### BRIEFING NOTE

## 15 February 1963

## CUBA -- POLITICAL AND ECONOMIC

- I. The most significant discernible change in Cuban policy since the missile crisis is the greatly increased attention being given to subversion in other Latin American countries.
  - A. While this has always been an element in Castro's program, indications are multiplying that it is now a high priority Cuban objective.
  - B. Castro himself stressed, in his two speeches in January, the importance of guerrilla warfare in the "people's struggle for liberation" and ridiculed all thought that "liberation from imperialism" can be accomplished except through violence.
    - 1. This was his strongest statement on this theme in at least two years.
    - Castro's speeches were followed by similar public expressions on the subject by leading veteran Cuban Communists.
  - C. In all these speeches, it was made abundantly clear that Cuba's leading target in Latin America is Venezuela.

## Approved For Release 20.500 R. CIA-RDP65B00383R000400080020-0

- Leading veteran Cuban Communist Blas Roca stated this most explicitly in his 23 January speech honoring the anniversary of the ouster of Venezuelan dictator Perez Jimenez in 1958.
- 2. Roca stated flatly that "we shall continue to give our support, each day in greater proportions, to the Venezuelan people" in their struggle for "liberation from imperialism."
- 3. He praised the Venezuelans for the acts of sabotage in the Venezuelan oil fields during the crisis and called this an example of "proletarian internationalism."
- 4. Roca closed his speech with the prediction that "when the Venezuelan revolution takes place, then all Latin America will be ablaze" and this will be "a tremendous boost for Cuba...we will have a nation on the continent to back us."
  - a. Roca may have been thinking of the fact that until mid-1960 Cuba

-2-

# Approved For Release 20 SEGR ET-RDP65B00383R000400080020-0

Approved For Release 200 SEGREATEDP65B00383R000400080020-0

got the bulk of its oil from Venezuela; now it is wholly dependent on the USSR.

D. Reasons for the increased Cuban aggressiveness on this issue are probably several.

- 1. It could be a reaction against Soviet "betrayal" last fall. The Cuban statements appear much closer to the Chinese than to the Soviets on this issue and there may be an element of competition between Castro and Khrushchev for control of Latin American revolutionaries.
- Castro needs the kind of "boost" which a successful pro-Castro revolution in another country would give him and his prestige.
- 3. The issue is one of the few left to Castro to give his people a sense of mission and distract them from domestic problems.
- E. One of the most effective Cuban tactics is the training and indoctrination of Latin American "students."

-3-

# Approved For Release 2005/E6GR EARDP65B00383R000400080020-0

# Approved For Release 200 SEGRAR RDP65B00383R000400080020-0

1. We estimate that between 1,000 and 1,500 people from other countries received guerrilla warfare training and ideological indoctrination in Cuba last year.

F. The Cubans have stressed to would-be Latin American revolutionaries that on their return home they should establish self-sustaining guerrilla bands not dependent on external support.

-4-

Approved For Release 20 SEGR EA-RDP65B00383R000400080020-0

25X1

25X1

- The Latin Americans are trained, for instance, to operate US weapons since as guerrillas they will have to capture and use the weapons of "the enemy" and in their countries the authorities use US weapons.
- 2. There is the possibility, however, that Cuba may deviate from the rule of not supplying weapons to subversive groups in other countries if Cuban leaders conclude that a particular situation is "ripe" and a little Cuban aid might swing the balance in favor of a pro-Castro revolt.
- 3. We are therefore carefully studying recent reports that Cuba is shipping weapons to Venezuela by way of British Guiana.

-5-

## Anti-Castro Activity

- II. There has been an increase in hit-and-run attacks on Cuban installations by anti-Castro activists since early this year.
  - A. Most of the guerrilla raids have occurred in the mountains of central Las Villas province, but recently they have spread to other provinces.
    - The attacks generally involve small groups of activists, usually under 20 men, who ambush militiamen, burn government warehouses, set fire to canefields.
    - 2. These anti-Castro activities are more of a harassment than a threat to the regime, but they point out the inability of the regime to eliminate pockets of resistance.
    - 3. Canefield fires always increase this time of year as the harvest gets underway. The cane can still be milled but must be sent to the mills immediately to avoid loss of sugar content.
  - B. Castro's internal security network pervades all parts of society and inhibits open resistance except by a small minority.
    - 1. Instances of passive resistance such as work slowdowns continue.

### -6-

# Approved For Release 2005 Aproved For Release

## Cuban Economy

- III. The Cuban economy continues to deteriorate and there are no signs of significant improvement in the foreseeable future.
  - A. Inadequate supplies and poor distribution of food and other consumer goods are major irritants among the public.
    - Food rationing, begun last March, has not solved these problems.
    - While there is much grumbling among the public, shortages at this point do not appear to be an inducement to open revolt.
  - B. Present indications are that this year's sugar crop--the mainstay of the economy-will be even less than last year's poor crop of 4.8 million tons.
    - This compares with an average annual crop in earlier years of close to 6 million tons.
    - Other crops are doing badly too; on
      2 February Cuban agricultural chief
      Carlos Rafael Rodriguez was moved to
      blast rice farm managers and workers
      for poor organization and insufficient

-7-

# Approved For Release 2003/16/01 F14 RDP65B00383R000400080020-0

spirit for permitting the rice crop to fall below expectations.

- C. Cuba is unlikely to benefit greatly from the very high current prices for sugar on the world market.
  - A good portion of Cuban production is bartered for needed imports from the bloc.
- D. Negotiations underway most of December and January in Moscow on this year's Cuban-Soviet trade finally ended on 7 February with the signing of the 1963 protocol to the Cuban-Soviet trade agreement.
  - The agreement also involved a Soviet credit of unstated size to cover Cuba's deficit in its trade with the USSR.
  - Cuba's commerce with non-bloc countries continues to decline, which makes it even more expensive for the Soviet Union to keep Cuba afloat.

-8-