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NSC BRIEFING

3 February 1960

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DATE -29-20 BEVENT

## KERALA

I. Coalition of anti-Communist parties in Kerala State scored

decisive victory over Communists in elections on 1 February.

A. United front of Congress, Socialist, and Moslem parties won

assembly seats, in 127-member state assembly; Communists took only \_\_\_\_.

- B. Serious setback to Communist party in South India.
- C. Congress party, though very close to majority on its own, probably will form coalition government with Praja Socialist party.
- II. New government will have no easy time.
  - A. Congress and Socialist leaders--once bitter rivals--probably will be unable tomaintain same degree of cooperation in power as they have in opposition.
  - B. Kerala's economic problems (unemployment, food shortage, lack of resources) also make it unlikely new government can improve on record of past regimes unless New Delhi pours in extra funds for development.
- III. Communist party will retain considerable potential in Kerala.
  - A. Percentage of popular vote for Communists (close to the 35% won in 1957 election) indicates they still have strong hold on lower classes.
  - B. Communists will use this point in attempt to lessen damage to their prestige elsewhere in India, particularly in states (West Bengal, Andhra) where they hope to win nower through ballot.

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