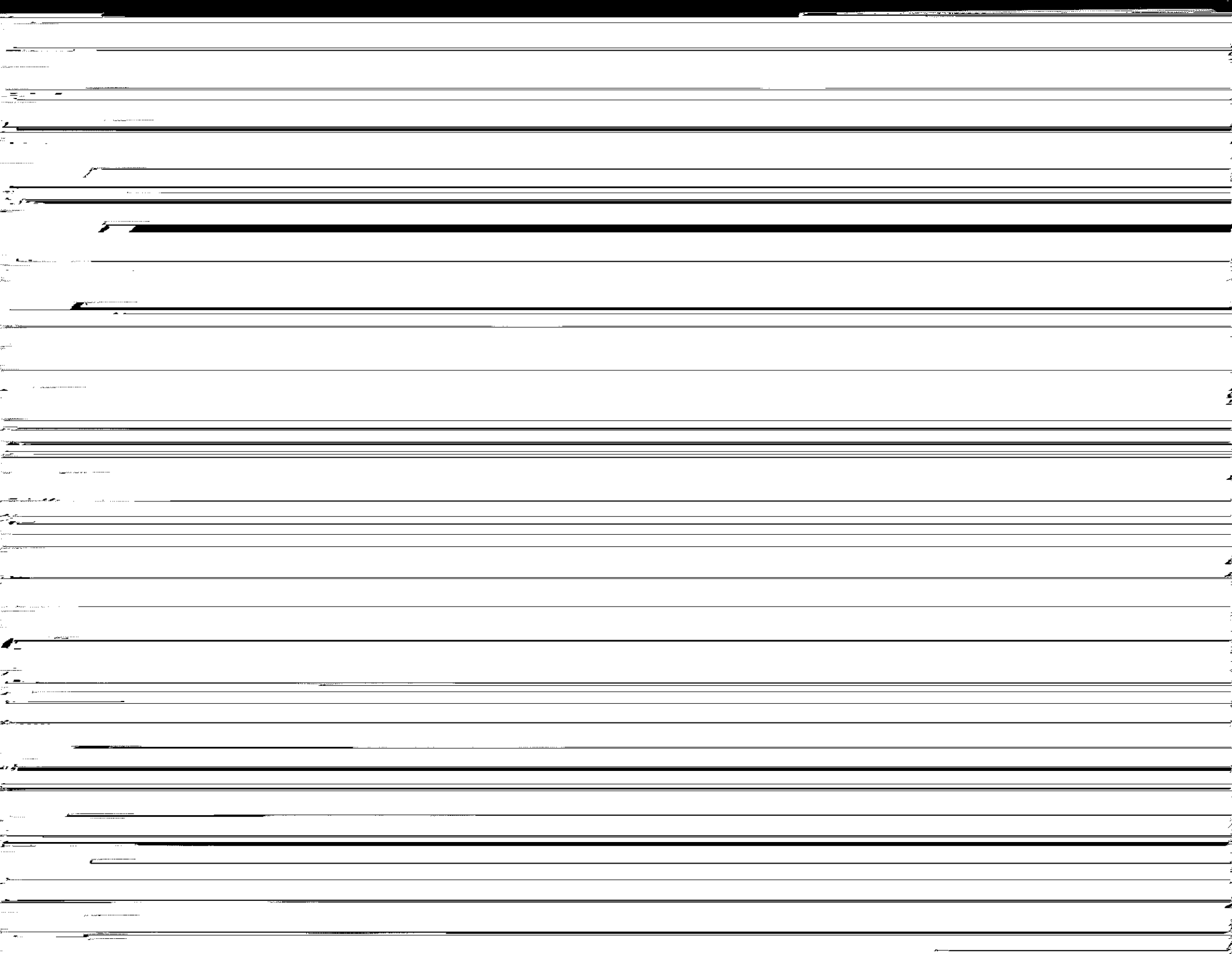
In June 1975, the Trusteeship Council agreed to send a visiting mission to observe the plebiscite in the Northern Mariana Islands District. 145/ The

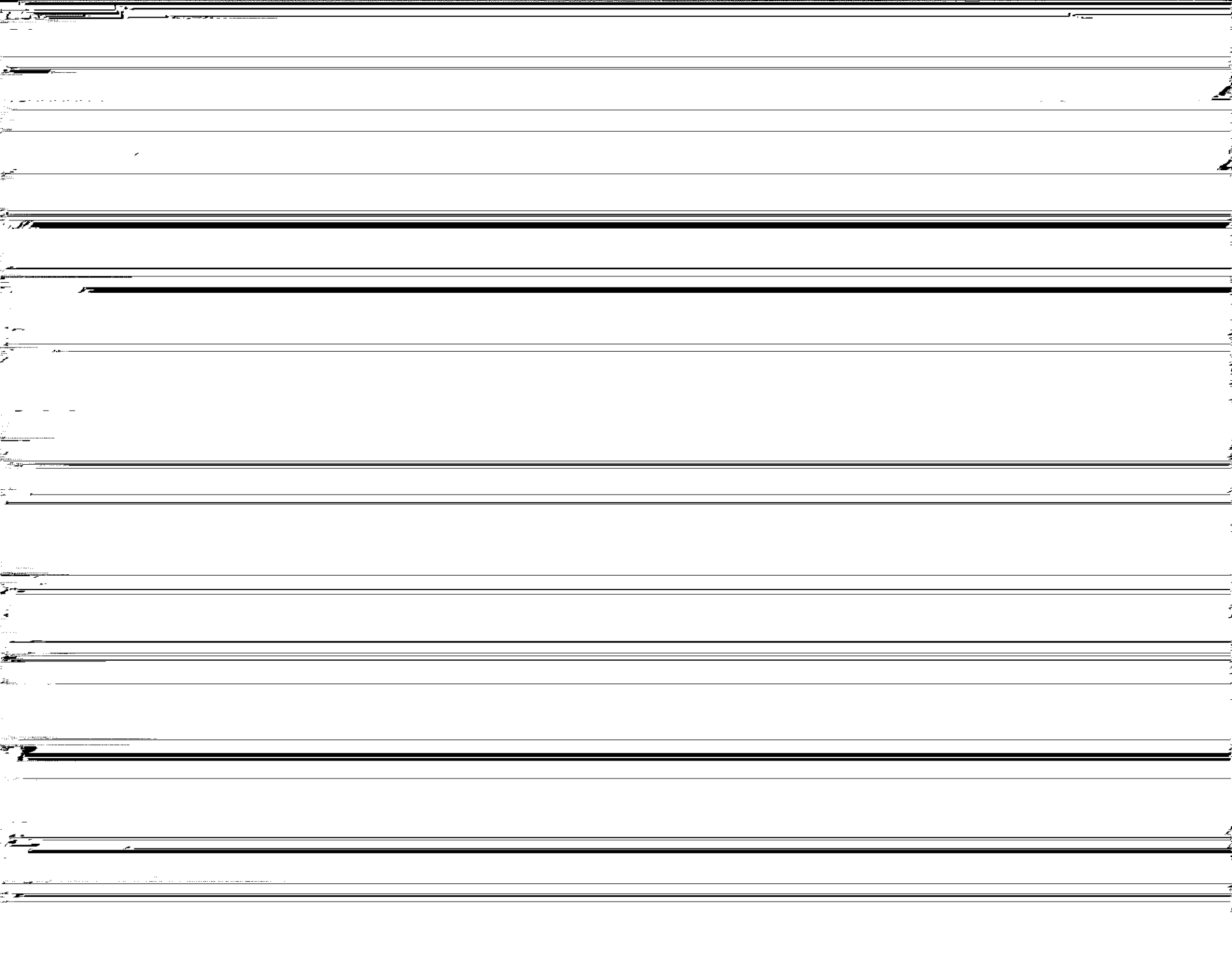


The United States wishes to record its view that the draft trusteeship agreement is in the nature of a bilateral contract between the United States, on the one hand, and the

These views appear to coincide also with the statements made on recent
visits to the United States in the Executive Council

Territory, citing its position that under the Charter all United Nations functions relating to strategic Trust Territories are exercised by the Security Council and do not come within the jurisdiction of the Special Committee, a subordinate body of the General Assembly. 162/ Beginning in 1971, the Special Committee has consistently urged the administering Powers





APPENDIX A

APRIL 1976