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29 January 1960

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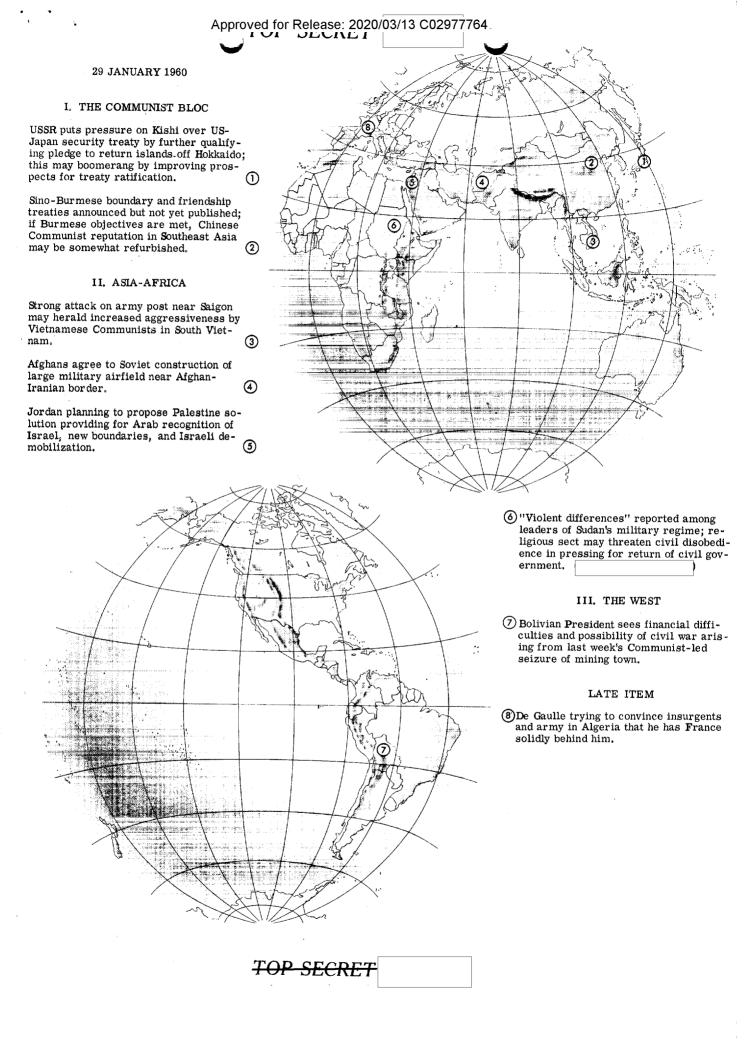
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29 January 1960

DAILY BRIEF

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I. THE COMMUNIST BLOC

USSR-Japan: The Soviet Union has responded to the signing of the US-Japanese security treaty by a note formally withdrawing its pledge to return the Habomai and Shikotan islands off northern Hokkaido to Japan after the conclusion of a Soviet-Japanese peace treaty. Moscow now will return the islands after such a treaty only if all foreign troops are withdrawn from Japan. Although the Soviet leaders probably do not expect this maneuver to prevent ratification of the treaty by the Japanese Diet, they probably felt impelled to follow up their prolonged propaganda warnings about the dangerous consequences of the treaty with some retaliatory action. Withdrawal of the pledge to return the islands is designed to emphasize Moscow's displeasure with the Kishi government and to warn that there is no prospect for any improvement in Soviet-Japanese relations as long as Kishi retains power.

A top Japanese Foreign Ministry official has asserted that the ministry believes the Soviet note may in fact be a blunder that would strengthen Prime Minister Kishi personally and improve prospects for ratification of the treaty.

Communist China - Burma: A border agreement and a treaty of friendship were announced in a Sino-Burmese joint communique of 28 January. If the border agreement substantially fulfills Burmese objectives, it will help Communist China refurbish its reputation in South and Southeast Asia. The details of the agreement will not be released until 30 January. (CONFIDENTIAL) It is not clear from the announcement whether it is an agreement covering only "matters of principle," such as the Chinese desired, or the more definitive settlement desired by the Burmese.

some unre-

solved differences still remained and would be referred to a joint commission.

TOP SECRET

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II. ASIA-AFRICA

South Vietnam: The Diem regime, which has had a persistent internal security problem, now may be facing increased aggressiveness by Vietnamese Communist elements in South Vietnam. A force of several hundred Communists recently attacked a South Vietnamese Army regimental headquarters about 50 miles northwest of Saigon, inflicting numerous casualties and seizing large quantities of arms. In addition, there is an as yet unconfirmed report that large numbers of North Vietnamese have recently infiltrated South Vietnam through Cambodia. (Page 1)

Afghanistan: Kabul has apparently approved an agreement for Soviet construction of a military airfield at Shindand, in western Afghanistan 40 miles from the Iranian border. The new field, like the one just being completed at Bagram, is to be capable of handling most types of jet aircraft, and Iran is likely to show concern over this new "Soviet threat" to its northeastern region. The work probably is to be done under the technical and economic assistance agreement signed on 28 May 1959, which also provided for Soviet improvement of the Kushka-Herat-Shindand-Kandahar road. (Page 2) (Map)

Jordan-Palestine: The Jordanian Government, in reaction to other Arab proposals for a separate Palestine state and government, intends to submit a comprehensive plan for settlement of the Palestine question at the meeting of the Arab League foreign ministers in Cairo on 8 February. King Husayn has said that details of the plan have not yet been worked out but that it would abandon the "Arab legend" that Israel should be pushed into the sea and would propose a frontier somewhere between the 1947 UN partition line and the present armistice lines.

Arab recognition of Israel as a "religious state," demobilization of Israeli armed forces, and establishment of Arab-Israeli trade relations. These terms are unlikely to be acceptable?

29 Jan 60

DAILY BRIEF

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TOP SECRET

Approved for Release: 2020/03/13 C02977764 TOP SECRET

either to other Arab states or to Israel, and the plan almost certainly will arouse hostile criticism at the Arab I eague meeting. (Page 3)

Sudan: The political situation in the Sudan has been unstable for some time. Most recently on 23 January,

there are "vio-

Ient differences" in the Supreme Council of the Armed Forcesthe top governing body--and predicted cabinet changes and "a great purge of police and investigations" personnel.

the head of the large and influential
Ansar religious sect intends to threaten a campaign of civil
disobedience in order to press Prime Minister Abboud to carry
out measures for a gradual transition from military to civilian
government. (Page 4)

III. THE WEST

Bolivia: President Siles has expressed to the US ambassador grave concern over the situation resulting from the Communist-led seizure last week of Huanuni, a key tin-mining town in central Bolivia. Siles said the way is now open for Communists to seize the major city of Oruro, 40 miles away on the railroad to La Paz, and stressed the possibility of civil war. He also emphasized that disruption of an important segment of the tin-mining industry would result in even greater Bolivian financial difficulties. The American Army attache characterizes the Huanuni episode as the most daring exploit of the Bolivian Communist party to date. Siles, who may be reluctant to cause further bloodshed, is said to question whether the army could dislodge the Communist-led miners' militia controlling the town.

(Page 5) (Map)

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29 Jan 60

DAILY BRIEF

iii

TOP SECRET

LATE ITEM

*France-Algeria: Reinforced by assurances of support from most political parties in France, De Gaulle seems to be mounting a campaign to isolate the insurgents in Algiers and to convince the army that he has France solidly behind him. His transfer of Delegate General Delouvrier and General Challe to a new command post 30 miles from Algiers has been officially explained as a move to put them "out of reach of any pressure from the insurgents or any quarter." The move was accompanied by renewed appeals by Delouvrier and Challe for unity of all elements in Algeria behind De Gaulle.

Meanwhile, the settler insurgents have seized the radio station in Algiers—a move which may offset in part their failure to rally significant Moslem support for their cause. Extremist spokesmen in Algiers have raised the threat of secession should De Gaulle fail to pledge himself to a "French Algeria." (Page 7)

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29 Jan 60

DAILY BRIEF

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TOP SECRET

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Approved for Release: 2020/03/13 C02977764

II. ASIA-AFRICA

Vietnamese Communist Guerrilla Raid in South Vietnam

The persistent security problem faced by the Diem government in South Vietnam is underscored by a Communist guerrilla attack this week against a regimental headquarters near Tay Ninh, about 50 miles northwest of Saigon. The attackers, numbering several hundred, fled toward the nearby Cambodian frontier after killing more than 30 government soldiers and seizing considerable amounts of arms and equipment.

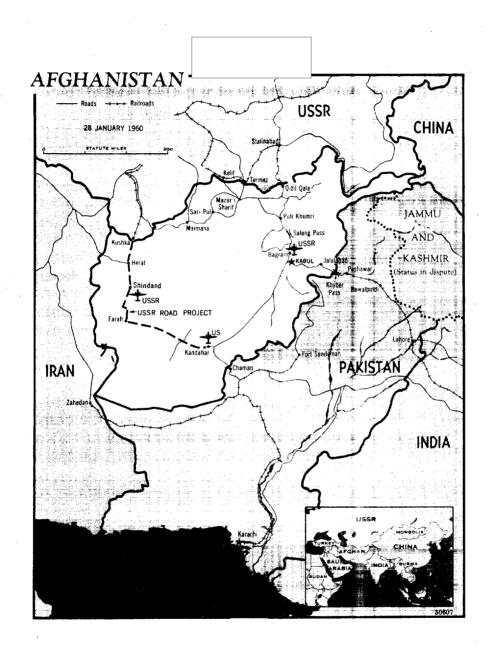
Poor security at the command post undoubtedly contributed largely to the success of the surprise attack, but its nature and unprecedented scope suggest growing Communist aggressiveness in South Vietnam. Communist armed strength there has long been estimated at about 2,500, but there are unconfirmed reports that an additional 1,500 men recently infiltrated from North Vietnam via Cambodia. While not posing a direct threat to the Diem regime, an increase in Communist guerrilla activity would divert the government's attention from important economic development projects now beginning to take shape.

On learning of the attack, President Diem reportedly sent an urgent appeal to the Cambodian Government for help in heading off the fleeing dissidents. The implications of this attack for both countries could have a beneficial effect on the informal discussions of joint border security measures. Deep distrust of each other's motives still poses a serious obstacle, but there is already common concern over the Communist insurrection in neighboring Laos. A temporary arrangement may be reached aimed at curbing Communist and other dissident bands which have long acted with relative impunity along the frontier.

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29 Jan 60

CENTRAL INTELLIGENCE BULLETIN



SECRET

USSR to Build Military Airfield for Western Afghanistan
The Afghan Government has approved an agreement for Soviet construction of a military airfield at Shindand, 40 miles from the Iranian border, The new airfield, like the one just being completed with Soviet assistance at Bagram, is to be capable of handling most types of jet aircraft. It may be used as an alternate landing field for civil aircraft using the international airport being constructed at Kandahar with US assistance. Iran, which has previously voiced anxiety about Soviet military aid programs in Afghanistan, is likely to show concern over this new "Soviet threat" to its northeastern region.
The work is probably to be done on a grant basis under the terms of the technical and economic assistance agreement signed on 28 May 1959, which also provided for Soviet improvement of the Kushka-Herat-Shindand-Kandahar road. Moscow announced on 15 December that Soviet technicians were about to begin the survey for the road project. Improvement of the Kushka-Shindand section of this road would facilitate construction of the airfield.

SECRET

Jordan to Propose Plan for Palestine Set

Recent proposals by Iraqi Premier Qasim and the former Grand Mufti of Jerusalem for the establishment of a separate Palestine state have aroused critical comment in Jordan and have inspired a Jordanian counterproposal. The Jordanian Government intends to submit a plan for an over-all settlement of the Palestine question to the meeting of the Arab League foreign ministers in Cairo on 8 February. Although King Husayn has said details of the plan have yet to be worked out, he indicated it would involve abandonment of the "Arab legend" that Israel should be pushed into the sea and would propose a frontier somewhere between the 1947 UN partition lines and the present armistice lines.)

The plan reportedly also advocates Arab recognition of Israel as a "religious state," establishment of Arab-Israeli trade relations, demobilization of Israel's armed forces, and suspension of Israeli immigration pending a settlement. These terms as a whole are unlikely to be acceptable either to the other Arab states or to Israel, and since the plan would reverse Arab attitudes toward Israel, it is bound to evoke hostile criticism at the Arab League meeting. Husayn nevertheless hopes the plan can be framed in a manner which will forestall charges that Jordan is a traitor to the Arab cause. Jordan's position will be kept secret until the conference.

The Jordanians probably feel compelled to take some counteraction in view of the direct threat to Jordanian sovereignty posed by proposals for a separate Palestine state and army. Jordan's West Bank (of the Jordan River), formerly part of Palestine, was annexed by King Abdullah in 1950, and roughly two thirds of Jordan's population of over 1,500,000 are Palestinians, of whom about half are refugees. Jordan's annexation of Palestinian territory has not been recognized by the Arab League and has even been criticized as a traitorous act. King Abdullah was assassinated in 1951, apparently because of his moderate attitude toward Israel and his secret contacts with the Israelis in an effort to achieve a settlement.

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29 Jan 60

CENTRAL INTELLIGENCE BULLETIN

Growing Political Instability in the Sudan

Supreme Council of the Armed Forces—the top governing body. Maj. Gen. Hasan Bashir Nasir, acting deputy commander in chief, is at odds with Maj. Gen. Talaat Farid, who is minister of information and labor, and Brig. Ahmad Mahjub Bahari, who is minister of interior and local government. Bashir Nasir's pressure for a further purge of the officer corps has, moreover, provoked opposition from several of the army's regional commanders.

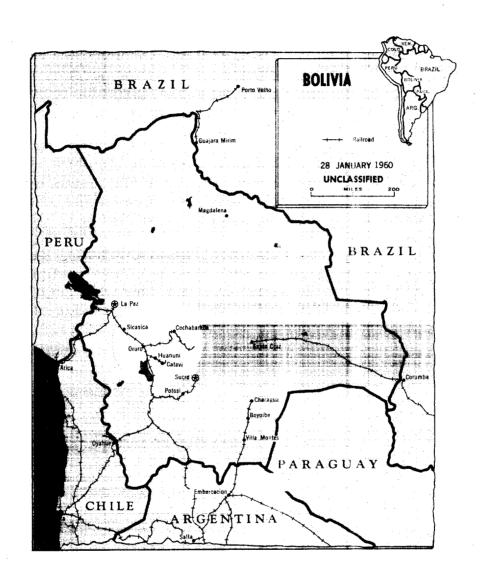
There have been several reports of impending cabinet changes; Interior Minister Bahari is one of those who may be displaced. The prediction in the UAR report of a "great purge of police and investigations" personnel is not, however, supported by other sources.

For months, several political leaders including Siddiq al-Mahdi, head of the large and influential Ansar religious sect, have been urging Prime Minister Abboud to begin a gradual transition from military to civilian government. Abboud appointed a committee headed by the Sudanese chief justice to study this problem and is considering its recommendations.

The Mahdi, who has long aspired to become president, has clearly become impatient with this delay. Implementation of his reported threat to launch a campaign of civil disobedience could create a serious situation; even if only a small part of the Ansar sect's 1,500,000 members participated, they might well be joined by other disaffected political elements, including adherents of both the National Unionist and the Communist parties.

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29 Jan 60 CENTRAL INTELLIGENCE BULLETIN



III. THE WEST

The	Bolivian	Situation
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Communist-led miners have taken control of the key mining town of Huanuni, which prior to the armed clash of 23 January served as a progovernment barrier separating 8,000 Communist-led miners in Catavi from the cities of Oruro and La Paz. President Siles has expressed to the US ambassador his grave concern over the situation, stressing the possibility of civil war. He noted that control of Oruro, a junction of railroads serving the tin mines, would permit the Communists virtual control of the nation's economy. Minerals make up 90 percent of Bolivian exports.

Siles emphasized the effect this would have on the country's already difficult financial situation, and requested US good offices with the International Monetary Fund, where a Bolivian request for aid is pending.

Siles is seeking to convince former President Paz Estenssoro, right-wing leader Walter Guevara, and left-wing leader Juan Lechin that they are playing into the Communists' hands by their bitter rivalry over the government party's impending presidential and congressional nominations. Paz and Guevara have gone to the Cochabamba valley in central Bolivia to pacify the opposing right- and left-wing units of rural militia which were recently mobilized in response to the Huanuni episode. Fighting began near Cochabamba on 25 January, and initial reports claim ten to thirteen dead.7

Siles, who flew to Huanuni on 23 January to stop the fighting there, said he was surprised to encounter "500 disciplined militia, superbly led by Communists." The workers' militia was the main force in 1952 in the MNR's defeat of the ruling military junta and the armed forces. Since then, government control has often depended on a precarious balance between 7

SECRET

the right and left wings of the party, each backed by workers' militia units which are still armed. In the present situation Siles is reported to have questioned whether the army would be able to dislodge the Catavi miners from Huanuni without exposing La Paz itself to attack.

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29 Jan 60 CENTRAL INTELLIGENCE BULLETIN

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LATE ITEM

The French-Algerian Situation

De Gaulle appears to be mounting a campaign to isolate the settler insurgents in Algiers and to impress the army there that France is solidly behind him. Police action on the night of 27 January against rightist extremist leaders in France was probably the first step in this campaign. De Gaulle, in his statement before the Council of State on 28 January, said he was resolved to "shoulder his responsibilities" and, "whatever happens," to maintain the "legitimate institutions and the functioning of the state."

Reports of the special cabinet meeting on 27 January suggest that De Gaulle has abandoned any intention to order the army to use force against the insurgents and may move to mix some conciliation with firmness in his major speech scheduled for 29 January.

De Gaulle told the cabinet that perhaps he should have been more explicit in his 16 September speech announcing his self-determination policy for Algeria, and perhaps should have stated at the time that he expected a "French" solution.

Most political parties in France have indicated their support for De Gaulle in his contest with rightist extremists. Socialist party leaders and non-Communist labor union leaders, however, have expressed fears that if the threat of antigovernment violence grows, they may be forced into joint action with the Communist party. The Communists, anxious to break out of their long-standing political isolation, have already called for rigorous action by the government against the insurgents, and for all "Socialists, Communists, and Democrats" to unite in the "defense of democracy."

Paris' transfer of Delegate General Delouvrier and General Challe to a new command post about 30 miles from Algiers has been explained by a government spokesman as a move to put them "out of reach of any pressure from the insurgents or any quarter whatsoever." There is also speculation this move may be intended to lay the groundwork for a possible future withholding of supplies from an insurgent-dominated Algiers without penalizing the army

SECRET

29 Jan 60

CENTRAL INTELLIGENCE BULLETIN

at the same time. The command post shift was accompanied by renewed appeals by Delouvrier and Challe to the insurgents, the army, and the Moslems to unite behind De Gaulle.

The Algiers insurgents' seizure of the local radio station provides them with a means of coordinating extremist activity outside Algiers, and is a tactical success which may offset somewhat the failure of their attempts to rally significant Moslem support for a "French Algeria." Efforts throughout 28 January to stimulate demonstrations of Moslem support for the extremists were conspicuously unsuccessful, and there are indications that most Algerian Moslems support De Gaulle's self-determination program.

The number of extremists barricaded in downtown Algiers reached about 6,000 on 28 January, and the American consulate general characterized the atmosphere as one of "fanaticism and despair." Both extremist and French Army attitudes will probably be influenced by recent manifestations of support for De Gaulle in France. Extremist spokesmen, however, have raised the threat of secession should De Gaulle fail to pledge himself to a "French Algeria."

SECRET

29 Jan 60

CENTRAL INTELLIGENCE BULLETIN

THE PRESIDENT

The Vice President

Executive Offices of the White House

Special Assistant for National Security Affairs

Scientific Adviser to the President

Director of the Budget

Director, Office of Civil and Defense Mobilization

Director, National Aeronautics and Space Administration

Special Assistant for Security Operations Coordination

Chairman, Board of Consultants on Foreign Intelligence Activities

Special Assistant for Foreign Economic Policy

Executive Secretary, National Security Council

The Treasury Department

The Secretary of the Treasury

The Department of State

The Secretary of State

The Under Secretary of State

The Under Secretary for Political Affairs

The Deputy Under Secretary for Administration

The Counselor

Director, International Cooperation Administration

The Director of Intelligence and Research

The Department of Defense

The Secretary of Defense

The Deputy Secretary of Defense

Assistant Secretary of Defense for International Security Affairs

The Secretary of the Army

The Secretary of the Navy

The Secretary of the Air Force

The Chairman, The Joint Chiefs of Staff

Commandant, United States Marine Corps

The Director, The Joint Staff

Chief of Staff, United States Army

Chief of Naval Operations, United States Navy

Chief of Staff, United States Air Force

Assistant to Secretary of Defense for Special Operations

Director for Intelligence, The Joint Staff

Assistant Chief of Staff for Intelligence, Department of Army

Director of Naval Intelligence, Department of Navy

Assistant Chief of Staff, Intelligence, Department of the Air Force

Supreme Allied Commander, Europe

Commander in Chief, Pacific

The Department of Commerce

The Secretary of Commerce

Federal Bureau of Investigation

The Director

Atomic Energy Commission

The Chairman

National Security Agency

The Director

National Indications Center

The Director

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