

#### 28 FEBRUARY 1958

#### I. THE COMMUNIST BLOC

USSR - Two major nuclear tests at Novaya Zemlya.

 $\bigcirc$ 

3

④

(5

USSR - Central committee approves Khrushchev's machine tractor policy.

Tito plans "dramatic" diplomatic initiative regarding summit talks to bolster Yugoslav prestige.

#### IL ASLA-AFRICA

Moroccan King feels **US** prestige in Morocco has declined to point where continued pro-American stand may endanger his own position.

Spanish West Africa - Madrid reports claim successes against guerrillas, but any respite may be temporary. (5)

- Egypt Nasir criticizes Iraq-Jordan federation, Baghdad Pact as "imperialist."
- Cyprus Greek foreign minister expects next British proposals may be acceptable to Greece; Turks, Makarios, and EOKA will probably balk.

#### III. THE WEST

- Argentine president-elect asks discussions with United States, probably seeking loan.
- Cuban rebels adopt tactics of scattered terrorist and sabotage exploits to attract attention.

 $( \mathbf{e} )$ 

# CENTRAL INTELLIGENCE BULLETIN

## 28 February 1958

# DAILY BRIEF

#### I. THE COMMUNIST BLOC

<u>\*Soviet nuclear tests</u>: Two high-yield nuclear tests were conducted by the USSR at its Novaya Zemlya proving ground within a three-hour period on 27 February-the first time that any nation has staged two such tests in a single day. Preliminary estimates of the Joint Atomic Energy Intelligence Committee

NO

OR

One to three TU-16's were in the proving ground area at the time of the first test. Two more TU-16's, and possibly a TU-95, were involved in the second. (Page 1) (Map)

\*USSR: Signs of disagreement noted earlier in the Soviet leadership over Khrushchev's agricultural proposal were not reflected in the 27 February announcement of the party central committee's approval of the plan. Implementation now appears certain. High-level opposition is no longer possible without provoking a political showdown. (Page 2)

i



Yugoslavia: The regime appears to be preparing to undertake a dramatic new diplomatic initiative for the purpose of fostering East-West summit talks, in an effort to bolster Yugoslavia's international prestige. Frustrated as a result of Belgrade's increasingly isolated position between East and West, Tito probably feels compelled to create the impression that he is once again playing an important role in international affairs before the national elections on 23 March and the Yugoslav party congress scheduled for April. (Page 3)

#### II. ASIA-AFRICA

<u>Morocco</u>: American prestige is apparently declining sharply in North Africa and particularly in Morocco. The King fears the loss of his own popularity and influence within the Moroccan Government should he continue to hold a pro-American position. He is under constantly increasing pressure to adopt a more neutralist attitude.

### (Page 4)

Spanish West Africa: The second phase of Spanish-French operations in Spanish Sahara has ended with Army of Liberation irregulars absorbing a "hard beating,"

PR

ÅR

ho

Many

of the guerrillas have probably taken temporary refuge on Moroccan territory, giving the French and Spanish only a respite. (Page 5) (Map)

<u>Nasir's 26 February speech:</u> Nasir's public attack on the Baghdad Pact and the Iraqi-Jordanian federation as unions formed by "imperialists" opposing his program for Arab unity probably foreshadows another Egyptian-Syrian campaign to drive a wedge between King Saud and the Iraqi-Jordanian federation and to undermine the government of Jordan. In developing psychological support for such a campaign, Nasir may use a rejuvenated government of "Arab Palestine" to appeal to the Arab refugees in Jordan. (Page 6)

28 Feb 58

### DAILY BRIEF

ii

On the basis of findings by its Watch Committee as of 27 February 1958, the Intelligence Advisory Committee concludes that tensions in the Middle East continue to create possibilities for serious incidents. Although Arab states have recently appeared concerned over immediate Israeli intentions, a deliberate initiation of hostilities in the Middle East is considered unlikely.

<u>Cyprus:</u> New British proposals are anticipated which will probably include an interim period of self-government followed by a plebiscite on the island's future status, and the granting of a military base on Cyprus to Turkey. Although the Greek foreign minister seems receptive to these ideas, the immediate reaction of Archbishop Makarios, EOKA, and Turkey will probably be unfavorable. (Page 7)

On the basis of findings by its Watch Committee as of 27 February 1958, the Intelligence Advisory Committee concludes that there is no evidence of Sino-Soviet intention to become militarily involved in the Indonesian situation. The Djakarta government is apparently determined to take measures to subdue the dissidents by economic blockade and military action. An early resolution of the issue is unlikely. Sukarno's uncompromising attitude, his charge of Western interference, and the continuing economic and administrative deterioration favor the Communist position on Java and exploitation by the Sino-Soviet bloc.

## III. THE WEST

Argentina: President-elect Frondizi, has told the American Embassy in Buenos Aires that he desires "frank and informal discussions" with the United States. This approach is probably a buildup to a request for a large loan. (Page 8)

28 Feb 58

No

ro

ĥO

#### DAILY BRIEF

iii

## TOP SECRET

Approved for Release: 2019/08/20 C03179857

<u>Cuba</u>: Rebel leader Fidel Castro's campaign against President Batista has apparently entered a new phase of attracting attention by daring exploits in Havana in lieu of inconclusive military skirmishing in the mountains of eastern Cuba. Scattered incidents of terrorism and sabotage continue throughout the island, and Castro continues to call for a general strike as a means of ousting Batista or forcing postponement of the elections scheduled for 1 June. There is as yet no indication that the government's position is seriously threatened.

### IV. SIGNIFICANT INTELLIGENCE REPORTS AND ESTIMATES

(Available during the preceding week.)

Estimate of the World Situation. National Intelligence Estimate Number 100-58, 26 Feb 58

Prospects and Consequences of Arab Unity Moves. Special National Intelligence Estimate Number 30-58, 20 Feb 58.

Sino-Soviet Bloc Economic Activities in Underdeveloped Areas, 1 July through 31 December 1957. Economic Intelligence Committee. Economic Intelligence Report Number EIC - R 14 - S 4, 28 Feb 58.

28 Feb 58

DAILY BRIEF

Approved for Release: 2019/08/20 C03179857

TOP SECRET

iv



## I. THE COMMUNIST BLOC

#### USSR Conducts Two Nuclear Tests

on Same Day

The Soviet Union on 27 February conducted two high-yield nuclear tests within three hours at the new Novaya Zemlya proving ground for multimegaton weapons.

The Joint Atomic Energy Intelligence Committee issued the following statement at 1000 hours: "An explosion has been detected by the Atomic Energy Detection System as having occurred at 07 hours 59 minutes 17.4 seconds Zebra, 27 February 1958 in the vicinity of Novaya Zemlya (74°N, 55°E).

Although the data reported up to this time are too sparse to provide a reliable estimate of yield, it is possible to say that the explosion is about the same size as that observed at Novaya Zemlya on 23 February 1958, \_\_\_\_\_\_. Nuclear confirmation cannot be expected prior to 2 March 1958."

A second JAEIC statement at 1700 hours said: "A second explosion on 27 February 1958 has been reported by the Atomic Energy Detection System as having occurred at about 1030 hours Zebra, in the vicinity of Novaya Zemlya (74°N, 55°E).

Although

s.

the data reported up to this time do not permit a reliable estimate of yield, it is possible to say that the explosion is somewhat smaller in size than that observed earlier on this same date. The revised preliminary estimate of the yield of the earlier explosion at 0759 Zebra is now about 3 MT with about 1 MT estimated for this second test. Nuclear confirmation cannot be expected prior to 3 March 1958,

TOP SECRET

28 Feb 58

CENTRAL INTELLIGENCE BULLETIN Page 1 Approved for Release: 2019/08/20 C03179857

## Central Committee Approves Khrushchev's Agricultural Proposal

The central committee of the USSR's Communist party has endorsed Khrushchev's proposal for transferring Soviet agricultural machinery from the machine tractor stations to the collective farms. Implementation of the reorganization is practically assured and the approval gives Khrushchev a club with which to beat down any rearguard opposition such as the "anti-party group" which formed against his industrial reorganization plan last year.

The central committee convened on 25-26 February, heard a report by Khrushchev, and, "recognizing the correctness and timeliness of the proposal," apparently adopted it in short order. Neither the speed with which the plenum reached a decision nor the working of the announcement reflect earlier suggestions of high-level disagreement over the proposal.

The central committee put forth a five-point decision which followed closely the pattern laid down by Khrushchev last month in Minsk. A nation-wide discussion of the plan is now to take place, after which it will be submitted to the next session of the Supreme Soviet for approval. Khrushchev himself has been appointed to present the final proposal to the Supreme Soviet.

While specific details of the proposal have apparently still not been formulated, control of the machinery by the collective farms should result in real improvement in agricultural efficiency, perhaps even during the 1958 growing season for those collective farms receiving machinery immediately.

## -CONFIDENTIAL

28 Feb 58

CENTRAL INTELLIGENCE BUILLETIN Page 2 Approved for Release: 2019/08/20 C03179857

Approved for Release: 2019/08/20 C03179857 CONFIDENTIAL

## Tito Seeks to Restore Yugoslav International Prestige

President Tito apparently is about to attempt to regain his influence in international affairs. His recent efforts to assume a leading role among the "unattached" states and in the preparations for a summit meeting have failed, as apparently have his efforts to overcome his isolation between East and West. The US Embassy reports that the Tito regime considers the decline in its international prestige "intolerable."

Ambassador Rankin observed on 26 February that the "atmosphere in Belgrade is ripe for some type of Yugoslav effort to reassert the pretension of playing a major role on the world scene."

The Yugoslav party congress in April and national elections scheduled for March are immediate reasons for Tito to attempt some dramatic gesture. In the past, his ability to give the appearance of playing an international role far beyond that which his country merited has been a major element in stemming his internal opposition and maintaining popular support for his regime.

## -CONFIDENTIAL

28 Feb 58

CENTRAL INTELLIGENCE BULLETIN Page 3 Approved for Release: 2019/08/20 C03179857

## II. AŞIA-AFRICA

# Moroccan King Reported Concerned Over Growing Anti-American Sentiment

American prestige is reported to have recently declined so sharply in Morocco that King Mohamed V, who has been closely identified with a pro-American position, apparently fears the loss of his own popularity and influence within his government. In the King is under increasing pressure within his cabinet--where recently only he took a position favorable to the United States on an issue under consideration--to adopt a more neutralist position. Strong internal security measures recently imposed in Morocco are apparently designed in part as an immediate means of combating this growing anti-Western feeling, but the King seems to be relying ultimately on American economic aid and, presumably, also diplomatic support visa-vis France and Spain.

Significant but ill-defined anti-American sentiment has long existed in Morocco, fed by an underlying popular suspicion that the United States is underwriting the efforts of France and Spain to maintain their positions in North Africa. This sentiment was noticeably stimulated by France's use of American-made aircraft in its 8 February attack on the Tunislan border village of Sakiet Sidi Youssef. It has now apparently reached such proportions that the King is said to fear repercussions damaging to United States interests will occur throughout North Africa if this trend is not halted "immediately." These repercussions would include the replacement of the Bourguiba government in Tunisia, the domination of the Algerian National Liberation Front by its most extreme and pro-Egyptian elements, and the loss of the King's present ability to influence decisively the dominant political forces within his own government.



28 Feb 58

Approved for Release: 2019/08/20 C03179857 Page

4

-<del>SECRET</del>-



Approved for Release: 2019/08/20 C03179857

Army of Liberation guerrillas absorbed a "hard beating" as a result of the Spanish-French military operations in Spanish Sahara which ended on 25 February,

Approved for Release: 2019/08/20 C03179857

SECRET

Official casualty statistics will apparently not be released, but Madrid officials are saying they expect the Sahara to be quiet "for some time." This seems unlikely, however, as many of the guerrillas have probably taken temporary refuge in Moroccan territory. At best, the two powers may get a short breathing spell during which Spain apparently intends to reorganize its defenses in the area and to maintain daily liaison by radio with French forces in Mauritania. The Spanish are sending more supplies and equipment to the Ifni enclave, where some fighting presumably continues.

A statement may soon be forthcoming from Rabat officially endorsing for the first time most of the extensive western Saharan claims long advanced by extremists of the dominant Istiqlal party. Such a statement would probably include an assertion that Colomb-Bechar and Tindouf, now administered by France as parts of Algeria, are Moroccan. Already Moroccan King Mohamed V, in a 25 February speech at a remote Moroccan village near the undefined frontier with the Algerian Sahara, has specifically underscored Morocco's "historic rights" and the determination of his government to seek the return of "our Sahara." This week Rabat also, in effect, formally protested consideration by the International Bank for Reconstruction and Development of a loan requested by a French mining company which hopes to exploit iron ore deposits in the Fort Gouraud area of Mauritania.



5

28 Feb 58 CENTRAL INTELLIGENCE BULLETIN Page Approved for Release: 2019/08/20 C03179857

### Nasir's Speech May Herald New Pressures on Jordan

Approved for Release: 2019/08/20 C03179857

Nasir's 26 February speech in Damascus attacked the Baghdad Pact and the Iraqi-Jordanian union as "false federations" which would be overcome by the movement for greater Arab unity, presumably led by his own United Arab Republic (UAR). By suggesting that the federation of the two monarchies is an "imperialist" device, Nasir probably hopes to scuttle Iraqi and Jordanian efforts to gain the adherence of King Saud and at the same time further his own campaign to undermine the Jordanian Government. Before Nasir's speech, a Saudi Foreign Ministry official had said the King intended to favor the Iraqi-Jordanian union although he would join neither group formally.

Nasir is reported to be planning to bring Gaza into the UAR, after restoration of an all-Palestine government. A preliminary step in that direction seems to be indicated by an Egyptian announcement on 25 February that new executive and legislative councils have been established in Gaza. These councils would probably serve as the instruments for approving union with the UAR.

Such a move would provide psychological support for Palestinian Arab agitation against the Jordanian Government, which in 1950 annexed a portion of Palestine along the west bank of the Jordan River. Further pressure on the Iraqi-Jordanian federation could result from an increase of Egyptian-Syrian military strength in Syria. American military attaches in Damascus report indications that such a build-up may be planned.



28 Feb 58

CENTRAL INTELLIGENCE BULLETIN Page 6 Approved for Release: 2019/08/20 C03179857

#### **Cyprus Situation**

The Greek Government now appears ready to accept British proposals, which it expects within 20 days, for a Cyprus solution, and Foreign Minister Averoff is optimistic that a settlement of the issue is possible. Averoff believes that the proposals will involve a period of self-government for Cyprus, to be followed by a plebiscite to determine the island's future status. The Cypriots probably would vote for enosis--union with Greece. The Greeks assume that, to placate the Turks, the British plan will include provisions for establishing a Turkish military base on Cyprus and international guarantees for the Turkish minority on the island.

While Averoff's apparent willingness to accept a Turkish base on the island is a hopeful sign that progress on the issue is possible, his optimism about a settlement is probably unwarranted. London probably has not yet decided on a specific plan for a Cyprus settlement. While proposals along this line were discussed during the recent Anglo-Greek conversations, London is likely to consult further with the Turks before making definite offers. The Turks remain firmly opposed to enosis and continue to demand partition of the island. There is also little likelihood that Archbishop Makarios or EOKA would accept any plan including the presence of Turkish troops on Cyprus. In addition, a cabinet crisis, which appears to be developing rapidly in Greece, could seriously weaken the Karamanlis government and reduce chances for advance on the Cyprus issue at this time.



28 Feb 58

CENTRAL INTELLIGENCE BULLETIN Page 7 Approved for Release: 2019/08/20 C03179857

#### III. THE WEST

# New Argentine Government Probably Will Seek US Loan

President-elect Frondizi's request to the American Embassy in Buenos Aires for "frank and informal" discussions is his first direct contact with any United States official, and it probably foreshadows a request for a large loan. Frondizi, who has been critical of the United States, is essentially an opportunist, and

plans to conduct his dealings in a "businesslike way" since he considers his position analogous to that of a "chairman of the board of a corporation with 20,000,000 stockholders."

When he takes office on 1 May, Frondizi will be confronted with increasingly serious trade and payments deficits and with the task of rehabilitating the state-owned power, transport, steel, and oil-producing facilities. The provisional Aramburu government has estimated the cost of Argentina's immediate needs for transportation and basic industry in the government sector as \$1.3 billion in hard currencies. The government has recently sent a trade mission to the Soviet bloc in search of industrial credits.

**F**rondizi plans to send a representative to the United States immediately to solicit investments. He says he also plans to encourage local private enterprise but that he must first get financial help for existing government utilities.

## -SECRET

28 Feb 58

CENTRAL INTELLIGENCE BULLETIN Page 8 Approved for Release: 2019/08/20 C03179857

# CENTRAL INTELLIGENCE BULLETIN

### 28 February 1958

# DAILY BRIEF

#### I. THE COMMUNIST BLOC

<u>\*Soviet ndclear tests</u>: Two high-yield nuclear tests were conducted by the USSR at its Novaya Zemlya proving ground within a three-hour period on 27 February-the first time that any nation has staged two such tests in a single day. Preliminary estimates of the Joint Atomic Energy Intelligence Committee

One to three TU-16's were in the proving ground area at the time of the first test. Two more TU-16's, and possibly a TU-95 were involved in the second. (Page 1) (Map)

\*USSR: Signs of disagreement noted earlier in the Soviet leadership over Khrushchev's agricultural proposal were not reflected in the 27 February announcement of the party central committee's approval of the plan. Implementation now appears certain. High-level opposition is no longer possible without provoking a political showdown. (Page 2)

Yugoslavia: The regime appears to be preparing to undertake a dramatic new diplomatic initiative for the purpose of fostering East-West summit talks, in an effort to bolster Yugoslavia's international prestige. Frustrated as a result of Belgrade's increasingly isolated position between East and West, Tito probably feels compelled to create the impression that he is once again playing an important role in international affairs before the national elections on 23 March and the Yugoslav party congress Scheduled for April. (Page 3)

On the basis of findings by its Watch Committee as of 27 February 1958, the Intelligence Advisory Committee concludes that tensions in the Middle East continue to create possibilities for serious incidents. Although Arab states have recently appeared concerned over immediate Israeli intentions, a deliberate initiation of hostilities in the Middle East is considered unlikely.

On the basis of findings by its Watch Committee as of 27 February 1958, the Intelligence Advisory Committee concludes that there is no evidence of Sino-Soviet intention to become militarily involved in the Indonesian situation. The Djakarta government is apparently determined to take measures to subdue the dissidents by economic blockade and military action. An early resolution of the issue is unlikely. Sukarno's uncompromising attitude, his charge of Western interference, and the continuing economic and administrative deterioration favor the Communist position on Java and exploitation by the Sino-Soviet bloc.

<u>Cuba</u>: Rebel leader Fidel Castro's campaign against President Batista has apparently entered a new phase of attracting attention by daring exploits in Havana in lieu of inconclusive military skirmishing in the mountains of eastern Cuba. Scattered incidents of terrorism and sabotage continue throughout the island, and Castro continues to call for a general strike as a means of ousting Batista or forcing postponement of the elections scheduled for 1 June. There is as yet no indication that the government's position is scApproved for Release: 2019/08/20 C03179857