DEPARTMENT OF THE NAVY
OFFICE OF THE SECRETARY
1000 NAVY PENTAGON
WASHINGTON, D.C. 20350-1000

MODIFICATION TO CONTRACT No. N00024-71-C-0007

FOR DONATION OF EX-CAVALLA (AGSS 244)

WHEREAS the Parties mutually agree to terminate the contract; and

WHEREAS the Navy has determined that it is in the best interests of the Government to terminate the contract; and

WHEREAS the submarine ex-CAVALLA ("the Vessel") will be re-donated in place to the Park Board of Trustees of the City of Galveston and the Cavalla Historical Foundation, located in Galveston, Texas; and

WHEREAS the Vessel will remain in its present location at Seawolf Park in Galveston, Texas, both before and after termination of the contract;

NOW THEREFORE the Parties agree as follows:

1. Contract No. N00024-71-C-0007 is hereby terminated, effective as of the date of execution of the contract for the re-donation of ex-CAVALLA.

2. The Donee shall forfeit to the Government any and all rights it may have in the Vessel, including any improvements made to the Vessel by the Donee. Such forfeiture shall be at no cost to the Government.

3. Title to the Vessel will be transferred from the Donee to the Government, and immediately thereafter from the Government to the follow-on donees.

4. The Donee hereby certifies that the Vessel is not subject to any valid liens or rights <u>in rem</u>.

5. The effective date of this Modification shall be the date the Secretary of the Navy or his authorized representative re-donates the Vessel.

IN WITNESS WHEREOF, the undersigned hereby agree to the terms and provisions written above.

The UNITED STATES OF AMERICA,
Represented by the Department of the Navy

By Hansford T Johnson Date 6/30/03
Name: Hansford T. Johnson
Title: Secretary of the Navy
Acting

U.S. SUBMARINE VETERANS WORLD WAR II,
Texas, Inc.

By _____ Date 10/11/02
Name: William A. Coffey
Title: State Commander - Texas Chapter