

AMERICAN INSTITUTE IN TAIWAN

1700 N. Moore Street Suite 1700 Arlington, Virginia 22209 Tel: (703) 525-8474 Fax: (703) 841-1385

December 20, 2013

Dr. King Pu-tsung
Representative
Taipei Economic and Cultural Representative
Office in the United States
4201 Wisconsin Avenue, N.W.
Washington, D.C. 20016

Dear Dr. King:

I am writing in reference to discussions between representatives of the authorities represented by the Taipei Economic and Cultural Representative Office in the United States (TECRO) and the authorities represented by the American Institute in Taiwan (AIT) in the course of the negotiation of the proposed Agreement for Cooperation Between the Taipei Economic and Cultural Representative Office in the United States and the American Institute in Taiwan Concerning Peaceful Uses of Nuclear Energy (the "Agreement for Cooperation") with regard to peaceful nuclear cooperation between TECRO, the authorities represented by TECRO and any authorized person within the territory of the authorities represented by TECRO and certain countries and individuals within those countries or under the jurisdiction of those countries. AIT recalls the following assurances from TECRO:

- The authorities represented by TECRO are committed to pursuing a civil nuclear program in a manner consistent with the spirit and letter of the Treaty on the Non-Proliferation of Nuclear Weapons ("NPT").
- The authorities represented by TECRO are committed to cooperating only with responsible states in executing Taiwan's civil nuclear programs and to adhering to the highest standards of nonproliferation.
- The authorities represented by TECRO are abiding by and intend to continue to abide by the provisions of the NPT and the United Nations Security Council Resolutions addressing nuclear activities of concern.

Dr. King Pu-tsung Representative December 20, 2013 Page 2

- The authorities represented by TECRO therefore do not intend to engage in any nuclear cooperation, to the extent the following information is available to TECRO, with any states that are subject to UN Security Council Chapter VII measures related to proliferation-sensitive nuclear activities, weapons of mass destruction-related activities, or activities related to the development of nuclear weapon delivery systems, such as ballistic missile-related programs; with any persons or entities designated for sanctions by the UN; or with any states that are in material non-compliance with International Atomic Energy Agency (IAEA) safeguards agreements or that have been identified by the IAEA Director General to the IAEA Board of Governors as having failed to provide the IAEA the level of cooperation required to resolve any outstanding questions in relation to the safeguards obligations of such state.
- The authorities represented by TECRO intend to engage in cooperation with third parties in the peaceful uses of nuclear energy consistent with the Guidelines of the Nuclear Suppliers Group (INFCIRC/254/Parts 1 and 2, as amended), and its associated understandings.

The authorities represented by AIT wish to recognize these assurances as reflecting the strong nonproliferation policies of the authorities represented by TECRO.

In view of the fact that the authorities represented by TECRO are not represented in the United Nations, at the IAEA, or in conferences of the Parties to the NPT, AIT wishes to assure TECRO that it will advise, as necessary and to the extent consistent with the obligations and commitments of the authorities represented by AIT, TECRO of relevant actions taken in the United Nations, at the IAEA, or by the Parties to the NPT relating to the aforementioned assurances.

AIT wishes to inform TECRO that its letter of December 20, 2013, and this response will be included in the set of documents submitted to Congress in connection with Congressional review of the Agreement for Cooperation.

Sincerely,

Barbara J. Schrage

Managing Director, AIT

Barba J. Sahng