My dear Mr. Socretary:

I have received your letter of 26 June 1962 and the copy of the proposed agreement between the Dopartment of the Navy and the Department of the Interior with respect to the transfer of responsibility for the administration of the Government of the Saipan District of the Trust Territory of the Pacific Islands enclosed therewith.

You indicate that this proposed agreement represents the views of the Department of the Interior and you request my early approval of the agreement in order that it may be forwarded for implementation prior to 1 July 1962. A review of the proposed agreement reveals that fricted 1, Section C pertaining to Real Property has been medified to include conditions not previously discussed by our respective representatives and on which fritter consultation should be held. I understand that each consultation is now underway between Navy and faterior representatives, with the hope of early resolution. However, in order that implementation of the transfer of the administration of the Saipan District may go forward on 1 July 1962, I am pleased to approve all other parts of the agreement as submitted.

Copies of the agreement less Article 1, Section C are being made available to the Commander in Chief, U. S. Pacific Fleet and the Commander U. S. Naval Forces Marianas, and to other naval activities for implementation on 1 July 1962.

Sincerely yours,

DELIVERZO TY SPECIAL MESSERGER THIS DATE SUM 2 9 1962

Scorifican of the navy

Madrable Stewart L. Udall Sterotary of the Interior Washington 25, D. C.

Copy to: Cumpacfly Cumnavmartanas