

amount of cash plus a share of the resources of the lands being given up. In cash, the Alaskan Natives ask for \$500 million, to be paid \$100 million the first year and \$50 million a year for the next eight years. This comes to about \$1.50 an acre -- certainly a modest amount in view of the value of the lands and the nature and validity of the claims. As \$500 million paid over eight years is worth substantially less than \$500 million today, AFN asks that interest be paid on the unpaid balance at the prevailing Federal rate.

The Natives are surrendering aboriginal title to lands which they have used and occupied (in effect owned) over thousands of years. But they are going to remain on these lands and the lands will be developed and produce great wealth. Under such circumstances, the Natives should not be made mere observers; they are entitled to a continuing share in the development and wealth of their land which recognizes their past, present and future ties to the land.

Accordingly, the Natives ask for a continuing 2% overriding gross royalty from the proceeds of the lands which they are yielding by this settlement. As the most valuable lands claimed by the Natives will probably be selected by the State under the Statehood Act, as the Natives represent at least 20% of the State, and as their health, educational and economic needs are substantially greater than those of the non-Native population, the 2%