



17 JUNE 1960

I. THE COMMUNIST BLOC

Unscheduled flights to Moscow suggest bloc leaders, possibly including Chinese, may meet shortly.

Soviet delegates at both Geneva conferences threatening to withdraw if Western concessions not forthcoming.

II. ASIA-AFRICA

Japan--Kishi's early resignation seems almost certain; extensive political wrangling likely to follow.

Indonesia--Sukarno appears determined to put through his plan for new parliament with strong Communist representation. (4

UAR strengthening its forces in the Sinai. (5)

Turkey--Additional reports suggest possibility of a split within ruling military group.



CENTRAL INTELLIGENCE BULLETIN

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Approved for Release: 2020/03/13 C03189338

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DAILY BRIEF

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I. THE COMMUNIST BLOC

*USSR: Unscheduled flights to Moscow from several bloc capitals between 13 and 16 June suggest that a meeting of bloc leaders may take place in Moscow before Khrushchev's expected departure for Bucharest to attend the Rumanian party congress scheduled for 20 June. The Chinese Communists may also attend; one of the flights went from Moscow to Peiping on 14 June, and probably left Peiping on its return flight on 16 June.

there would be a meeting of bloc leaders in Moscow between 16 and 20 June. En route home from Paris, Khrushchev said twice in Berlin that he would be discussing future policy in the light of the summit failure with other members of the bloc. The Soviet Union, in the 12 and 13 June Pravda articles, has firmly reasserted its position on the issues at dispute with Peiping; in the event of a bloc meeting, discussion of the Sino-Soviet dispute would be unavoidable. (Page 1)

USSR: Soviet delegates at both the disarmament and nuclear test talks in Geneva have issued thinly veiled warnings that the USSR may withdraw from the negotiations and resume nuclear weapons tests if Western concessions are not forthcoming. At the disarmament conference, the Soviet delegate is making a strong effort to exploit differences in Western reactions to Moscow's latest proposals. Soviet spokesmen have hinted that, in view of the "lack of Western cooperation," the USSR may take the issue to the UN General Assembly. Moscow's representative in the nuclear test talks has warned that if the US and Britain go ahead with the experimental underground explosions without accepting Moscow's conditions for Soviet participation, the USSR will consider itself free to resume nuclear weapons tests. (Page 3)

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II. ASIA-AFRICA

Japan: Kishi's humiliation in being forced to cancel the **President's trip will almost certainly result in his early resig**nation as prime minister and party chief. An acceptable compromise successor will be difficult to find and extensive political wrangling is likely. The 15 June Soviet note and widespread identification of the Japanese Communist party as the source of the recent violence will tend to focus Japanese attention on the extent of Communist influence over leftist elements. The extremists under Communist leadership, however, now are greatly encouraged and likely to increase their violence in an effort to defeat the ratification of the security treaty. Under these conditions anti-American incidents may occur.

Indonesia: President Sukarno, despite unprecedentedly heavy criticism, apparently intends to proceed with his plan to install a new parliament with strong Communist representation. Sukarno has previously announced that "some improvements," involving the appointment of additional members, will be made, but he has not disclosed how many he will name nor their political orientation. He is expected to confer shortly with political leaders, but it is not expected that he will materially modify his program. (Page 5)

<u>UAR-Israel</u>: The UAR is quietly reinforcing its forces in the Sinai, evidently as a precautionary move following Israel's wellpublicized decision to hold summer army maneuvers in the central Negev. The UAR is still concerned over Israeli plans to undertake a new dredging project on the Jordan River channel in the demilitarized area between Israel and Syria, even though Tel Aviv apparently has decided not to proceed with such work now without permission of the UN Truce Supervisory Organization. There have been several minor shooting incidents in this area in the past few days.

some incidents, but described the general situation as "quiet."

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Turkey: The National Unity Committee which controls Turkey has established contact with Turkish military attaches abroad and instructed them to report on the activities of ambassadors and other members of each embassy. possibility of a split within the committee.

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III. THE WEST

France-Morocco: France has made a preliminary offer to evacuate all its bases in Morocco by 1963, and will try for "reasonable" settlements on other disputed questions such as French property holdings and certain border problems. The French are probably willing to concede the evacuation of troops in order to protect their large economic stake in the country--a move that would be consistent with De Gaulle's policy in other new African states. Morocco will probably prolong discussions both to gain maximum concessions from France and to forestall leftist criticism that the King is selling out to the French.

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IV. SIGNIFICANT INTELLIGENCE REPORTS AND ESTIMATES

(Available during the preceding week)

Situation in Cuba. NIE 85-2-60. 14 June 60.

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Possible Sino-Soviet Bloc Meeting

Preparations appear to be under way for the immediate convocation of a meeting of Sino-Soviet bloc leaders in Moscow. special flights to Moscow from Pyongyang, Tirana, Sofia, and Budapest during the period of 13 to 16 June. A special flight also went from Moscow to Peiping on 14 June, possibly to bring Chinese leaders to the USSR, and probably left Peiping on its return flight on 16 June. A VIP flight from Simferopol to Moscow on 16 June in all probability returned the vacationing Khrushchev to Moscow.

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would be a meeting of bloc leaders in Moscow between 16 and 20 June.

In his speeches in Berlin on 19 and 20 June, Khrushchev had said that in light of the summit failure, he would discuss postsummit policy with the governments of all socialist states. If the Chinese Communists attend such a meeting, discussion of Sino-Soviet differences over policy toward the West, particularly the United States, would probably be unavoidable.

The Soviet Union in the 12 and 13 June issues of Pravda firmly asserted its position on the issues in dispute with Peiping, thereby putting the Chinese on notice that their continuing lobbying within the bloc will represent open defiance of the USSR. Moscow and Peiping, however, have taken care not to mention each other directly in the open arguments, in an effort to keep their differences within certain bounds.

The continued public conflict has nevertheless brought into question Moscow's leadership of the bloc and seriously disrupted its unity of action. The Chinese Communist attempts to get support for their tougher line at the recently concluded WFTU meeting in Peiping generated considerable 'pulling and hauling' among delegates.

The general resolution which came out of the WFTU meeting appears to be a compromise which puts the heaviest stress on the

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Soviet position while accepting some aspects of the Chinese line. In a bloc meeting Khrushchev could face the unpleasant choice of attempting to force Chinese acceptance of the Soviet view, thus risking an open break, or of hammering out a compromise such as the WFTU resolution which would either gloss over or conceal the conflict and reaffirm Soviet leadership of the bloc.

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USSR Intensifies Pressure on West in Geneva Talks

Soviet delegates at both the disarmament and nuclear test talks in Geneva have stepped up pressure on the West by issuing thinly veiled warnings that the USSR may withdraw from the negotiations and resume nuclear weapons tests if Western concessions are not forthcoming.

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Soviet delegate Zorin is making a strong effort in the tennation disarmament conference to exploit differences in Western reactions to Moscow's latest proposals. /The British, French, Italian, and Canadian delegates have all expressed the view that some modifications must be made in the Western disarmament plan. Zorin has singled out French delegate Moch for special attention, complimenting him on his efforts to bridge East-West differences. He has pressed for a full French reply to the new Soviet proposal to prohibit and destroy all means for the delivery of nuclear weapons in the first stage of a disarmament program--a proposal particularly designed to exploit French insistence on top priority to measures for controlling nuclear weapons delivery systems.

Soviet spokesmen in London have hinted that, in view of the "lack of Western cooperation," the USSR may soon pull out of the disarmament conference and take the issue to the United Nations General Assembly. Zorin has warned that if the West continues to refuse to discuss Soviet proposals for complete and general disarmament, there will be no basis for further negotiations.

These tactics suggest that Moscow's principal current aim at Geneva is to build the strongest possible record for again presenting the Soviet disarmament position to the United Nations General Assembly next fall or, possibly, to a session of the 82-nation UN Disarmament Commission prior to the assembly's regular meeting.

In the nuclear test talks, Soviet delegate Tsarapkin has demanded full Soviet participation in the formulation and

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execution of Western research explosions and has announced that the USSR has no plans to conduct underground explosions of either chemical or nuclear devices. Tsarapkin has warned that if the United States and Britain proceed with underground nuclear explosions for research purposes without accepting Moscow's conditions for Soviet participation to verify that the explosions are not being utilized for military purposes, the USSR will consider itself free to resume nuclear weapons tests "for the purpose of ensuring its security."

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Sukarno Proceeds With Plans to Install Indonesian Parliament

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President Sukarno, despite unprecedentedly heavy criticism, is proceeding with plans to install his appointed parliament later this month. He has made the minor concession, however, of promising to name additional members and is expected to confer with selected political leaders before the installation.

Sukarno has not announced how many more members he plans to appoint. Indonesian sources claim the number will total 23 to 25, all of them representatives of Moslem groups. The forthcoming political discussions probably will involve bargaining on the distribution of the appointees, and Sukarno may also find it expedient to make a further slight increase in membership. Of the original 261 appointees, 24 percent are Communist.

The Democratic League, which led criticism of Sukarno during his absence on a world tour during April and May, has renewed its charges that non-Communist elements are underrepresented and that parliament is unconstitutional. Significant factions in the National party and the orthodox Moslem Nahdlatul Ulama oppose the parliament, although the national leadership of both parties supports Sukarno. Apparently in reply to these criticisms, a cabinet spokesman announced on 13 June that Sukarno and the cabinet would not be intimidated on the parliamentary issue, although they were ready to entertain constructive suggestions.

Sukarno

has ordered the dissolution of the Democratic League, but no action appears to have been taken against it. Some top army officers appear apprehensive that during the next few months Sukarno will attempt to reshuffle army leadership in retaliation against the army's quiet support of the league.

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The Turkish Situation

There are increasing signs of dissension and discontent both within the controlling military group in Turkey and between the National Unity Committee (NUC) and the Republican People's party (RPP). To further consolidate its position, the NUC has established direct contact with Turkish service attaches abroad to report on ambassadors and their staffs. Each of these attaches is said to be in contact with a member of the military committee in Ankara. The NUC contact in Washington reportedly received his initial assignment from Colonel Turkes, adviser to interim President - Prime Minister Gursel and apparently a key figure in the committee.

Whether these contacts are with the NUC as a whole or with only one faction of the larger committee has not yet been determined. Turkes has been reported to be a leader of a group within the NUC which opposes a return to power of Inonu and the RPP. There are other reports of a 12-man "Control Unit" or watchdog committee which has maintained close contact with the RPP since before the overthrow of the Menderes regime. General Cemal Madanoglu, who has been referred to as a member of such a "control unit," is reported to be angered by Gursel's growing popularity. Any major split that develops within the National Unity Committee could result in a cleavage within the military forces.

The new regime also faces major financial problems and has already begun making informal approaches to American officials for emergency economic aid. All development projects, unless nearing completion, have been halted pending reassessment of the situation. A national planning group, to be assisted by foreign advisers, is to be organized in the near future to develop a workable economic program for Turkey.

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France Makes New Settlement Offer to Morocco

) The French ambassador in Morocco has resumed "serious discussions" with King Mohamed V on outstanding French-Moroccan problems, according to a senior French Embassy official. On 13 June he made a preliminary offer providing for France to give up its military bases in Morocco, not excepting its major naval and naval air installations at Kenitra (Port Lyautey) and Agadir, when evacuation of American Air Force bases is completed in 1963. Paris probably will concentrate on obtaining a "reasonable settlement" of the extensive property claims of French nationals in Morocco. It would prefer to let the frontier questions wait, pending Mauritania's anticipated accession to independence and clarification of Algeria's future status.

This new French move appears consistent with De Gaulle's general policy of physical French withdrawal from Africa in exchange for good relations with the new states there. In Tunisia, France has already withdrawn from all military installations except the base at Bizerte, which it maintains is essential for the defense of French interests in the Mediterranean. There have been intermittent negotiations on French property in Tunisia, but no settlement has yet been **reached**, although the French holdings there are smaller and less complex than those in Morocco.

Although French officials expect the King's government to be more tractable than that of former left-wing Premier Abdullah Ibrahim, the King will seek maximum French concessions in line with his proclaimed policies of obtaining commitments during 1960 for the evacuation of all foreign troops, Moroccanizing the administration and economy, and "regaining lost territories." The King will be especially wary of giving the nationalists a chance to charge him with having sold out to France. A French official in Rabat claims that the King asked that talks not proceed too rapidly "lest the opposition be encouraged to attack the results solely on the grounds of undue haste," and anticipates that several months will pass before results become apparent. NATION)

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