PRESIDENT'S INTELLIGENCE CHECKLIST

1. CHIANG CHING-KUO'S VIEWS ON ACTION AGAINST THE MAINLAND.

THE GRC WOULD BE UNWISE TO FOLLOW THE UNITED STATES' WISHES COMPLETELY REGARDING MAINLAND RECOVERY. UNDER PRESENT CONDITIONS THE CHINESE ON TAIWAN WERE SITTING AND WAITING FOR THEIR DEATH.

2. EVIAN NEGOTIATIONS STILL UNCERTAIN. WHILE THE FRENCH BELIEVE THE TALKS WILL BE RESUMED SOON, TERMS FOR REDEMPTION HAVE NOT BEEN SETTLED. FRENCH NEGOTIATOR JOSEPH HAS HINTED PRIVATELY THAT FRANCE MAY BE WILLING TO SOFTEN ITS POSITION ON GHARAN SOVEREIGNTY.

NOTES

A. QASIM MADE A STRONGLY-WORDED SPEECH YESTERDAY, BUT TOOK NO ACTION AGAINST THE BRITISH.

B. JAPAN HAS DECIDED TO REFUSE ENTRY TO ALL FOREIGN DELEGATIONS TO THE JAPANESE
C. Portuguese forces in Angola have reoccupied several towns in the interior, but are not having much success in rural areas.

D. The first busload of West German delegates to the Church Congress in West Berlin (July 19-23) passed through East Germany Thursday un molested.

E. The Soviet missile range instrumentation ships are leaving port and moving toward their positions in the Pacific.

F. Communist China has scheduled missions next month to Canada and Australia to negotiate next year’s grain deliveries.

G. Press speculation that Diefenbaker may call a general election in Canada this fall seems to us well-founded. Canadian-US relations will probably be a major issue.

H. Sukarno is finally back in Djakarta; there may be cabinet changes, but he is unlikely to disturb the political balance between the Communists and the Army.

I. Soviet ambassador Menshikov is leaving for Moscow Monday for what he describes as a six-week holiday.

J. There have been no significant developments in either Laos or the Congo.

END OF MESSAGE