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OXMAN REACTIONS TO U.S. PROPOSALS ON MICRONESIAN LOS

1. Limit Micronesian control to marine resources vice control over all resources and make it a "link" to US recognition of need to build economic self-sufficiency for GOM per finance articles (or trade); do not link to foreign affairs or internal authority of GOM under Free Association.
2. U.S. control scientific exploration and deep sea mining.
3. Micronesians not sign Convention.
4. US negotiate on behalf of COM with Micronesian representation on US delegation.
5. No Micronesian access to ICJ or LOS dispute settlement machinery.
6. US not commit itself to enforce economic zone.

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PROPOSED JOINT GOM/US COMMISSION ON THE DEVELOPMENT OF  
MICRONESIAN MARINE RESOURCES

Purposes

1. Provide a mechanism for GOM/US to promote and regulate development of offshore resources in Micronesian waters
2. Provide a forum for reducing and/or eliminating disputes between GOM and US over Micronesian marine resources.
3. Provide an on-going mechanism for assuring protection to US foreign policy and security interests in the Western Pacific region of Micronesia by providing a forum for US views prior to GOM establishing Micronesian policies on marine resources.

Organization

1. Twelve members; six US appointed by Secretary of State and six Micronesians (one from each Micronesian State) appointed by Chief Executive of GOM. Two co-chairmen (one Micronesian-one US).
2. Costs of Commission shared equally between US and GOM.
3. Functions of Commission to be established under US/GOM protocol, e.g.,
  - a. Set development priorities and standards.
  - b. Identify commercial companies to exploit local resources and establish bidding procedures.
  - c. Identify issues to be addressed in bilateral or multi-lateral agreements to be negotiated with foreign governments.
  - d. Identify technical assistance needed.
  - e. Identify and secure available USG assistance.
  - f. Establish enforcement procedures.

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- g. Identify sources of capital investment.
- h. Establish US/GOM trade agreements for local marine resources.