STATINTL

Approved For Release 2000/08/16 : CIA-RDP80-01601R000 3 1 DEC 1971

Eyes on Chile

The increase of CIA and other U.S. imperialist intrigue in Chile puts a responsibility upon progressive and democratic-minded people in the United States, let alone anti-imperialists and Communists. A reactionary coup in Chile would have serious consequences for democratic struggles in the United States itself, both directly and indirectly.

The history of U.S. imperialism's intrigues against people's rule in Cuba should be sufficient warning.

The significance of the fact that Nixon, then Vice President, was a prime advocate of arming Cuban counterrevolutionaries and of the Bay of Pigs invasion of Cuba in April, 1961, must be given its full weight by all of us. To strengthen the "Hands off" Chile movement, and to expose and combat U.S. imperialism's activities is a responsibility that rests on all of us.

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Allende Tightens His Grip

THE ANNOUNCEMENT by Dr. Salvador Allende, the Marxist president of Chile, that his government would seize full control of Chile's food distribution was sadly predictable, in light of other developments in that land.

The nationalization of major industry, the stifling of an opposition press, and the blaming of all expressions of discontent upon agitation by the U.S. Central Intelligence Agency indicate that Allende -the first and only Marxist ever to be freely elected by any country in the world —is little different in the application of repression from those Communists in other lands who seized power by violent means.

Dr. Allende's announcement followed a protest march by Chilean women, who took to the streets and banged empty pots, symbolic of their discontent over shortages in the food supply, especially meat, poultry and dairy products.

Sounding a particularly ominous note, Dr. Allende called for the organization of "neighborhood vigilance committees" to control supplies and prices in stores and other private outlets.

As could be expected, Dr. Allende and other farm products. blamed Chile's economic difficulties on a "campaign against Chile," waged by interests damaged by his government's seizure of foreign-owned copper, iron and nitrate properties, as well as large domestic industries.

Judging, however, from the track records of other Communist economies, the root causes of Chile's economic mess lie much closer to Chile's presidential palace.

The Soviet Union, for example, has shown a great eagerness in recent talks with Secretary of Commerce Maurice H. Stans to sell raw materials to the United States in return for such finished products as trucks, automobiles and machine tools and the use of American technologipride.

When the symbol of Marxism everywhere must make so public a concession of the superiority of capitalism, Marxists everywhere must feel a bit uneasy about the validity of their theories.

But even beyond industry can be seen the true Achilles' heel of Communist nations everywhere-the total failure to achieve a viable agricultural system. Obsolete, capitalistic America has been selling grain to the USSR for years. Other Western nations have, similarly, been peddling their foodstuffs to the People's Republic of (Communist) China.

Some of the problem could no doubt be laid at the doorstep of overpopulation in China and large areas of wasteland in Russia, but consider the case of Castro's Cuba.

When Castro launched his revolution against the Fulgencio Batista government, it is true that Cuba was ripe for rebellion. The island nation had many problems, but famine was never among them. Despite the shortcomings of the old military dictators, there was always a plentiful harvest of sugar cane, tobacco

Castro wrought a change in agriculture in record time. Refugees from his warped style of liberation brought tales of starvation with them. Food rationing and the shortage of milk for children quickly became a commonplace experience for the Cuban people.

Despite no formal diplomatic ties with Washington, Castro, too, had to appeal for aid from the United States. It came in the form of radical students, who journeyed to Castro's paradise to help with the sugar-cane harvest.

Now, it appears that Allende has brought similar nutritional hardship to a rocky, mountainous land that has never known agricultural abundance.

We sympathize with the Chileans who cal expertise. The willingness and obvious must endure this hardship, but, from the anything to do with it.

Chile: One year later and a lot less free

WHEN Salvador Allende, a Marxist, was elected president of Chile a year ago, he promised to lead the country to "socialism" by democratic means.

Looking at Chile a year later, a sad prediction must be made: either Dr. Allende or Chile's democratic tradition will survive — but not both.

In almost every action since taking office, the man who likes to be called "comrade president" has shown that his talk about democracy is merely tactical and that he secretly aims at setting up a communist-style "people's dictatorship." Here are some examples:

• He is diverting government advertising into Communist and extreme leftist newspapers, starving the democratic press and harassing it in other ways.

• In times of tension, he shuts down the Christian Democratic and National parties' radio stations and lets Communist propaganda monopolize the airwaves.

• When Marxist students riot at the University of Chile, he has the anti-Marxist rector arrested, not the rioters.

• He has proposed replacing courts and parliament with "neighborhood courts" and a "people's assembly." Only fierce opposition by the democratic parties has prevented these instru-

ments of totalitarian takeover from being put in position.

Among his few popular moves, Dr. Allende has confiscated U.S.-owned copper mines (in common with most people, Chileans like something for nothing) and decreed a 35 per cent wage increase while holding down prices.

The phony economics of the latter move is beginning to show. Chile is suffering from a flight of capital, a drying up of investment, inflation, massive foreign debts coming due, falling agricultural production and soaring food imports.

Recently, a b o u t 5,000 middle-class women marched on the presidential palace, banging empty pots to show their anger over food shortages. Dr. Allende panicked, declaring a state of emergency and screaming about "fascist" plots allegedly nurtured by the United States and its Central Intelligence Agency.

This was, of course, a typical demagogic effort to make the United States the scapegoat for the hash Dr. Allende has made of Chile's economy. Whether the Chilean people will fall for it is not known.

Also unknown is whether Chile's armed forces will stand by as Dr. Allende tries to fasten a totalitarian yoke on the country. They have a tradition of staying out of politics, and Dr. Allende is evidently counting on this as he cuts away at Chilean democracy, one slice at a time.

The comrade president, a friend and admirer of Cuba's Fidel Castro, clearly hopes that his election will be the last to be freely contested in Chile. The success or failure of his plans will be fateful for the 10 million Chileans and possibly, because of their example, for much of Latin America. STATINTL

9 DEC 1971

ALLENDE IMPOSES CONTROL BY STATE ON SALES OF FOOD

Chile's Chief Says 'Fascist Sedition' Brought About Action on Distribution

By JUAN de ONIS Special to The New York Times

SANTIAGO, Chile, Dec. 8-President Salvador Allende Gossens announced today that his left-wing Government would take over full control of food distribution in Chile as part of an "offensive against Fascist sedition."

The Government took control of three major wholesale distributors and put 22 cattle auction markets under state management.

The action came a week Allende added. after the opposition Christian Democratic and National parties organized a major protest march by women who banged pots to symbolize anti-Government sentiment over food-supply problems, particularly shortages of meat, dairy products, and poultry.

The "March of the Empty Pots," in which at least 5,000 women joined, has been taken by Dr. Allende's Marxist Government as a political challenge. 'Vigilance Committees' Urged

Dr. Allende, speaking before a national congress of the Central Labor Union, called for the organization of "neighborhood vigilance committees" to control supplies and prices in stores and other private outlets.

Union Delegates Cheer

difficulties The economic that have arisen since Dr. Allende took office in November, 1970, brought the suspension of all foreign-exchange transactions this week. Central Bank reserves were reported down to less than \$50-million. Dr. Allende said that the economic problems were be- decreed after the Approved For Release 2000/08/16 march deteriorated into street

by the Government's policy of nationalizing foreign-owned copper, iron and nitrate properties as well as large domestic industries.

The "campaign against Chile" he said, included the reduction of foreign lines of credit and the comment by Herbert, G. Klein, President Nixon's director of communications, that Chile's Government "will not last long."

"To those who say the days of Chile's popular Government are numbered, I say that they can swallow their tongues, that this is not a no man's land, and that the Marines are not going to impose their will here," declared Dr. Allende as the 5,000 delegates and observers from socialist countries attending the union congress, stood and cheered in the Caupolicán Theater.

"If they restrict our credits, we will have to tighten our belts, but for each notch that the workers have to take in, the reactionaries here will have to take in 10," Dr.

Dr. Allende said that the scheduled assembly of the Christian Democratic opposition at the National Stadium next week would be permitted to take place, but that the Government would put "600,000 people in the streets that day."

This appeared to reflect the comment by Premier Fidel Cas-tro of Cuba here last week that the Chilean revolutionary process showed weakness in the "organization and mobilization of the masses." the "reaction-aries" appeared better organized than the "popular forces," Mr. Castro said.

The Communist party newspaper, El Siglo, said editorially today that the women's march had been organized and financed by the United States Central Intelligence Agency. Dr. Allende's speech was

militant, but he stopped short of advocating violence. At one point, when he referred to the opposition, cries of "Kill them" came from the gallery.

"No, we are not going to kill them," Dr. Allende said. "That is what they want, a martyr, so that they can unleash a blood-bath."

He expressed confidence in the "loyalty and discipline" of the armed forces, which control public order in this capital under the state of emergency women's

STATINTL

whose interests had been hurt

DAILY WORLD Approved For Release 2000/08/160ECIADROD

Chile vs. U.S. imperialism

The incendiary protests, of primarily middle class women, in Santiago, Chile, has been described by the commercial wire services as the "March of the Pots," a title bearing the earmarks of the CIA publicity machine.

Judging by past history the pots were copper and the whole affair stage-managed by the CIA and the U.S. copper trusts.

On Thursday, the day of the march, the two U.S. copper giants, Kennecott and Anaconda, went into a Santiago court in an attempt to compel the Allende government to cancel the nationalization of their copper mines.

The March of the Copper Trust followed by two days the thinly-veiled call for the overthrow of the Allende government by Herbert Klein and Robert Finch, two high Nixon aides.

The pattern has been laid in the overthrow of the Arbenz government in Guatemala in 1954 and the Juan Bosch government in the Dominican Republic in 1953.

Both governments were constitutionally elected. Both were overthrown by U.S. imperialism. Arbenz had initiated a prógram of allotting the great landed estates to the landless peasants. Bosch had decided to increase the price of exported Dominican sugar.

Today it is the copper trust. Then it was United Fruit and the U.S. sugar trust. And, all the time, it is U.S. imperialism.

Since the overthrows, both Guatemala and the Dominican Republic have been ruled by militaristic regimes subservient to U.S. capital.

Today, U.S. imperialism's program for Chile is also: counter-revolution, repression — and maximum profits.

The working people of Chile are determined to defend the government they elected constitutionally. They deserve the unstinting support of democratic-minded people throughout the world in their struggle, in taking whatever measures are necessary to defend their election, their government, their destiny — against U.S. imperialism.

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em Letter To Sillemt Majorit sidney Tomich

Here is a story, my friends. One night a man dreamt that a monster was on his chest, choking him, trying to kill him. The man woke up in terror and saw the monster above him. "What is going to happen to me," the man cried. "Don't ask me," replied the monster, "it's your dream."

Take your society, your law's integrity, and your country back from the experts. I have been an "expert" and I can tell you that - are like cancer. They know only than cancer, nothing a better observed some strangely behaving example of purpose. Cancer is ignorant, but, oh, it works, it grows.

left them well behind me. An example of the allegedly scientific expert sees his small piece of reality and little else. He confuses makes of the latter his single and all over the world. virtue. One of our leading social scientists has said that the chief examples, but I don't want to power, bases, buildings, bombs, accomplishment of this age is to 'take up time with horror stories. and all the rest, they are all yours. have changed so many political Suffice it to say that over the last They belong to you. Take them problems into technical ones. We generation, especially the last back, make a human use of them, see in Vietnam, as at Auschwitz, fifteen years, the United States - make this your society, as it is the result of technical solutions to at home and abroad - has been your life, Everything you do, political problems.

I'm not bragging about it. I ignorant power and control - that more beautiful and more real than accepted the necessity of working is to say with death — and has the fakery, abstraction, obsession, within the system, believed that it become, along with the Soviet and desire for death that rules this country today. That's the only affect the system itself adversity, the planet's greatest country today. That's the only constructively and to accomplish polluter, an agent of potentially secret worth knowing. Once you something. Only in the late sixties total repression, and the greatest know it you can take back this did I come to understand that threat to continued human life nation - with difficulty. government, business, and what is the world has ever faced. I do not correctly called "the like to say these things, but one And then we'll speak not of the Establishment," were too inert, must speak plainly. There is a American Nightmare, but the correctly too committed to the shape of monster on our chest. things as they have been to inaugurate human policies, that happens next is up to us, to no American Nightmare, has done for change the people had to take one else. I can speak so plainly research for the Army on government back to themselves, because I think this nation can Czechoslovakia, spent a number Only the people awakened and throw the monster off its chest. of years as an officer of the CIA. grasping for power from these mindless megainstitutions, can Release 2000/08/16 YCIA RDP80404601 R000400270001-1 effect change. Approved For Release 2000/08/16 System in Army think tanks, among them mindless

Washington think tank, listening to prevent the people of this Corporation. Slomich was senior to a very well-financed Army country from determining their scientist and then Director of the proposal to develop computerized electronic warning Over the last twenty years I have Study Group at Cal Tech's Jet system to alert the Pentagon when had a continuous Top Secret. Propulsion Laboratory, immersed a Latin American country was clearances from the Army, State, in studies for MASA and ACDA likely to go "red," and - the CIA, Defense, ACDA + on vital inspection and system having been perfected on sometimes from more than one. I proliferation issues. He has also paper - to rent a whole Latin never learned one thing of value. studied educational policy and American coountry and army to Everything valuable that I have counseled foreign governments in test it out. This stupid and learned, known, said, perceived, urban affairs for the Stanford unbelievably naive project was the or written has come from an Research Institute. For 16 years, expert and I can ten you that product of Ph.D.'s, men who call open, scholarly unclassified source Slomich themselves and are called the or from newspapers, journals, or within the established foreign one thing: more, more, more of scientists. When this project was my own obserations. All these policy and governmental system, the same. Nothing is more expert discovered by Chileans who sources are open to you. nothing a better observed some strangely behaving There is no silent majority. organizations, usually in power without researchers, it hit the press and Man is a speaking animal. There is circumstances involving heavy or inpose. Cancer is ignorant, but, was investigated by Congress. only a silenced majority, a *circumstances involving heavy or* , it works, it grows. I have been an expert, have criticized Project Camelot, I was frightened majority. You is constant of circumstances involving heavy or spirituations, it was a silenced majority, a nearly exclusive use of classified, secret materials.) lived among them in their asked, annoyedly, why I was frightened majority. You. You anti-communities — could have always being so "negative." This is have been frightened and you rested among them. I hope I have a particularly apt, yet typical, have been silenced. thinking that Vietnam and all the horcors it has those contracts for millions of understanding with control and brought to roost in this country dollars worth of death and

preoccupied not with human life everything you can do, to please So I have been an expert, and and its purposes, but with yourself and build your life is

In 1964 I sat in disbelieve in a of expertise and secrecy de and the

likes behind in walnut, those massive files, death-research, those fancy desks I could give many more and chairs, all the paraphernalia of

Once you know it you will, American Dream

But it is our dream, and what (Sidney Slomich, author of The The hope of this nation, that and this worked on strategic

Research Analysis a own destinics is basically a fake. Arms Control and Disarmament in public

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BOSTON, MASS. GLOBE Approved For Release 2000/08/16 : CIA-RDP80-0



It's been just over 10 years since Congress, at President Kennedy's behest, formally established the Peace Corps "to help foreign countries meet their urgent needs for skilled manpower."

Today, in spite of a general US retreat from various military and economic commitments around the world, in spite of the current Senate shenanigans with the foreign aid bill, and in spite of an orgy of doubting our morals and motives abroad, the Peace Corps is alive and remarkably well.

Applications have risen by almost 40 percent this year and requests by foreign countries for volunteers are on the increase, too. Both are reversing four-year downward curves.

This turnaround, this resilience currently shown by the Peace Corps, suggests the fundamental merits of the concept. It indicates that it is not merely a glamorous gimmick of the '60s and the New Frontier to be discarded on the dustheap of broken American ideals. Yes, Virginia, there is a place in the world for volunteer service by the people of developed countries for the benefit of those that are developing.

That's in the abstract. In the concrete, the modest resurgence of the Peace Corps is a credit to the redirection which has been brought about in the last few years by director Joseph Blatchford.

An energetic, former collegiate All-America tennis player, Blatchford first captured the public imagination as the man who was beaned by partner Spiro Agnew's wayward serve in a celebrated Washington tennis match several years ago.

The 36-year-old Blatchford weathered that indignity and has gone on to breathe new life into the volunteer organization which many people were beginning to view as an idea whose time had come—and gone.

Blatchford's contribution has been to set the Peace Corps in some notable "new directions." Contrary to Sargent Shriver's Corps of the early '60s, featuring phalanxes of Ivy-educated generalists floating the backwaters of the Nile or the Amazon on a postgraduate period abroad, the emphasis today is on experienced professionals fulfilling specific and often technical functions.

The Peace Corps-henceforth to be known as Action for its recent fusion with the domestic version Vistais experimenting with all manner of volunteer service and servants now. This includes married couples serving as a team, and persons specially prepared through subsidized education at selected colleges (including the University of Massachusetts) for a year in-service domes-

This is one instance in which the hard figures have responded to the soft theorizing about improving and updating. Where the Peace Corps had been steadily declining in both applications and selected volunteers from a peak of more than 10,000 five years ago, this trend has now been reversed.

Applications jumped from 19,000 during the period September, 1969, to August, 1970, to 26,500 in the same 12-month period just ended. As of last month, there were 8213 volunteers in 56 countries around the world.

No one is doing any real tub-thumping about this state of affairs. For Peace Corps officials are anxious to maintain a low posture around the world, free from all the bravado and braggadocio associated with the venture 10 years ago.

One place where this is especially so is Chile where the Peace Corps maintains a modest and apparently satisfactory operation, and is very adverse to calling attention to it.

Chile is a land where several years ago two Communist senators launched a full-scale congressional investigation of alleged Peace Corps involvement with the CIA in an attempt to get rid of the program altogether. These elements had reason to believe they had an ally in Allende, the first freely-elected Marxist president in the Western Hemisphere.

Just a year ago, in fact at the time of Allende's inauguration, some Washington officials in the State Department were proposing that the Peace Corps be withdrawn from Chile before it was thrown out.

Neither thing happened. Today there are some 62 men and women volunteers in the country, engaged primarily in forestry and fishery works and in the noteworthy fish meal concentrate program. Requests from Chilean government for 22 additional volunteers are now outstanding, and a number of these are now in training, including a winning college basketball coach (from Delaware U.), requested to prep the Chilean national team for the next Pan American games.

The future of the Peace Corp in Chile as elsewhere isn't fully secure. Officials hasten to point out that the welcome mat could be withdrawn at any time.

But the organization is demonstrating more durability there than many an American corporation, such as Anaconda Copper. It's proven itself sufficiently so that it won't sink or swim simply on the future won-lost record of Chile's national basketball team.

Crocker Snow is assistant managing editor of the Morning Globe.

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WASHINGTON POST 2 2 OCT 1971 Approved For Release 2000/08/16 : CIA-RDP80-

Lewis H. Dinguid



BUENOS AIRES – Pablo Neruda was the Communist party candidate for president of Chile last year, but not even Chilean conservatives

Mixing

even Chilean conservatives would consider that venture unseemly for the nation's foremost poet:

¹ Most of Latin America's literary greats have played at politics, and anyway, Neruda kept his major emphasis on his art. So Chileans were sure it was only a matter of time until the lifelong Communist won the Nobel Prize. Today's Stockholm announcement proved them right.

Chile, long and lean and beset by the harshness of nature, finds amplest expression in its politics and in its poetry.

OCCASIONALLY the two mix in the loquacious passions of the hemisphere's liveliest Congress, and some observers feel that such verbal tangles hone the talents of the poets.

But the greatest Chilean poetry is lyric, and the country's rude but beautiful geography is--as in Neruda's case--an inspiration.

Neruda, 67, is the second Chilean lyric poet to win the Nobel Prize for literature. When the late Gabriela Mistral received it in 1948, she said: "If the Nobel Prize were to honor my country, I think it should have been given to Neruda, since he is our greatest poet."

Neruda was born in Parral, a train stop 200 miles south of Santiago, where his father was a railroad worker. Actually his name was Neftali Ricardo Reyes, but he took his pen name from a Czech poct of the last century.

He has published more than 300 books of poetry, most of their translated into most languages. Among the better known are "Twenty Love Poems and a Song of Despair," "Residence on Earth," "General Canto" and "One Hundred Love Sonnets."

IN DEDICATING "these misnamed sonnets" to Matilde Urrutia, Neruda said he kept thinking of how "The poets of all time prepared

rhymes, that sounded like silver, crystel or cannonfire. J, with much humility, build these sonnets in wood, I gave them the sound of this opaque and pure substance . . You and I walking through woods and sands, by lost lakes, through hundreds of latitudes, gathcred fragments of pure branch, of wood submitted to the assaults of water and weather...." The sonnets that follow

are anything but wooden. . . In recent years, Noruda

has lived in a large home, on the rocks of Isla Negra; hard by the Pacific Ocean.

Politically, some of the sharpest criticism Neruda has met has come from those to the left of him.

In the late 1960s he accepted an invitation from Arthur Miller to visit the Pen Club in New York. The Socialist Party of President Salvador Allende---which is considerably to the left of Chile's Communists---slurred Neruda for having consorted with CIA-financed imperialists.

NERUDA ONLY partly smoothed the fuss by coming home through Cuba. His political writing is not

among his prized works, although swipes at the North Americans get big play at home.

When the Popular Unity coalition that elected Allende to the presidency last year was still forming, and Allende's candidacy was not yet certain, Neruda was put forth as a possible candidate by the Communists to improve their bargaining position. His name was dropped as Allende's candidacy grew. The younger and more radical Communists and Socialists of Chile pick on both

Allende and Neruda as being rather bourgeois and archaic, even traditionalist. So there was some anguish in the younger liter-

guish in the younger hterary set when Allende did precisely what Latin presidents have done for the last 150 years—presented what is, in effect, the national literary prize, the ambassadorship in Paris, to the country's foremost poet.

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LONG BEACH, CAL INDEPLED Proved For Release 2000/08/16 : CIA-RDP80-01601R000

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OCT 1 3 1971

Letters to the editor

STATINTL

Big stick' diplomacy dead in Chile

EDITOR: William V. Shannon's "Hard line on Chile hazardous" in your Oct. 4 issue was reasonable and agreed with Robert Mc-Namara's views.

Certainly the two American copper companies have cause for complaint against the Chilean government for refusing to pay them cash for their expropriated properties, although the Chileans insist that they were well compensated by taking excessive profits (over 10 per cent annually) from the country during the last 15 years. But the days of "carrying a big stick" and "sending down the Marines" are long pest.

Mr. Shannon is quite mistaken in classifying Chile with the "undeveloped countries." Nor are its "decisions in the hands of a demagogue or politically inexperienced army officers without clear understanding capital investment and balance of trade."

Two years ago the country announced rejection of all foreign investments unless in government-controlled industries and of any further loans from the United States, with their restrictive conditions (and money from the Central Intelligence Agency, principally for the purchase of surplus military equipment). The government continues to adhere to these principles. However, it would still welcome further U.S. loans without the strings attached to previous ones, and is receiving considerable loans from other foreign countries under liberal terms.

Chileans all admire the United States and its progress and want to adopt some of its better features, but they feel that they have a few that we might adopt. They have had since 1923 Social Security collectible at age 59, unemployment insurance, medicare which covers childbirth and all costs including medicines.

The brave little democratic republic has a constitution similar to ours. They have defeated communism so far, and have elected several women mayors. Seal Beach H.D. CARR

Chile now has a Marxist president, Salvador Allende, and has been seeking closer i economic and technical ties with East Germany and Russia. Recent events, however, from to indicate a children was and the second than membership in a Communist bloc. Whatever type of government Chile finally adopts, many international authorities feel, will be uniquely Chilean. --- The editor.

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Chile to make copper terms known Friday

WASHINGTON, Oct. 11 - Speaking at a news conference at the Chilean Embassy here, Clodomiro Almeyda, Chile's foreign minister, said that compensation to U.S. copper interests, recently nationalized by the People's Unity government of Chile, would not be , announced until Oct. 15.

He also indicated that because in some cases mines were jointly owned by the Chilean government and the Kennecott Corp. this U.S. concern would not have to bear the full deduction based on "excess profits."

lende had announced Sept. 28 that, in the compensation for mines owned by U.S. firms, \$774 million would be deducted as excess profits made by the American companies since 1955, the date set by the legislation under which the mines were nationalized July 6.

Allende ordered \$354 million deducted from compensation : paid to Anaconda for its Chuquimata and El Salvador mines, and \$410 million from compensation to Kennecott for its interests in Chile's President Salvador Al- the giant El Teniente mine, the largest underground copper mine in the world,

Asked how long he believed the negotiations over copper would continue, Almeyda said, "Through the Autumn." He also said Chile believed that

other Latin countries were willing to end the diplomatic isolation of Cuba, suspended by the Organization of American States (OAS), and that Cuba might send delegates to a conference of underdeveloped countries in Lima, Peru. Almeyda's announcement followed reports that the Nixon Administration was considering reprisals against Chile which would become a pattern for the economic blackmail of all Latin American countries, as well as the increased activization of the CIA.

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Prensa Latina

Sanțiago de Chile 1. Since, assuming office in November 1970, the Chilean government of President Salvador Allende has been carrying out far-reaching domestic economic reforms and an anti-imperialist foreign policy-a program which is opening a new page in Chilean and Latin American history. Although some left elements have criticized the government for moving too slowly, all the democratic forces of the country agree that the Popular Unity government must. be defended from threats from the oligarchy and U.S. imperialism.

When Allende assumed the presidency, Chile was "a capitalist country dependent on imperialism" with "a national, monopolist bourgeoisie that was increasing its dependence on foreign capital"-in the words of the Popular Unity program.

During the preceding Christian Democratic administration of Eduardo Frei, the present opposition leader, there was an increase in exploitation by foreign capital. Between 1964 and 1970 the traditional oligarchy became stronger and a new breed of ambitious entrepreneurs closely linked to American corporations their \$80 million debt to the Chilean governbegan to develop. Foreign interests created ment. Simultaneously, there was a slow down Chilean subsidiaries that penetrated all areas of in production at the mines, but the workers industry and commerce.

foreign capital. The program stated: "The down future production and the resulting probforces of the Popular Unity have as their basic lems will take months to resolve. goal replacing the present economic structure and destroying national and foreign monopolies tion of banking and credit institutions. When as well as latifundios, to begin building social- Allende became President, the economy was ism. "

for the establishment of a socialized sector of banks. Since the "intervention" of the Edwards the economy that would include the nation's bank in December the state has gained control basic industries, the banking system, large of more than 60% of the private banking shares. corporations and monopolies and "all those Among those already nationalized are the activities which, in general, condition the eco- Banco Espanol, the third largest and which nomic and social development of the country." controlled more than 80 corporations; the Pan Alongside the socialized sector, there would also American and Continental banks, both linked be mixed state-private enterprises and a private to textile interests; the Bank of Credit and sector of medium and small businessmen, Investment, also a bastion of textile companies; miners and manufacturers.

Expropriations, "interventions"

government.

which is the biggest in the textile industry, were expropriated in December. Since then there have been numerous government "interventions" in banks and companies using illegal practices in production or labor relations. The major part of the textile industry was "intervened" within a few months.

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Allende signed a decree which provided that workers' representatives and government-appointed supervisors will equally share the administration of factories that have been "intervened." Present laws allow "intervention" or confiscation of installations and, in some specific cases, compensated expropriations.

On March 16, the two largest cement factories, both controlled by foreign capital and linked to mational monopolies, were "intervened." The previous month the state bought 52% of the RCA electronics subsidiary, a controlling interest in the Zig-Zag publishing house, one of the most important newspaper monopolies and a textile mill of the Yarur clan. It also expropriated the Paper and Carton Co. of the Alessandri Matte group, headed by ex-President Jorge Alessandri, the rightwing candidate in the last election.

Copper nationalized

The most important step in returning the basic resources to the nation was the nationalization of the copper mines at the end of June. The move has been resisted from abroad. In March, agents of the right and the CIA compromised Chile's credit abroad by making fraudulent copper sales to force prices down in the world market. The plot was uncovered but American copper companies refused to pay who became aware of the situation tried to The Popular Unity program proposed to overcome it. Anaconda, Kennecott and Cerro break the stranglehold of the oligarchy and Corp., all U.S. firms, made every effort to slow

Another important step was the nationalizacontrolled by 10 financial groups which mo-To achieve this objective the program called nopolized the banking credit in the 22 private and the South American Bank, which was linked to the Alessandri family and more than 60 corporations controlled by them. The Bank This remains the basic program of the of Chile has been partially purchased by the state, thereby restricting the power of the main

Two of the largest textile factories in the families of the oligarchy. The five foreign banks Approved For Release 2000/08/16". CIA-RDP80-016018000400270001-1.

Approved For Release 2000/08/16 : CIA-RDP80-01601R000400270001-1

STATINTL

RICHMOND, VA. NEWS LEADER

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OCT 2 1911

Groucho and Karl:

President Salvador Allende of Chile lately has been acting as though' the Marx Brothers were serving him as diplomatic advisers. He has natio.ⁿ⁻

alized every piece of American property in sight, and at the same time accused the United States of packing his country with agents of the CIA. Now, having made his calculations for compensating two American mining concerns, comrade Allende has determined that the companies owe Chile at least \$774 million in "excess profits."

What makes that so laughable is that the holdings of the two firms involved—Anaconda and Kennecott—have a book value of about \$500 million. Thus Allende has figured out that even after taking everything from the companies, Anaconda and Kennecott still will owe Chile a quarter of a billion bucks. Allende may want the Yankees to go home, but he also wants them to borrow the money for their plane tickets out.

The U.S. State and Treasury Departments don't find Allende particularly amusing, and presumably will retaliate. One loan to Chile recently was held up by the United States, and there may be more of the same. It will have to be much more of the same to keep Allende from continuing to laugh at the big boy up north: Comrade Allende seems to relish the combination of Groucho and Karl in his marxism. Approved For Release 2000/08/16 : CIA-RDP80-01601R000400170001-1

MIAMI, FLA. HERALD SEP 2 9 1971 1 M - 380,828 S - 479,025

IA 'Over-Credited' In Chile

NOW and then, the U.S. Central Intelligence Agency gets a break from the Communists. A good current example is the wave of political paranoia boiling up in Chile.

(Yes, we understand that President. Salvador Allende is a Marxist who advocates socialism for Chile but in this instance we feel the term Communistmore aptly categorizes the paranoia).

For instance, the telephone service has been poor in Chile. Who's to blame? The CIA.

Some sectors of the international press have scored Dr. Allende heavily. Who's the inspiration? The CIA. And so on.

We do not doubt that the CIA has a full complement of operatives in Chile, with all the appropriate cloaks, but we think those fellows are getting too much credit.

The statement over the weckend by Dr. Eduardo Frei, former president and leader in the Christian Democratic Party, reinforces that view.

Dr. Frei, remember, has held his silence until now and the Christian Democrats have been cooperating with the Allende government. Now that's off. He has accused the Communists of assuming control in the six-party coalition that elected Dr. Allende. Both he and the party charge that Chile is being steered into a leftist dictatorship. From here on, they promise, the Christian

and the second second

Democrats will be part of the active opposition.

That automatically (in the eyes of the Allende government) brands the Christian Democrats and Dr. Frei as seditious, for all criticism is so labeled, and throws them into the ample laps of the CIA.

The popular and respected Dr. Frei hardly fits the role of CIA lap-baby, for his record establishes him as a Third World independent, positioned well on the left.

Chile was following a generally leftward trend some 50 years before Dr. Allende took over. Dr. Frei himself started the land reform and nationalization of copper companies. The difference is that Dr. Frei moved slowly and legally, and Dr. Allende has stepped up the pace and moved to change what is legal.

The Wall Street Journal estimates that Dr. Frei reduced the role of the private business sector in Chile's gross national product from 83 per cent to 69 per cent during his six years in office. After almost one year, Dr. Allende already has reduced it by an estimated 10 per cent.

Dr. Frei's previous warnings that Dr. Allende's brand of socialism cannot be imposed democratically lend extra weight to his latest charge that the dictatorship is taking shape.

So it is hardly credible to charge all these flaps to the handiwork of the CIA, though that outfit accepts all applause as well as criticism in silence.

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PORTLAND, ORE: OREGONIAN Approved For Release 2000/08/16 : CIA-RDP80-M - 245,132 . STATINTL s - 407,186 SEP 121971 Angela Davis idolized Cuban TV promotes fierce anti-American By MARTIN SCHRAM LA Times-Weshington Post Service propagan

HAVANA -- Mighty Mense has liberated his follow 10-dents and departed. Hum-, phrey Begart is waiting in the wings, But now the blue-gray tube is beaming still another North American folk here into a briag rooms of folk hero into lking rooms of Havana.

"An-gel-a- Davis ..." The popular seag all Cuba is singing sounds from the in-nards of the Soviet model television set. The striking face and Afro hairdo of the young American radical lin-gers on the screen. Abrupt cutaway to fierce looking American police in viot hel-mate and con marks abrup mets and gos masks charging forward with clubs swinging. Back to Angela Davis. Then to American police.

Slowly, dramatically, through still photos and motion picture film, the television tells the story of Angela Davis - how she was hunted by the police, how she was time to wonder why, whoo-found in that non-Afro wig, pee we're gonna die." For how she was jailed. Again counterpoint, there is a dis-the headshot of the heautiful courdant Star Spangled Banblack revolutionary lingers ner. on Cuban television screens. And all the while, the song's relrain is heard: "An-gel-a-Davis, Cuba wants your liberly!'

Just like the American kiddie cartoons in the early evepings and the old American movies at night, the Angela Davis story is presented . countesy of the government's Liberation Television Net-work. It is one of the ways Fidel Castro's regime helps Cubans keep tabs on life in the United States.

Propaganda dominates

When Cubans are not at home watching television, often they are in theaters watching movies. And among the visual fare in many of Cuba's leading thea-ters are a number of "docu-mentaries" that are like the Angela Deric the the structure. Augela Davis story, cmematThere is, for instance, the Meon shot played down one that opens with a shot of Meon shot played down a naked lady holding her. The stories told of the inl-hands over her breasts. It is, tial revolutions by the New of course, an attock on the York Times, the efforts of United States Central Intelli-tion CIA involvement in the Zinal U.S. Supreme Court de-1961 Day of Pigs invasion claim, and the legal proceed-and then charges that the ings against Daniel Elleberg CIA was also responsible for the paper who looked the CIA was also responsible for the murder last year of the man who leaked the Chile's army commander, documents) and his friends. Gen. Rena Schneider Cher-in contrast to the coverage cau. In another cerie seg. given the Pentagon papers what the these process have ment, the CLA is also depicted as the center of a mysterious spider web.

Then there is the documentary that opens with the photos of President Nixon and reatures a creative musical score in the background; the basic theme is an American folk singer warbling (to the tune of Muskrat Ramble) 'and it's one, two, three join that kappy way... ain't no Gen. Creighton Abrams, U.S. that kappy way . . . ain't no ipation in the war in Vict-time to wonder why, whoo nam from the perspective of pee we're gonna die." For the North Vietnamese, Re-counterpoint, there is a discertly, for example, Granna

The film is telling the story of the U.S.-South Vietnam-ese troops fleeing in appar-ent panic. Slipped into the midst of the documentary is a cartoon of Nixon flecing in trine is very wicked and per-apparent panic. Here, the fidlous.". ~ theater audience, which has Throughout the headling been watching the documen-taries in silence, begins to suicker and chortle. A few applaud.

Another chunk of Ameri-cana that the Castro government cnthusiastically passed along to Cubans was the episodic saga of the Pentagon papers. "The secret docu-ments," as the Cubans call it.

The official government newspaper, "Graama" pab-lished 32 issues between June 15 and July 21. A visi-tor to the "Graama's" cffices counted 28 issues pub-. lished during this period containing articles dealing with

some quite long.

In contrast to the coverage + given the Pentagon papers, the most recent meon landing mission of the U.S. astronauts received just scant attention in Granma. Small articles tucked on the inside international page. And Presi-dent Nixon's planaed trip to mainlond China was an-

ipation in the war in Vict-nam from the perspective of cently, for example, Granma published an editorial from Nhan Dan, the North Vietnamese daily, under the headline: "The Nixon doctrine is headed for complete defeat." The e d i t o r i a l warned that "The Nixon doc-

Throughout the headline and editorial, as in every issue of Granma, the name of sue of Grannia, the name of President Nixon is sort of misspellad. Granma's style omits the "x" in "Nixon." In place of the "x", Granma in-serts a Nazi-style swastika.

Epilogue: In Comaguey a

couple of weeks ago, four Cuban youths in their early 20s stopped to talk with an American reporter along the narrow downtown main street Calle Avellaneda, Two were students, one a mechanic, and one on leave from a three-year hitch in the Army,

Viet war discussed

All four were intensely proud of their country and its accomplishments - the opportunity for every Cuban youch to attend a university free of charge, the opportun-ity for all Cubans to receive tree medical care, And at the same time, all four were intensely interested in how people can endure life today in the United States. They were concerned, they said, because they like the American people, but not the American government.

"It must be very bad in the United States now," said. one of the students. What did. he mean? One by one, the four started ticking off a list of bad things: "Police brutalliy . . . the secret documents that showed that your government does not tell you! the truth . . . racial discrim-ination 'I hear Negroes have to ride in a special section of the husea' and the buses,' said one youth who was black . . . assassinations ... gangstors ...;



N OUR DAYS, the role of propaganda and intelligence as major foreign policy instruments of the imperialist states is growing all the time. B. Murly, an American professor, emphasises that the functions of camouflaged ideological coercion and subversion of world law and order are being carried out by means of propaganda.1 In effect, Murty recognises the close connection between propaganda and intelligence.

The intelligence agencies do not, of course, conduct their propaganda activity openly, but they possess the necessary means to promote ideological subversion abroad and render it more effective. A network of secret agents and paid informers, bribed newspaper and magazine publishers, corrupt politicians and adventurers, to whom the intelligence service assigns the role of "charity workers" and "educationalists"all this makes it possible for the intelligence service to exercise anonymous control in spreading propaganda and disinformation.

Richard Helms, the head of the CIA, stated in a memorandum to the government, that the psychological warfare must be placed fully under the control of the US intelligence service. Psychological warfare, he stressed, is a sphere of government activity which must be dealt with only by professionals acting in secret. An American professor, Ransom, who for a long lime took part in the military research programme of Harvard University, holds that the role of the CIA in undertaking political and psychological subversive acts has increased so much that it has become a major instrument of political war, and has far exceeded the functions determined by the law.on the establishment of the CIA.2

Some bourgeois scholars call this process "politicising" the intelligence service. "The

¹ See B. Murty, Propaganda and World Public Order. The Legal Regulation of the Ideological Instrument of Coercion, New Haven-London, 1968, p. 11. ² See H. Ransom, The Intelligence Establishment, Cambridge (Mass.), 1970, pp. 94, 239.

agent influencing political affairs abroad is becoming a central figure," wrole Bergh, a West German expert on intelligence.3

STATINTL

In this way, a kind of an organisationally independent sphere of so-called unofficial propaganda is forming. In the opinion of Western specialists and politicians, this type of propaganda has a number of advantages over the official one. A report "The American Image Abroad", submitted to the American Senate in 1968 by the Republican Coordinating Committee, stresses that the material being spread by non-governmental agencies is accepted in foreign countries with greater trust than that put out by the government. In view of this, the committee recommended the government to en-courage by every possible means the American organisations issuing information and pro-paganda material for foreign countries.

A vivid example of the kind of unofficial propaganda directed against the USSR and other socialist countries is the activity of Radio Free Europe, officially an independent organisation, but virtually controlled by the US authorities.

Speaking in the US Senate in January 1971, Senator C. Case said that 1,642 employees of Free Europe and about 1,500 professional workers of the Liberty radio station were maintained by the CIA. These subversive centres make use of 49 transmitters bought with CIA money. The American intelligence service expends annually over \$30 million on these radio saboleurs. Hundreds of millions of dollars have travelled from the US state treasury to the accounts of Radio Free Europe and Radio Liberly for over 20 years. As for the assertions that they are financed from "private donations", it transpires that these donations do not even cover advertising expenses on appeals to the American public for money.

The US intelligence agencies secretly subsi-

³ H. Bergh, ABC der Spione, Pfaffenhofen, 1965, p. 83.

Approved For Release 2000/08/16 : CIA-RDP80-01601R0004002700014

Approved For Release 2000/08/46 CIA-RDP8 SEP 1971

metrica. The Left on the Move by John Gerassi

N OCTOBER 1967, WASHINGTON COUNTER-insurgency experts were understandably jubilant. With the death of Che Guevara and the failure of the Bolivian revolutionary foco, they thought serious left-wing agitation in Latin America would end-at least for the forseeable future. In fact it did the very opposite. In Uruguay, Argentina, Chile, Bolivia and Peru, while Che's death did indeed lead to the abandonment of his continental theory of revolution, it also stimulated new revolutionary thought and groups, and brought the struggle in less than four years to dramatic and unexpected results. In all five of these countries today, the left is either on the road to power or in the process of consolidating actual victories. It is no longer trying self-consciously to mimic the Cuban experience, no longer courageously (but inopportunely) launching rural guerrilla adventures, no longer volunteristically declaiming that the objective conditions for revolution need only the development of subjective leadership. Rather the left is now soundly grounding its strategy and taetics in local reality; and that reality, although it varies in all five countries, seems to exclude precisely the Che (Regis Debray) model of guerrilla foco.

ECAUSE OF THE TUPAMAROS' spectacular exploits, it is Uruguay which has received most publicity. Indeed the Tupas have repeatedly robbed supposedly impregnable banks and gambling casinos, assaulted police headquarters, kidnapped high government officials, captured official radio stations long enough to broadcast 12-minute manifestoes, and, in general, convinced the country's 2.9 million people that they are invincible-despite massive US counter-insurgency aid to the government. But most importantly, the Tupas have helped radicalize that population, so much so that today all liberal and left-wing forces are united in one formidable front and that has been Tupamaros' strategy from the beginning.

Organized by socialist party cadremen as early as 1961, the Tupamaros, which are armed forces of the clandestine Movement of National Liberation (MLN), never intended to seize power simply through violence. Their goal was, and is, to help build a mass political consciousness. Until 1963 their activity was limited to helping the non-unionized and exploited sugar workers of interior Uruguay to win bread-and-butter demands. Only when the government vecred sharply to the right, broke relations with Cuba, installed press censorship and launched widespread repression did the Tupas begin their "retaliation." Although some of the money they stole went to help finance their ownApproved For Relie as 2000/08/16 : CIA-RDP80-01601R000400270001-1

By making public the official documents they seized SiTATINTL' banks or ministries, the Tupas exposed government corruption and showed up the collusion existing between the rich, the USAID programs, and the elected officials. In exchange for the release of kidnapped officials, the Tupas forced the government to distribute food to the needy and, in one dramatic case, to build a free workers clinic, winning the population's admiration and a great deal of cooperation as well.

"From 1967 on," one Tupa told me in Montevideo last June, "we were strong enough to seize power. But what good would that have done? The gorillas [right-wing generals] in Argentina and Brazil would have descended on tiny Uruguay and crushed us. Besides, the people might have cheered us, but would not have fought for us. Our people have to learn that it is for themselves that they are fighting. They have to want power. That takes years of politicization. We have to wait." Waiting, of course, has been costly not only to the government but to the Tupas themselves. The police also are learning from the struggle, and, as it has been intensified, the Tupas have begun to suffer serious losses. Scores have been killed, and there are currently over 100 in jail, including Raul Sendic, once a socialist party official and one of the original leaders of the MLN. Also, as US counter-insurgency experts have taken over command of the hunt, torture has become a standard part of the government's retaliation. That was why the Tupas executed Dan Mitrione, the CIA's super-sleuth, whose office was in Montevideo's police headquarters.

With general elections scheduled for this November, it is campaign time in Uruguay now. In the past, only two parties have jockeyed for power: the Blancos (Whites), by and large representing the landed population and the Colorados (Reds), strong especially in Montevideo, where half of Uruguay's people live. But now a third party will be on the ballot, a united front which is so vast that it has official support from Moscow to Rome, joining together under a single bauner the Communist and Christian Democratic parties, as well as Trotskyists, anarchists, pro-Tupamaro militants, left liberals and dissidents from the two major parties. The Frente Amplio offers none of the usual "advantages" (pork barrel posts, concessions, contracts, etc.) in exchange for votes; presidential candidate, General Liber Seregni, who once ruled Montevideo's army but resigned when ordered to use his troops for repression, promises only hard times ahead. Yet in a few short months, and starting from scratch with neither the press nor the airwaves in its favor, the Frente has become the frontrunner, so much so that there is a great deal of talk that

THE SAN FRANCISCO CHRONICLE Approved For Release 2000/08/18th CALRDP80-01601R

South America Coups

By Thayer Waldo Chronicle Foreign Service

Mexico City

The violent toppling of still another Bolivian regime is seen by knowledgeable sources here as part of a far-reaching move-ment, backed by the U.S. Central Intelligence Agency (CIA), to seize power in light a total of six South Ameri- level. can republics.

Although it has been officially denied, CIA money, lish

А News

en to the rebel strategists Analysis who masterminded overthrow of Bolivia's leftist

advice was

President Juan Jose Torres. Similar action is reportedly planned over the next 18 months in Peru, Argentina and Chile, probably in that order. In Uruguay and Colombia, it is felt that attempts will be made to achieve the goal through the ballot box, with force reserved as a last resort.

Because the Bolivian political situation has been chronically chaotic throughout its history — the latest coup was number 187 In 146 years of independence - that republic was given top priority on the international planners' timetable.

EX-PRESIDENTS

The "brain trust" of this sweeping Latin American scheme includes four former presidents of the countries involved - all but one also ousted from office -- prominent Catholic church leaders and the Falange were bitter mands of each nation.

prevent spread of Soviet and considered most unlikely. Communist Chinese penetrasharp decluApproved For Release 2000/08/16 CRDP 80 160 R00400270001-1 States influence there over the past several years.

CIA movement. Although it remains to be clarified whether President Nixon was consulted personally, there can be however, represent the no doubt that CIA Director, greatest risks, for prime reli-Richard Helms got the green light at top administration

Master

PARTIES

The plotters seek to estabcenter-left, nontraining and Communist regimes within the respective countries, relying chiefly on the leaders liberally givand programs of Social Democrat or Christian Democrat parties.

> However, since they must also count on the aid of military men who are in many cases extreme political rightists, personally ambitious, or both, success in attaining those ends is at best uncertain.

The Bolivian developments offer a clear case in point. Former president Victor Paz Estenssoro of that landlocked Andean republic, a moderate Socialist, is a "brain trust" member; the main purpose of the revolt there was to let him return from seven years' exile in Lima and take over the presidency again.

FALANGE

But Colonel Hugo Banzer, backed by the fascistoriented Bolivian Falange, had himself sworn in as chief executive before Paz could set foot on home soil.

During Paz's two periods in office, his Nationalist Revolutionary Movement (MNR) and conservative officers in foes. Although they joined the armed services' com- forces to help topple Torres, a voluntary surrender of pow-Their common aim is to er by one to the other is now

Observers believe that simtion in that area, following a | ilar frustrations are apt to

crop up in at least three of collaboration was theother target republics. It sought by Peru's cx- γ is regarded as most probable president, Fernando Be² in Argentina, where the planlaunde Terry, with the con- ners hope to put out of his collections. ners hope to put ex-president sent of his colleagues in the Arturo Frondizi back in office and keep former dictator Juan Peron out.

Uruguay and Colombia, ance in both countries is to be placed on the electoral process.

ELECTION

The Uruguayan constitution forbids two consecutive presidential terms, but supporters of President Jorge Pacheco Areco are pressing for an amendment which would let him run again in November - with the country's present "state of emergency" measures maintained during the balloting.

They reason that traditionally conservative farmers and cattlemen will join the business community in voting for Pacheco against Liber Sergegni, the fiery exgeneral who wants to nationalize industry and banking. And police power under the emergency decree is expected to keep leftist demonstrators off the streets.

The gamble will be even greater in Colombia, where a 16-year "co-existence" pact between the republic's two major political parties runs out in 1974.

There the CIA has taken the initiative, insisting on support for independent leftist Alfonso Lopez Michelsen over the objections of many who wanted to back respected former president Alberto Lleras Camargo.

ROJAS

But the man to beat, everyone admits, is aging General Gustavo Rojas Pinilla, who ruled Colombia with an iron fist for 4½ years during the 1950s. Exiled, then tried and condemned for malfeasance

conviction and made a stunning comeback, almost win-

ning the presidency last year.

The CIA view is that the ex-dictator must be defeated at all costs, and the CIA picked Lopez because he?. would let himself be put in office via a coup, if necessary, while Lleras would not.

Last but by no means least is Chile. The Marxist government of President Salvador Allende was voted into power, whereas the Bolivian, Peruvian and Argentine regimes are all de facto. For that reason, Chile is last on the plotters schedule.

They believe that another year and a half of Allende's socialization program will have alienated enought Chileand to make his ouster from office both practical and popular.

Allende's immediate predecessor, Christian Democrat Eduardo Frei, would be the replacement. He, too, belongs to the international movement's "brain trust."

Well informed sources report that the CIA has committed a \$14 million fund to this six-nation project, with close to a million of it already spent in helping to finance the Bolivian rebels.

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31 AUG 1971



CIA still at work

Few will doubt the reports that the U.S. Central Intelligence Agency had a hand in the overthrow of the Torres Government in Bolivia by a reactionary cabal closely linked to U.S. imperialist interests.

It was an operation in keeping with the role of this U.S. agency which maintains its own 30,000-strong army in Laos, its own airlines, has intrigued in South Vietnam since the 1950s, organized an invasion of Cuba and otherwise played the role of hangman of progress, nationalliberation struggles and socialism:

Its role in the hunting down of Ernesto Che Guevara and his companions in the mountains of Bolivia is wellattested.

The very same 800-man unit trained by U.S. Special Forces (Green Berets) which murdered Guevara joined Col. Hugo Banzer in his military putsch to overthrow the Torres Government.

The spider sitting in this web of subversive conspiracy against the Torres Government was U.S. Air Force Major Robert J. Lundin, whose private, special-purpose radio connection to the U.S. Embassy in La Paz is reported to have been used by the putschists. U.S. companies in Bolivia are reported to have bankrolled the gang who promised to undo the reforms the Torres Government had undertaken with the support of students, workers and masses of the people.

This imperialist-inspired coup is a warning. There is not letup in the plotting against socialist Cuba,

The defeat of U.S. imperialism's efforts to block the advance of the people's national independence struggle in Chile has intensified the subversive activities of the CIA. there.

A grave responsibility rests upon the U.S. workers of hand and brain, white, black and brown, on the masses of people, because it is the imperialism of our country which plots against the liberties of other peoples.

Approved For Release 2000/08/#60 @WA-RDP80-01601R00

Soviet festival sets new high

876.9 V

in realism

MOSCOW (TASS)--The contest of short films that is held. in the framework of the International Film Festival is widely commented upon by the Soviet Press. The newspaper "Sovetskaya Kultura" wrote: "These films are revelations by honest artists, the cinematic expression of what grieves them. This is truly political cinematography."

The audience warmly received the film, of the veteran Cuban film maker Santiago Alvarez about the political assassination of General Schneider in Chile. Sequels from these films were shown over television to millions.

In the reviews on the film, the papers stressed that the main thing for Alvarez was to analyze the crime and to expose the political reasons for it. With the ruthless logic of a prosecutor, the film director exposes the United States CIA which is behind the crime. The CIA: these initials sound equally sinister in different languages.

They became a synonym for treacherous and cruel American imperialism. TIME

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FOREIGN AID

The Politics of Leverage

U.S. foreign aid, occasionally highprincipled and altruistic, most of the time is used as a way of exerting diplomatic leverage. As such, its rationale ward easing its repression of the East. can be precarious. Two recent examples: Last week, however, the Nixon Admin-▶ After the assassination last month of a istration admitted that its economic aid Chilean opposition leader, former Vice President Edmundo Pérez Zujovic, the killers were identified as members of the itary aid, which theoretically was cut off extreme leftist Organized Vanguard of when the terror began in East Pakistan the People. But Communist and Socialist politicians, as well as several pro-government newspapers, accused the U.S. Central Intelligence Agency of being behind the murder. Defense Minister Alejandro Ríos Valdivia did not specifically Islamabad from becoming even more reblame the CIA, but he told the Chilean liant on Peking than it already is for mil-Senate that "hidden interests far beyond itary assistance. Though Yahya promised our borders . . . who are being harmed through revolutionary changes" were the islature" within four months, the conreal culprits. The Marxist government flict in East Pakistan is continuing, and of Salvador Allende Gossens, while there is no sign that leverage is prostaunchly maintaining that it had never ducing the desired result. accused the U.S. of wrongdoing, refused to exonerate the CIA, and the charge stuck in the public mind.

The Nixon Administration is aware that such an incident could cause further damage to an already fragile realationship. It is also mindful that negotiations will soon be held to deter-

mine the value of U.S. copper properties that are to be nationalized by the Chilean government. Accordingly, Washington has adopted a stance of calculated ambiguity toward Chile. Last week the Administration decided to grant Santiago \$5,000,000 in credits for the purchase of paratroop equipment and a \$4,000,000 C-130 military transport. It was the first new military aid since the Allende government came to power last October.

▶ The Pakistan army's crackdown on East Pakistan last spring has resulted in the deaths of as many as 200,000 Bengalis. Another 6,000,000 have fled across the border, saddling India with a massive refugee problem.

The World Bank, as well as most of

the Western aid-giving nations, has concluded that economic aid to Pakistan should be suspended until the government of President Agha Mohammed Yahya Khan takes significant steps toto Pakistan, which amounted to \$213 million last year, will continue. Even milon March 25, will not be suspended for equipment ordered before that date.

The U.S. has a dual motive: main-taining leverage with Yahya to seek a settlement in East Pakistan, and preventing last week that he would convene a "leg-

Approved For Release 2000/08/16 : CIA-RDP80-01601R000400279001-11-11-

Hostility To Allende Increasing -Fed by Slaying Of Higli Ex-Official By WILLIAM F. NICHOLSON

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Associated Press Writer SANTIAGO, Chile - In darkened the downtown movie theater, the moustachioed face of President Salvador Allende came on the screen one recent night during a newsreel. Hissing and derisive whistling came fromsome members of the audience.

He appeared again in another segment. More hissing and whistling. Others in the audience began clapping for the Marxist chief executive. There was even more hissing and whistling.

In recent weeks, Allende and his left-wing coalition government have encoun-



President Allende ... hissed in theaters

tered growing hostility from opposition parties and Chileans.

"I can't even talk about that man without losing my temper," said a Santiago secretary:

THE DISENCHANTMENT came to a head after the June, 8 assassination of former Vice President Edmundo Perez Zujovic, a terrorist act that shocked the Chilcan , people,

27 JUNE 1971

The slaying of Zujovic, who was an outspoken antileftist, was blamed by police on the ultraleft "Organized Vanguard of the People," an anarchie group known by the nickname of "The Vop."

The Vop has criticized Allende publicly for going "too slowly" in transforming Chile into a socialist state.

The Communist and Socialist parties, the dominating groups in Algende's government, blamed the U.S. Central Intelligence Agency for the slaying by using Vop members as "hired mercenaries."

That claim has been ridiculed by the opposition and by left-wing student groups.

AT THE SCHOOL of Philosophy at the University of Chile, where one Vop member, Daniel Vergara, studied, the student assembly rejected the charge "with indignation."

The Christian Democratic party, of which Zujovic, was a member, has charged that Allende's toleration of the Vop and other armed leftist groups led to Zujovic's assassination and a climate "of hate and suspicion" in Chile. The party demanded that Allende disband all such groups and restore authority to the police.

Ex-President Eduardo Frei, under whom Zujovic served in the previous administration, cut short a European vacation to return to Chile. He said he wanted to "help put an end to the violence in Chile." The former president also charged that "calumnies and lies" in pro-government newspapers are "destroying-the honor" of those who criticize Allende.

Sen. Narciso Irureta, president of the Christian Democratic Party, said over nationwide television that during the Frei Administration. left-wing extremists were put in jail and added that it was Allende who personally pardoned 43 leftists from prison terms after he took office last fall.

THOSE PARDONED included Arturo Rivera Calderon, one of the suspects in the Znjovic assassination, and

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Max Joel Maranbio, a "re lutionary" bank robber v is now Allende's perso bodyguard.

The Christian Democ and the right-wing National Party engineered voting recently to reject a request by Allende for 1,000 more uni-formed policemen and 100 more detectives. The nationalists claimed Allende planned to select left-wing sympathizers for the posts:

The hostility shown against Allende apparently has had an effect. Allende did not mention the CIA in a recent speech during a progovernment rally against "sedition and terrorism."

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By KEN NEWCOMB

Cyrus Eaton urges complete U.S. withdrawal

NEW YORK—Far from ending the war in Vietnam as he promised, President Nixon has "surreptitiously escalated it into the remainder of Indochina—Cambodia and Laos—to the complete and utter shock of all Americans, old and young," Cyrus Eaton, financier, public figure and Lenin peace laureate, said in a speech at the Commonwealth Chub of California. Eaton called for complete withdrawal of all U.S. armed forces from Indochina and a prompt end of the war.

Eaton recently visited Chile. In his speech he sharply criticized Administration policy toward that country. Eaton conferred with President Allende while in Chile.

Eaton said that it is common knowledge in Chile that the CIA J and other U.S. agencies, including the Embassy, worked actively behind the scenes to defeat Allende in the presidential election. He said also that the Nixon Administration "went out of its way to offend the Allende Government and the people of Chile" by first scheduling and then abruptly canceling a courtesy call by the U.S. aircraft carrier Enterprise to Valparaiso.

NEW YORK TIMES

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J.S.-Chilean Relations Running Into Serious Snags

By JUAN de ONIS Special to The New York Times

because of widely publicized attacks by Marxist parties in the Government on the United States Central Intelligence Agency and because of Santi-ago's delay in honoring an agreement for the purchase of major United States copper in-yestments here. because of widely publicized the Cerro Corporation and the states Central Intelligence Agency and because of Santi-purchase of Cerro's Andina agreements here. because of widely publicized the Cerro Corporation and the purchase of Cerro's Andina agreements here. The operations Chosen the cerro Corporation and the purchase of Cerro's Andina agreements here. The pressure for a state take. Communist and Socialist par-

agreement for the purchase of major United States copper in-yestments here. Both issues are looked upon as raising questions about the political intentions of the Gov-ernment of President Salvador Allende Gossens, or about the president's ability to deal with major Unity coalition, which consists of the Commu-nist, Socialist, Radical, Social Democratic and Popular Social-ist parties. The mew mine, which repre-sents an investment of \$155-million, is one of three big operations earmarked for na-tionalization. The others are the El Teniente Mine, in which Ken-radical elements in the govern-ing Popular Unity coalition, which consists of the Commu-nist, Socialist, Radical, Social ist parties. The major uncertainty is how

ist parties. The major uncertainty is how United States-Chilean relations will be affected by the Allende Government's nationalization of all U.S. copper investments----expected next month---and other large United States pri-

ment two months ago said it after sury 12, when the cuncan such as the Revolutionary here agreed to the appointment of Government is expected to take Movement, that are antagonistic Nathaniel Davis, currently Am-bassador in Guatemala, as the new ambassador here, the The issue of compensation to have started a conflict in new

There has been no announce-ment. Instead, on May 23, the

Some Antagonistic

expectednextmonth---and
other large United States pri-
vate investments here.There has been no announce-
ment. Instead, on May 23, the
Chilean Copper Corporation
took over management and fi-
nancial control of El Teniente.Some AntagonisticReview Due This WeekCopper Corporation
took over management and fi-
nancial control of El Teniente.These frictions were not un-
expected in view of the Allende
program to "construct social-
ism" in Chile. However, Dr. Al-
lende has said that he wants
the situation with high officials.Mr. Korry met with Dr. Al-
londe for more than an hour
on Friday.Some AntagonisticAlthough the Chilean Govern-
ment two months ago said it
agreed to the appointment ofSome AntagonisticCompanies owe S100-million in
undistributedCompanies owe S100-million in
undistributedThere are radical elements
within the Popular Unity Coali-
lende for more than an hour
on Friday.May Bareed to the appointment of
Covernment is expected to takeSocialist party, and or
the fringes of the Government,
such as the Revolutionary Left

State Department has not for United States investors re-moved to replace Mr. Korry, mains unclear. who has been here since 1967. Another large investor, be-Government to back away from erates and radiacls, forcing the Another large investor, be-Government to back away from

agreed upon — with Dr. Al-lende's approval—a month ago. Charles Murphy, president of Cerro, left May 21 in the belief that an announcement would be made in a matter of days. There has been no approval.

Approved For Release 2000/08/46 : 空科平尼的户80

2 3 JUN 1971

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By Lionel Martin Guardian Staff Correspondent

Havana Two suspects in the assassination of Christian Democratic party leader Edmundo Perez Zukovic were killed during a shoot-out with police in Santiago June 13. Six others were arrested at the scene and a quantity of arms along with literature claiming credit for the assassination were seized, according to a televised speech by the Chilean minister of the interior, Jose Toha.

The two dead men-Roland Rivera Calderon and Arturo Rivera Calderon-were associated with an ultra-"left" splinter group, the Organized Vanguard of the People (VOP), officially dissolved over a year ago. Roland Rivera Calderon had also been a member of the Movement of the Revolutionary Left (MIR) but was expelled in 1968 as an agent provocateur. The MIR has supported the Allende government and some of its leading militants are serving in his personal bodyguard.

The two main parties in Allende's ruling coalitionthe Communists and the Socialists-denounced the June 8 Zukovic slaying as a right wing plot organized by Chilean reactionaries and the U.S. CIA under the code name, "Plan Calvo Sotelo." (Jose Calvo Sotelo was a conservative Spanish politician whose dawn murder on July 13, 1936 was imputed to progressive forces and was used as the rationale for the army mutiny led by Francisco Franco which initiated the Spanish Civil War.)

Chain of reaction

The Zukovic killing has also been attributed by those who oppose Chile's new popular unity government to "left wing elements." But the Zukovic affair is a key link in the chain of seditious activities that have been building up for more than six months. The first link was forged on October 22, 1970, days before Allende was to be sworn into office as president of the new socialistoriented government.

On that day the army chief of staff, General Rene Schneider, was shot down in a manner scipiciously similar to the most recent murder. In both cases the car in which the victims were riding was blocked by other automobiles from which the assailants fired the fatal submachine gun shots.

The first phase of "Plan Calvo Sotelo," the murder of Schneider, backfired on the schemers. Instead of causing the desired chaos and creating conditions for a coup or civil war, the assassination welded even greater popular unity. President Allende took office as planned and investigations proved what had been suspected from the first-that right wing subversive elements were behind the killing.

By design or chance, the murder of Zukovic occurred on the precise day which the military prosecutor closed announced that as part of a link in a prolonged tion. The highest ranking conspirator, ex-general of the crime faced life imprisonment. Three of the accused conspirators Diego Izquierdo, Allen Cooper and Andres Widow, are believed to have fled to the U.S.

the ratification of an important constitutional reform by the entire Congress draws view For Released 2000/08/16 instructional Bir Bord Rooo 400270001-1 a part of Chile's organic law the nationalization of the great copper mining resources, à major plank in the program of the Popular Unity Coalition and a doci

step in Chile's struggle out of the imperialist orbit.

In order to defeat the reform bill it was necessary to provoke an open confrontation between the powerful Christian Democratic party and the new coalition government. By blaming the left for the murder of Zukovic, a top man in the Christian Democratic party, it was hoped to open an unbridgeable schism between the two most powerful political forces in the country. Because Christian Democratic power largely depends on reformist doctrine and demogogy it has been politically, impossible for its most conservative members to lead the party to militant and open opposition to the social reforms of the Allende government.

STATINE

Following the murder, the Christian Democratic leadership made a statement holding the Popular Unity government culpable because of what it called "the spirit of hate and defamation" fanned by the pro-government news media. But the Christian Democratic party statement nowhere mentions the open provocative campaign of the conservative news media in Chile, the precedent of right wing violence in the Schneider affair or what is common knowlege to Chileans, the anti-government conspiratorial activities of right wingers backed by the CIA. Significantly, the reactionary Partido Nacional released a declaration that coincided on major points with that of the Christian Democratic party.

Anti-government commentators have directed all their accusations at the VOP for the murder of Zukovic. Shortly after the assassination, radio station Balmeceda in Santiago taped and broadcasted a telephone call which said, "This is a commando group of VOP. We have liquidated Perez Zukovic."

Journalist Mario Gomez of the newspaper Puro Chile wrote that on the basis of information given by "a high personage linked to government circles" a group which had broken off from the VOP after its dissolution had actually carried out the assassination and that it was led by five ex-policemen and directed by two foreigners who are functionaries of the CIA.

MIR denounces assassination

The opposition press immediately took advantage of the murder to demand the elimination of certain militant left organizations. One of these is the MIR which was quick to repudiate the assassination of Zukovic and called for joint action to defend the government of Allende. The secretary-general of the MIR, Miguel Enriquez, went to the Presidential Palace shortly after the murder to express solidarity with the government. Another militant left organization, MR-2, also made a statement backing the government and calling on the workers to be vigilant.

A few days after the murder the Chilean Navy his case against those accused of the Schneider assassina- investigation they had boarded a Panamanian-flag merchant ship named "Puelche." However before they Roberto Viaux, faced 20 years and the material authors were able to board it they took pictures of crewmen throwing cargo overboard. On the ship they found, according to extra-official reports, arms and other The Zukovic murder occurred as the voting date for dispatch they found 5000 submachineguns aboard. contraband material. According to one Prensa Latina

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SAN ANGELO, TEX. STANDARD-TIMES

 $\begin{array}{r} M = 40,016 \\ 8 = 42,315 \\ JUN 22 1977 \end{array}$

U.S. Catches It Again Just because it is big and rich and inclined to throw its weight around, the United States is a highly visible and inviting target. But the nature of some attacks is bound to leave the mouths of most Americans ajar in surprise and wonderment.

Take, for instance, the charge made by President Philibert Tsiranana of the Malagasy Republic that a certain Western power with collossal economic potential was assisting a Maoist group in efforts to stage an insurrection. Tsiranana said certain Malagasies had sold themselves to this power and were seen entering and leaving the side doors of its embassy at Tananarive. He did not name the United States, but the implication was so plain that our ambassador

has been recalled to this country "for consultation."

Or take the charge made by the two most powerful groups in Chile's left-wing government that the U.S. Central Intelligence Agency was behind the assassination of Edmundo Perez Zukovic, a former Chilean vice president and prominent rightist. Perez Tukovic, former interior minister and head of domestic intelligence operations in Chile, was killed with a burst of submachinegun fire June 8. He was an outspoken opponent of Marxist President Salvador Allende.

These two attacks have at least the virtue of some consistency. But if we are in bed with Mao Tse-tung, it must be news to him. And if Mao is in bed with us, it must be news to President Nixon.

NEWSWEEK : CIA-RDP80-01601R000**&00200001-1** Approved For Release 2000/08/16



Chilean workers at Ford plant: Business pays the price of social change El Mercurio

CHILE:

Operation Tranquilizer

In the square outside Santiago's Met-ropolitan Cathedral last week, a grayclad military band played a funeral march for Edmundo Pérez Zujovie, a former Chilean Vice President and M.nister of the Interior who had been murdered by machine-gun-toting terrorists. Just eight months before, the same ban] had played the same tune on the same spot for another assassinated Chilean leader, army Chief of Staff Gen. René Schneider. To most Chileans, the repeat performance had an ominous ring, for their country has long been spared the horrors of political assassination. "It's so out of keeping with our traditions," observed a dismayed bystander. "Two murders within such a short period of timeit's enough to make us feel that we are becoming another Guatemala."

Despite an intensive manhunt, the killers of Pérez Zujovic remained at large by the end of the week, and their motives were still the subject of speculation. The right wing of Chile's political spectrum blamed the left, the left blamed the right and some radical polite and blamed the CIA. But although Pérez Zujovic had been his political enemy, President Salvador Allende Cossens described the murder as "an attack against Chile" and "a deliberate attempt to alter the march of the country." Al-lende's concern was understandable, for since he came to power late last year at the head of a freely elected Marxist government, he has been largely successful in maintaining a tranquil political climate in which to conduct a unique experiment in revolution: the conversion of Chile into a socialist state by an orderly leg slative process.

On the economic front, Allende can

for the short term, at least. Making good on his campa.gn ple.ge to halt Ch.le's runaway inflation (the cost of living went up 35 per cent in 1970), Allende simply mandated a minimum 35 per cent increase on all wages, while simultaneously clamping down on price increases. As ly champing the sudden upsurge in pur-a result of this sudden upsurge in pur-chasing power, Chileans have been Newswitzek's John Barnes, "but I'm atrana caught up in a buying binge like nothing there's going to be the most terrible there's going to be the most terrible commit erisis around about next April commit and an May." Naturally, Allende hopes to fast as producers can stock the shelves. And even some of Santiago's poorest neighborhoods are now graced by an eye-filling array of pantsuits, suggesting that the new prosperity has filtered a substantial distance down the economic ladder.

Targets: But something has to give, and so far the price of social change has been paid primarily by big business. Already, nine of Chile's 22 privately owned banks have come under govern-ment control. Two weeks ago, gov-ernment representatives marched into Ford's assembly plant in Santiago and took over operations. In addition, Al ende's major targets, the U.S.-opera ed copper mines that are Chile's main source of wealth, are almost within his grasp. The Chilean Congress recently approved a constitutional amendment that would allow the government to buy out the American interest in the mines. No price has yet been mentioned, but American copper executives are awaiting the negotiations with dread and resignation.

So far, Allende's program has been carried out so smoothly that his opcarried out so smoothly that his op-ponents refer to it, with grudging ad-miration, as "Operation Tranquilizer." "This government is tearing down the capitalist system," says one banker. "And I get the feeling that most Chileans don't seem to realize it—or even care." Noneseem to realize it -- or even care.

present-day Santiago, signs of economic trouble are already in evidence. Chile's dollar reserves, which stood at some \$388 million five months ago, reportedly have declined to \$220 million, and unemployment may have risen to as high as 10 per cent of the labor force, according to unofficial estimates,

Meanwhile, impending nationalization has hurt Chilean copper production, in part because many native-born mana-gerial and technical personnel have abandoned their jobs. At the Chuquicamata mine in the northern Chilean desert, where Anaconda developed the largest open-pit mine in the world, scores of senior Chilean staff workers quit when the government announced that they could no longer draw their pay in U.S could no longer draw their pay in U.S. dollars. Similarly, at Kennecott's El Teniente mine, 77 per cent of the top ad-ministrators have left their posts. And their replacements appear to be faring poorly. "The other day," a departing American manager for Anaconda said re-cently "the afternoon shift at Chuquicently, "the afternoon shift at Chuquicamata sat down and threw a barbecue. When one of the Communists who is now running the mine ordered them back to work, they told him to go to hell.

Glee: Some of Allende's critics view these problems with barely restrained glee. "Far be it from me to want to see stave off such disaster. Although pursuing a policy that almost amounts to expropriation in some sectors of the economy, he has carefully stayed within the bounds of existing Chilean laws, and he has been careful to preserve Chile's overseas credit lines. A keen student of Cuba's painful search for new foreign bankrollers and its ultimate dependence on the Communist bloc, Allende is not about to cut Chile loose from its lucrative markets in Western Europe, Japan and the U.S.

Domestic political considerations further limit Allende's present scope for action. His oft-stated political goal is to alter Chile's constitution and replace its two-house Congress with a single-cham-bered assembly. But Allende's Unidad Popular, the ruling coalition of Socialists and Communists, does not command a parliamentary majority and has little chance at present of pushing such a program past the opposition Christian Democrats and Nationalists. The best bet is that Allende will hold his political program in abeyance until the 1973 Congressional elections, in hopes of securing a legislative majority. To get that kind of support, however, he will need an extended period of peace and quiet. And if his Operation Tranquilizer does not succeed in stemming the violence that claimed the lives of Schneider and Pérez point to some solid accompletion Release 2000/08/16: 101A RDR80.01601R000400270001-1evolution Approved For Release 2000/08/16: 101A RDR80.01601R000400270001.

BOSTON, MASS Approved For Release 2000/08/16 : CIA-RDP80-01 GLOBE UUN 2 0 1973

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Threatened by radicals in his own coalition

ville's President becomes a

By Otto Zausmer

The assassination of Eduardo Perez Zukovic, the former Chilcan Minister of the Interior is much more than a dramatic murder story. It has all the elements of highest political intrigue and could be of tremendous importance for Chile's domestic politics.

What happened was that 10 days ago Zukovic, who was on his way home, was chased by three men in a car. He was killed and the murderers disappeared before they could be arrested.

tion. In fact, even today there is no clear motive for the crime.

President Allende, the leader of the left-wing coalition, who was more extreme elements in his coalielected last year with a plurality of tion and created tension and dissatis-36. percent of the votes and then faction among some of his own backchosen by a majority of his own followers and the opposition parties in Parliament, immediately strongly can, Dr. Allende knows only too well condemned the murder.

Winced Marxist from way back, dog, with the extremists determining wowed right away that he would do the direction in which the whole anything he could to uphold law, group is to go. Dr. Allende does not order and internal peace.

a ... His own coalition partners, communists and extreme left-wingers, quickly blamed the assassination on the United States and the Central Intelligence Agency.

Dr. Allende and his government did not pick up this accusation. In fact, Dr. Allende ordered his police to hunt down the assassins and a few days later two suspects were trapped and killed in a shoot-out with police. Several others were arrested.

It turned out that the two suspects who died were brothers, members of splinter organizations left-wing which advocate violence as a means of political approved F crime only a few months ago.

The President proved that he meant what he said many months ago - that he was determined to give Chile a socialist government through legal processes and not through vio-4 (Dec. 2010) lenče.

posed of left-wing elements, some of By emphasizing legality and by adwhom agree with him and others who are determined to use force, Dr. Allende has been hard-put to maintain law, order and internal peace.

But so far he has done it. He went as far as he could in preventing mob There was no obvious explana- rule in takeover of private property and in keeping political life on an even kéél.

This, of course, has displeased the

As an experienced, radical politithat in a group composed of hotheads, even extreme hotheads, and cooler Dr. Allende, who himself is a con- politicans, the tail can easily wag the want to see this as Chile's future. Besides, he still has to take into account the conservative spirit of the armed forces. Whether he has gained popularity since his election or not, his opponents from the center and right, who made up more than 60 percent of the vote last fall have not all gone away or died.

Above all, Dr. Allende has seen all around him in Latin America a wave of political kidnappings and political blackmail by extremists, left . and right. He cannot afford such conditions while he is trying to change Chile from a capitalist to a socialist society, a task which has in itself produced tremendous problems.

It is therefore understandable em was that Dr. Allende wants to make sure in the present regime, Dr. Allende of the p by his own extremists while dealing

with his erstwhile political opponents and the traditions of Chile's society.

STATINTL

One of his major methods in attempting to achieve his goals has been to bring in supporters from the opposition camp, the Center and the Conservatives. For several months he Given his coalition, which is com-, has done quite well in this respect. hering to his promise to Congress that he would not interfere with freedom of speech, vote and press, he has gained the confidence of at least some of the more liberal Christian . Democrats whom his party ousted in the election.

> Zukovic was a prominent member of the Conservative Wing of that Christian Democratic Party and his assassination could be a severe setback to Dr. Allende in his efforts at reaching an understanding with the Christian Democrats. This, of course, would be exactly what the extreme revolutionaries would cherish, and this might well have been one of the objectives of the political wire pullers behind the two murders.

It would be a further advantage to them if they could at the same time put the blame for the crime on the United States Central Intelligence Agency and allienate the Allende government from Washington.

So far, Dr. Allende has been able to keep his relations to the United States, in not cordial, correct and it might be in his and the United States' interest to keep them that way.

Diplomatic observers feel that these are some of the motives for the assassination of Éduardo Perez Zukovic. Whether their analysis is correct or not will be seen in the next few months.

If they are correct, then the Zukovic murder will be only the first indication of the brewing power struggle in the present regime, Dr. Allende vs. MIAMI HERALD Approved For Release 2000/098/1691E CLAIRDP80-0160

Tycoon Says CIA in Chile

STATINTL

Mianil Heraid-Los Angeles Times Wire SAN FRANCISCO -- Industrialist Cyrus Eaton Friday charged that the U.S. government used its Central -Intelligence Agency to attempt to prevent the election of Socialist Salvador Allende as president of Chile.

The 87-year-old steel, utility and railroad tycoon from Cleveland said at a meeting here:

"Although the United States professes not to have taken any part in the (Chilean) presidential election, it is common knowledge in Chile that, behind the scenes, every conceivable wire was pulled by the CIA and other American agencies, including our embassy, to defeat Allende."

He admitted, however, that he has no proof of that participation.

STATINTL

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By Paul Ciotti UC Student

Cyrus Eaton, industrialist and world traveler, told the Commonwealth Club yesterday that the United States spent large sums attempting to prevent the election of Socialist Salvador Allende as president of Chile.

The CIA was there in sputses," he said, "Spaniards, Projehmen, Hungarians and Poles."

"Every conceivable wire was pulled by the CIA and other American agencies, including our embassy," to defeat Allende, said Eaton.

Traveler

Eaton's travels in the last year have taken him to Hanoi, Moscow and Washington. He said that he doubted if President Nixon and his advisers really intend to stop the war in Vietnam.

"None of them," he said, "have any burning desire to end the Vietnam War short of a complete victory."

Eaton, 87, and sometimes called eccentric by critics. abandoned his prepared text, telling reporters who had ad- been doing worse than that; vance copies to "consider the we've been giving it away"

on to criticize American foreign policy.

Eaton receive warm applause from the audience, primarily composed of businessmen, at the conclusion of his speech. Afterward, he answered questions.

whether the Anaconda Com- would rather have his health pany received adequate com- and an opportunity to live, pensation from the Chilean work, and serve the country. government when the company's Chilean properties were nationalized, Eaton replied that he did not have any specific knowledge of the situation but that when the Canadian government nationalized some properties of his in (Ontario and Manitoba several years ago he was unhappy with the settlement.

"We didn't get enough," he said, "but we got all they paid."

Gifts

Asked if the U.S. should sell war materials to China, Eaton replied, "I think it's unfortunate to sell war mate-. rials to anyone. But we've

speech delivered," and went (The audience both applauded and laughed at his reply.

> In the final question of the luncheon, Eaton was asked what would happen to his propèrty if America went Communist.

He replied that he did not think that his wealth was of In reply to a question great importance and that he 18 JUNE 1971

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WORLD CALL URGES SOLIDARITY WITH CHILE

HELSINKI, June 17 (TASS) — The World Peace Council has urged the forces supporting national independence, social progress and world peace to express solidarity with Chile and to demand respect for the sovereign will of the Chilean people.

The Council declared that the assassination of Dr. Zujovic was part of the reactionary and imperialist conspiracy aimed "to sabotage the Chilean economy and its ability to exercise political, financial and military pressure. Behind this campaign, as has been proved, are the U.S. trusts, which were affected by nationalization in Chile, and other imperialist organs, like the CIA, as well as local reactionaries.

Ends Own Life After Raid on Headquarters---Linked to Slaying of Ex-Official

A CHILEAN LENT

KILLS 2 POLICE

By JUAN de ONIS

special to The New York Times SANTIAGO, Chile June 16— A comrade of the two left-wing extremists who were killed by the police for the slaying of a Christian Democratic leader attacked police headquarters today andkilled two detectives; After spraying the detectives room with machine-gun fire, the attacker pulled th pins on handgrenades strung to his belt and blew himself topieces.

Jose Toha, the Minister of Interior, identified the man as Heriberto Salazar Bello. Mr. Toha said that he was the third member of agroup that assassinated Edmundo PerezZukovic, a former Minister of Interior, June. 9.

. Mr. Salazar Bello belonged to the People's Organized Vanguard, a group dedicated to crime and terrorism in the name of Marxist revolution. The organization has criticized Chile's present left-wing Government as too moderate.

Scribed as a well-dressed, edu

cated man who had rented a garage where two other members of th corganization, Ronald Rivera Calderon, and his brother, Arturo, were killed during an exchange of gunfire with the police Sunday, In a sidewalk news confer-

In a sidewalk news conference, only yads from the scene of today's attack, Mr. Toha sai Mr. Salazar Bello had been the third man with the two Rivera Calderon brothers in the killing of Mr. Perex Zukovic. The Christian Democratic leader had been attacked by the leftist parties now in power for his anti-Communist position under the former President, Ed uardo Frei Montalva.

President Calls for Bally

President Salvador Allende Gossens, the Socialist leader of Chile's left-wing coalition Government, askapproxed and right asser 2000/08/16, during the lunch-hour lull. Mr.

television that workers, students and other Government supporters assemble at a rally in front of the Prsidential Palace this evening.

The Government, and the Communist and Socialist partics supporting it, have attributed the assassination of Mr. Perez Zukovic to a "seditious plot" against the Government, the Marxist parties have charged that the United States Central Intelligence Agency had a hand in the plot.

a hand in the plot. The charge has brought diplomatic representations by the United States Ambassador to Chile, Edward M. Korry, and by the State Department in Washington with the Chilean Ambassador, Orlando Letelier, askin for the Chilean Government to produce proof of C.I.A. involvement or to rebut the charges.

The killing of Mr. Perez Zukovic has strained relations between the Government and the opposition partics particularly the Christian Democrats.

Mr. Frei cut short a trip to Europe and is retuning here Friday. He is scheduled to address a Christian Democratic Rally Sunday that will mark his return to active politics.

Leadership Overthrown

The Christian Democratic bloc in the Chamber of Deputies, joined by members of the conservative National party and the democratic Radical party, yesterday overthrew the three-man leadership of the chamber, presided over until then by Jorge Ibanez, a member of the Radical party.

Marciso Irureta, president of the Christian Democrtic party, said that the object was to elect a Christian Democratic leadership of the lower house. This breaks a gentleman's agree ment with the Government parties, which had conceded the Senate presidency to the Christian Democrats.

The opposition also rejected a proposal submitted by President Allende to increase the national police force by 1,000 men and the detective force by 350.

Christian Democritic sources said that the rejection had been based on the fear that the Government would appoint leftists to the two principal civil security and investigation forces. The Federal Director of Investigations, Eemundo Paredes, a Socialist, had been accused of close connections with left-wing extremists before Dr. Allende was elected last year. The attack on the police head Salazar Bello entered the threestory coment building across from the criminal courts without being checked by guards for identification and he began firing when he entered the detectives' room.

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Approved For Release 2000/08/16 : CIA-RDP80-0160 DAILY WORLD 15 JUNE 1971

Chile police say Zujovic assassination solved -

SANTIAGO DE CIIILE — Police officials in Chile said on Monday that they feel they have solved the Zujovic case, after Sunday's gunbattle in which one suspect was killed, another committed suicide and seven persons were captured when police raided their garage hide-out in Santiago. Former Interior Minister Edmundo Perez Zujovic was assassinated last Tuesday; the Chilean political situation became extremely tense because Zujovic was a leading member of the Christian-Democratic Party, opposed to the Popular Unity government of President Salvador Allende. Both Allende's own Socialist Party and the Commuist Party charged that the assassination was the work of the U.S. CIA.

Police on Sunday shot and killed Ronald Rivera Calderon in the garage gun-battle: Rivera's brother, Arturo, committed suicide by firing a bullet into his head, the Chilean Interior Ministry said in a communique. Ronald Rivera was believed to be Zujovic's assassin. The two Riveras had been members of the Revolutionary Left Movement (MIR) which was opposed to Allende's Popular Front coalition. In 1969 they broke with MIR and formed a group of their own. "People's Vanguard." MIR last 'Tuesday, after Zujovic's assassination, immediately denounced the act as a provocation. Chilean Interior Minister Jose Toha said on Monday that besides tracking down the suspected assassins police had also captured seven other suspects at the garage, including "two foreigners." The U.S. news media reporting the incident carried no mention of any foreigners being involved.

STATINTL

Approved For Release 2000/08/16 : CIA-RDP80-0160



THE ROLE of the Central Intelligence Agency, whether real or imagined, has been enormous in many foreign countries. Evidence points to CIA functionaries plotting and executing major foreign policy decisions without the knowledge or approval of official Washington.

This role has been so widespread — and so disturbing — that it has become a serious anchor around the neck of American diplomacy. Foreign diplomats speak with open contempt for the ClA. Fears of the secret agency's presence lurk in the minds of friends and foes around the world to a point where all American activity is suspect.

Evidence of the difficulty the CIA can cause is found in Chile where various forces claim the assassination of former Vice President Edmundo Perez Zujovic was caused directly by the American intelligence agency.

A simple look at the facts would indicate this judgment is totally wrong. Perez Zujovic was a member of the Christian Democrat party that was ousted by Marxist President Salvador Allende. Why would the CIA have any reason to murder a former political official whose party was friendly to the U.S.?

The difficulty persists because the CIA has a reputation of being behind all violent plots and intrigue in Latin America and elsewhere. The agency's role in Guatemala, Greece, Jraq and Cuba are some of the more famous attempts by the U.S. government to use subversion to achieve diplomatic goals.

Little can be done now to remove the fears created by past episodes. Yet flat assurances from President Nixon that the CIA will pull in its fangs and refrain from any activity that involves undermining forcign governments would be welcome.

The President has repeatedly stressed the importance of self determination as it applies to national interests in other countries. Self - determination cannot succeed if secret agents are doing all they can (which is considerable in terms of CIA resources) to set a different course.

With regard to Chile, Mr. Nixon could take the important step of establishing belter relations with President Allende's governnient in an effort to allay anti - American sentiment in that country. If Mr. Nixon is sincere about supporting democratic countries, he should quit hiding behind the old Communist scare fears, regardless political domestic the of repercussions.

YEW YORK TIMES

Approved For Release 2000/08/46 CIA-RDP80-0160

DUSDECES sunauton

By JUAN de ONIS Special to The New York Times SANTIAGO, Chile, June 13 —Two left-wing extremists ac-cused of killing a Christian Democratic leader Tuesday died today in a dawn gunfight with the police. Roland Rivera Calderon, 26 years old, who allegedly ma-chine-gunned Edmundo Perez Zukovic, fell dead, machine gun in hand, during a shootout with detectives here in the capital. Two of the detert

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Call for the Truth

It is to be hoped that Chilcan authorities will be able to apprehend those responsible for the assassination of Edmundo Perez Zujovic, a former vice president.

For if they are arrested and tried, the truth should come out as to whether they are extreme leftists as the police are charging, or agents of the United States' Central Intelligence Agencyas the Communist and Socialist parties of Chile have claimed.

It is important that the truth be known for the leftist groups are attempting to blame the United States agency for causing a split between the Marxist government of President Salvador Allende and the powerful Christian Democratic party, the major opposition party which made it possible for Allende to win the presidency in a special congressional election.

If it can be shown clearly that the CIA was not involved, as its spokesmen contend, then the leftists in Chile should suffer a setback politically and their credibility should be shattered.

Seditious plots allegedly financed by the CIA are reported almost daily in Chile's leftist newspapers. Many of these should appear less believable to Chileans if the charge of CIA involvement and responsibility for the assassination of the former vice president can be proved false,

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Gunfire

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Political assassination has been alien to Chile, a country with long experience in democracy, but the sharp antagonisms created by the election of Salvador Allende Gossens as Latin America's first Marxist President have shown that even Chile is not

immune to the kind of extremism that has been growing elsewhere on the continent.

Not long after Dr. Allende's election last fall the commander in chief of the Chilean Army, Gen. René Schneider Chereau, was assassinated in a bungled right-wing kidnapping that was to have culminated in a military coup. Last week a former right-wing Minister of the Interior, Edumundo Perez Zukovic, was killed by machine gun fire from a passing car as he drove out of his home, with his daughter beside him. She was unhurt.

From fingerprints found in an abandoned automobile the police named a young leftist revolutionary, Roland Rivera, Calderon, as the suspected killer. Both Dr. Allende's Socialist party and the Communist party, the main props of the Government coalition, denounced the assassination but alleged that the gumman was a tool of the "extreme right" and the United States Central Intelligence Agency. The charge against the C.I.A. was dropped from the Government press after the United States made diplomatic representations. The Christian Democratic party, the principal opposition group, attributed the assassination to a "hate campaign" Government - controlled by newspapers, radio and television in which Mr. Perez Zukovic and other anti-Marxists had been characterized as seditious "enemies of the people."

SEATTLE, WASH. TIMES

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STATINTL

Chile turmoil Can Allende's government keep peace?

(The Times' assistant news editor, Richard K. Pryne, recently returned from Chile, where he spent two months in a Latin American communications exchange sponsored by the Eisenhower Exchange Fellowships, Inc.)

By RICHARD K. PRYNE

The assassination in Chile of a leading Christian Demo-cratic politician has confronted the leftist government of President Salvador Allende with a major crisis in the maintenance of public order.

And it has confronted the peaceful Chilean public with the ugly specter of violence as a factor of political life.

Both issues have been edging into public consciousness. in recent months, but the assassination Tuesday in Santiago of Edmundo Perez Zujovic, a former cabinet minister, has brought them sharply into focus.

The election last fall of Allende and the inauguration of a government dominated by Socialist and Communists loosed some political currents that have run both wide and deep. ple). The particular embarrassment to Allende was that one The particular embarrassment to Allende was that one

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Traditionally depressed classes, landless people, marginal industrial laborers took heart: One of their own had achieved power. Political parties that were their organized voices trumpeted their success - and fanned their expectations

There are five major political parties in Chile and four minor parties. But there also are loose, ideological political movements that have attracted students and young people. who are impatient with formal political parties.

ALLENDE'S GOVERNMENT has moved swiftly, as it promised, to redistribute land, nationalize foreign businesses and take over private banks. But for some splinter groups, it has not moved fast enough. So they have goaded the government by seizing farms, occupying factories, blocking highways and even holding sitdowns in government offices.

The Allende government has dealt with these outbursts by negotiation, consultation and compromise; persuasion is tried instead of police power. The carabineros (the national police force) evidently have no orders to prevent such illegal, actions, and they do not forcibly remove demonstrators.

Most of these political movements proclaim their sup-port of the government. One, the MIR (Movement of the Revolutionary Left), advocates violence, reveres Che Guevara, affirms its solidarily end For Released 2000/08 the familiar bugaboes of United States imperiation, the capit talist system and homegrown reactionaries. The well-disci-

plined, orderly minded Communist Party shares the rhetoric

The government has treated the MIR gently. One of its early actions was to grant annesty for more than 40 MIRistas convicted of or awaiting trials for rioting, bank robbery, murder and other crimes. The reasoning seemed to be that these were overenthusiastic youths whose offenses were politically motivated.

The mounting number of incidents has led to a sense of unease nationally and acute anxiety in local situations. There have been several deaths in farm-occupation at-tempts. Since the carabineros will not prevent raids, some farmers arm themselves and form protective patrols.

THE CHILEAN PEOPLE are among the most politically minded in the world. They love politics; their elections are models of fairness, order and participation. They are proud of their democratic liberties. Dictators never have been tolerated, and the armed forces and police scrupulously avoid political involvement.

It was the army's avoidance of a political role that led to the spectacular assassination last fall of Gen. Rene Schneider, the army chief of staff. The common theory is that some right-wing politicians, seeking to prevent Allende's election by Congress (Allende had a plurality but not a majority of the popular vote), tried to persuade army units to intervene. Schneider presumably rejected such overtures and was shot to death on a street corner in what may have been a botched kindap attempt. A retired general, Roberto Vaux, and several other persons, are awaiting trial in Santiago

The right-wing affiliation of those accused of the conspiracy gave the left plenty of excuse to talk about subversion, C. I. A. plots and international conspiracies. The incident undoubtedly strengthened Allende's government.

But the brutal killing of Perez Zujovic this week was the other side of the coin. The police promptly identified as suspects two brothers active in the MIR and a similar extremist group called VOP (Organized Vanguard of the Peo-

of the suspects was among the MIRistas given amnesty last year.

Perez Zukjovic had been minister of the interior and thus head of the police in the cabinet of former President Eduardo Frei. When Frei was outside the country, Perez was acting president, since Chile has no elected vice president. He had also served Frei as public-works minister and minister of economy before becoming interior minister.

Perez was known in the cabinet as Mano Duro - hard hand. The political left considered him responsible for the massacre of Puerto Montt in 1969. He had ordered carabineros to evict a group of squatters in that southern city, and 10 squatters were killed in the ensuing battle with police. Perez was exonerated after a congressional inquiry, but he subsequently resigned.

In private life he was a well-to-do contractor and he owned a fishing fleet and fish-meal plants.

(Perez' son, Edmundo Perez Yoma, attended Seattle University in 1958 and 1959 and the University of Washington from 1952 to 1962, receiving a B. A. degree in economics.)

PREDICTABLY, the political commissions of the Communist and Socialist Parties have cried that the Perez assassins were hirelings of the United States Central Intelligence Agency.

It has been the repeated boast of the Allende government that its sweeping changes in Chilean national life have been taking place "completely within the law."

16 BCIA-RDR80-01601R000400270004113sassinations in six months. And the government, facing an escalating lawlessness, confronts the question of its ability to nalutain nublic order

DAILY WORLD Approved For Release 2000/98/16 CIA-RDP80-01601R0

CIA blamed for Chile assassination

SANTIAGO DE CHILE -- Chile's Communist and Socialist Parties on Thursday charged that the U.S. Central Intelligence Agency was behind the assassination of former Interior Minister Edmundo Perez Zujovic, slain last Tuesday. In an official statement, the Chilean CP said: "The technique of the assassination is that of the operations of the action commandoes of the CIA." The Socialist Party said: "The CIA, in collusion with the extreme Right, is responsible." Zujovic was a leading Christian-Democrat; his death may have been calculated to produce political division in Chile.

BALTIMORE SUS

Approved For Release 2000/08/1671CIA-RDP80-01601

Chile Murder Blamed In

parties, the two most powerful groups in Chile's left-wing government, charged today that the

ean vice president.

nanced by the CIA appear almost daily in leftist newspapers that support President Salvador President Eduardo Frei. Allende's administration. But today's claims came in formal that the assassination in October statements from the political of Gen. Rene Schneider, Chile's commissions of both parties.

and Socialists about a possible open split between the Allende right wing and the CIA." government and the powerful United States Central Intelli-Christian Democrat party, fol-gence Agency was behind the lowing the assassination of Ed-assassination of a former Chil-mundo Perez Zujovic.

Mr. Perez Zujovic, 59, was in-Stories of "seditious plots" fi- terior minister and vice president in the previous Christian newspaper gave no details. Democratic government of

.The Socialists also claimed

linquents in the service of the

Puro Chile, a Communist newspaper, said that the assas-sins were led "by two functionaries of the CIA and five Chilean ex-policemen." The

Police confirmed that one of the suspects sought in the murder, Arturo Rivera Calderon, 20, was one of 43 left-wing radicals army chief, and the slaying of pardoned from prison by Dr. Allende when he took office last fall. His brother, Ronald, also is being sought in Mr. Perez Zujovic's assassination. The government maintained tight censorship on news of the investigation. Only official bulletins were allowed to be broadcast or published.

11 JUN 1971

Leftists Tie Killing in Chile to CIA

SANTIAGO, Chile, June 10 (P)—The Communist and Socialist Parties charged today that the United States Central Intelligence Agency was behind the assassination of a former Chilcan vice president. The parties are the two most powerful groups in Chile's leftist government.

Stories of seditious plots financed by the CIA appear almost daily in leftist newspapers which support Marxist President Salvador Allende's administration. If owever, today's claims came in formal statements from the political commissions of both parties.

The charges indicated deep concern among the Communists and Socialists about a possible open split between the Allende government and the powerful Christian Democrat Party, following the assassination of Edmundo Perez Zujovic. The Christian Democrats are the largest opposition party in Chile.

Perez Zujovic, 59, was interior minister and vice president in the previous Christian Democratic government of President Eduardo Frei.

He was ambushed Tucsday in his car in a suburban part of the capital by three young men in another vehicle. One of them killed him with a burst of submachine gun fire.

Police said the assassination was carried out by an ultraleft group called the Organized Vanguard of the People.

The Communist Party's political commission said the "technique of the assassination is that of the operations of a group led by the CIA."

The Socialists claimed that the October assassination of Gen. Rene Schneider, Chile's army chief, and the slaying of Perez Zujovic were carried out "by a group of habitual delinquents in the service of the right wing and the CIA."

CIA Plot' Claimed

SANTIAGO, Chile -- (AP) -- The Communist and Socialist parties charged Thurs-/day that the U.S. Central Intelligence Agency engineered the assassination of former Vice President Edmundo Perez Zujovic. Police have said the murder Tuesday was committed by extreme leftists.

In Washington, a CIA spokesman described the charge against the agency as "nonsense."

Three men, believed to be the assassins, evaded police Thursday, but one was wounded in a burst of submachine-gun fire. Authorities said the three were spotted in a car and police opened fire when they sped away.

The vehicle's tires were

punctured, and the suspects fled on foot, with one later receiving treatment at a clinic for a hand wound.

POLICE HAVE officially charged Ronald Rivera Calderon, 25, with the assassination of Perez Zujovic. They also are 'sceking Calderon's brother Arturo, 20. The brothers reportedly are members of the Organized Vanguard of the People — an ultraleftist group.

Arturo was one of 43 radicals pardoned from prison by Marxist President Salvador Allende when Allende took office last fall.

The Communists and Socialists, the two most powerful groups in Allende's leftwing government, accused the CIA of complicity in the assassination in formal statements issued by both parties' political commissions.

STORUES OF "seditious plots" financed by the CIA appear almost daily in Chile's leftist newspapers, but the formal statements by the Socialists and Communists indicate their concern about a possible split between the Allende government and the powerful Christian Democratic Party.

The Christian Democrats, the major opposition party, and the right-wing National Party have claimed that Allende's toleration of armed leftist groups led to Perez Zujovic's murder.

Percz Zujovic, 59, was interior minister and vice president in the previous Christian Democrtaic government of President Eduardo Frei.

He was ambushed in his car in a suburban part of the capital by three young men in another vehicle. One of them killed him with a burst of submachine-gun fire at point-blank range Tuesday. Approved For Release 2000/08/16 : CIA-RDP80-0

NEW YORK, N.Y. TIMES 846,132 м – 8 - 1,407,549 JUN 1 1 1971

Parties in Chile Accuse

Approved For Release 2000/08/16 : CIA-RDP80-016

Around the World

CIA Blamed

SANTIAGO—The Communist and Socialist parties, which are the most powerful groups in Chile's left-wing government, charged that the U.S. Central Intelligence Agency was behind the assassination of a former Chilean vice president. In formal statement the two parties said the CIA was involved in the submachinegun killing of Edmundo Perez Zujovic, 59, a conservative politician. Approved For Release 2000/08/16/00/1A-RDP80

Chile's intellectuals defend Cuba

SANTIAGO DE CHILE—Eighty prominent Chilean intellectuals issued a statement in Santiago on Saturday condemning those who lent their names and talents to an imperialist-inspired slander campaign against Cuba. The statement was in direct reference to the socalled "Padilla case" in Cuba, and pointed out that poet Heberto Padilla had admitted he slandered the Cuban revolution and had contacts with CIA agents. The Chilean intellectuals sharply attacked a statement issued under the name of French novelist Jean-Paul Sartre and several others protesting Cuba's handling of the "Padilla case."

The Chileans said: "We think the time is ripe for every worker in the cultural field to determine his place and his position in the construction of a new society. There is no room for hesitation on this question. We believe every progressive writer must be a revolutionary and support the people."

"We completely agree with Fidel Castro's remarks that it is necessary to intensify the struggle against imperialist ideology and colonialism in culture. We believe national cultural values must belong to the entire people and not to unrepresentative groups of individuals. We support the Cuban's efforts to build a new socialist society." The statement was signed by Chilean National Literary Award winners Juvencio Valle and Carlos Droguett, writers Guillermó Atias. Antonio Scarmeta, Gonzalo Rojas, painters Jose Balmes, Guillermo Nunez and 73 other Chilean intellectuals.

New U.S. radio station in Greece

SALONIKA, Greece—The U.S. and the Greek fascist junta last weekend signed a new agreement extending the broadcast rights of the Voice of America radio station for another 14 months and providing for the establishment of a new VOA station at Kavalla, in northwestern Greece. The new station is very powerful (2,500 kilowatts) and will be backed up by a "Radio Free Europe" station which is to be set up nearby. Radio Free Europe, is a branch of the U.S. Central Intelligence Agency. Reasons for the moves closer to the Yugoslav border were not disclosed.

МІАМІ, КЫЛ. HERALD Approved For Release 2000/08/16 : CIA-RDP80-0 . 479,025 (JUN 6 197 Latun Vrugs, When word of the expul-"There are no major prob-"We can enlist Panamani-By FRANK SOLER an volunteers to do the same sion from Bolivia reached lems in those countries," Herald Latin America Staff thing the Peace Corps is Washington, Peace Corps of-Dunn says. "The problems America's young "ambas-

sadors of peace" are increasingly running into hostility abroad.

This is especially true of the Peace Corps in Latin America, where a rising leftist-nationalist wave is sweeping the continent.

Hailed by many Latin Americans as the most imaginative of President Kennedy's New Frontier programs when it was created a decade ago, the Peace Corps now is being damned by leftist-nationalists in that region as:

() A cover for CIA espionage activities.

() A supporter of oppressive governments and an outlet for "imperialistic" propaganda.

• An organization bent on propagating the use of harmful drugs among Latin America's young.

O A "fascist" enterprise whose aim is to destroy Latin America's vast Indian population through the use of family planning, contraceptives and even sterilization of Indian women.

Although none of the charges have been substantiated, they/recently prompted the ouster of about 120 members of the Peace Corps mission from Bolivia.

Paradoxically, shepherds in Bolivia were using rusty tin cans to shear sheep until the Peace Corps introduced shears in 1962 and increased wool production by thousands of pounds a year.

Another country, Panama, requested the withdrawal of the more than 80 Peace Corps contingent from its territory in February, ostensibly because the Panamanian government would institute a Peace Corps of its own. The last of the volunteers returned to the United States in April.

told the United States. He part: said the decision "does not necessarily mean relations between our two countries are cooler."

However, the request came after repeated skirmishes between Panamanian strongman Gen. Omar Torrijos and the United States over the granting of political asylum in the American-controlled Canal Zone to persons wanted by the Torrijos regime.

But it was in Bolivia, where the bizarre is often commonplace, that the Peace Corps came under the heaviest fire.

- Hardly a week has gone by without a verbal attack against the the Peace Corps since army Gen. Juan Jose Torres seized the presidency. in a flurry of coups and be. counter-coups last October and declared his leftist-nationalist intentions.

One week the leftist press would accuse Peace Corpsmen of being CIA agents in ... mufti.

The next they would berate the Peace Corps for "imperialism" and its aid to governments whose political philosophies counter to their own.

When narcotics arrests were made by police, the leftist press would blame the Peace Corps for introducing the drugs into Bolivia.

Finally, leftists claimed the Peace Corps was sterilizing Indian women to exterminate the race.

One Peace Corps volunteer was accused of running a brothel.

The charges were ridiculous and few believed them. spics. The charges triggered But the Peace Corps was still a controversey, but no evigiven notice in mid-May to dence of CIA involvement

doing," Panamanian Foreign ficials issued a cautious Minister Juan Antonio Tack statement which said, in have whenever you are run-

"We are aware of no specific reasons given by the Bo- calls it, is a far cry from livian government for this 1961, when 12 volunteers action. It is noted, however, that recently many articles have appeared in the Bolivian press accusing the Peace Corps of everything from ; being 'imperialistic spies' to women."

"The charges in Bolivia are one of those things that don't really need an answer," says -Warren Dunn, director of V Public Relations for the Peace Corps.

"The accusation of being a CIA front is an old song. We have faced that everywhere we go. It is politically inspired. It is not true now, it never has been and never will

"As far as the sterilization charges go, we were involved in some family planning and physical hygicne programs, but we had nothing to do with any sterilization.

"The charge was trumped up by people who . . . let's say they didn't have the best interests of the Peace Corps at heart."

Dunn is noncommittel about other possible trouble spots for the Peace Corps in that region -- namely Chile, now run by a Marxist government, and Peru, where a leftist-nationalist military junta is in power.

(In the fall of 1969 before-Marxist Salvador Allende was elected president, the Chilean legislature unanimously voted to investigate leftist charges that the Peace Corps was riddled with CIA

are minor, of the kind you ning an operation like ours."

The "operation," as Dunn were sent to Colombia to trailblaze Peace Corps activities in Latin America.

Excluding Bolivia and Pan-* ama, the Peace Corps now is represented in 18 Latin sterilizing Bolivian Indian American and Caribbean countries.

> With more than 1,000 men and nearly 1,000 women, The Peace Corps' Lotin American program covers the largest area in the world. Africa is second.

There now are 347 Peace Corpsmen in Brazil; 37 in British Honduras; 83 in Chile; 191 in Colombia; 90 in Costa Rica (with the possibility that those expelled from Bolivia may be transferred there); 65 in the Dominican Republic; 170 in the castern Caribbean; 22 in Ecuador; 70 in El Salvador; 75 in Guatemala; 20 in Guyana; 150 in Honduras; 180 in Jamaica; 65 in Nicaragua; 6S in Paraguay, 🖡 219 in Peru; nine in Uruguay and 200 in Venezuela.

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days.

THE NEW TIMES Approved For Release 2000/08/16 : CIA-RDP80-01601R0

THE HAND OF THE CIA

I N THE morning of June 8 the car in which former Chilean Interior Minister Edmundo Perez Zujovic was driving with his daughter was sprayed with bullets. Senor Zujovic was hit and died a few minutes later.

This was not the first time that the lerrorists' shots rang out in Santiago after the advent to power of Salvador Allende's Administration. The Chilean ultras do not confine themselves to slander and economic sabotage to achieve their aims.

From the very first, there was no doubt that Zujovic was killed by the ultra-Rights. One had only to ask who stood to gain by it for this to become abundantly clear. The former Interior Minister in Eduardo Frei's government was chosen as the victim for good reason: he was a prominant member of the Christian Democratic Party, the main Opposition force, and the killers knew that the crime would have widespread reporcussions. It did. The assassination of Zujovic shocked the country. If should be pointed out that the Left wing of the Christian Democratic Parly had latterly displayed an inclination to co-operate with the Popular Unity Bloc. The killers hoped to put a halt to this tendency by making it appear that Zujovic had been killed by Leff elements.

Investigations revealed that the assassin was one Ronaldo Rivera Calderon, who was assisted by his brother Arturo. Both died in an exchange of shots with the police on June 13. They had criminal records and had belonged at one time to a number of "Leftist" organizations. One of them was associated with the extremist Popular Organized Vanguard In which, Chilean reports say, the Contral Intelligence Agency had been very active.

The CIA has long been employing criminals for provocations of this kind, and not only in Chile. It will be rocalled that the American ullras, wishing to whip up anti-communist hysteria in the United States, claimed that Lee Oswald, the man accused of killing President Kennedy, had been a member of a pro-Cuban organization.

Zujovic's murder was immediately condemned by the Popular Unity Bloc government and all Left parties and organizations in Chile. Prosident Allende personally ordered the police to spare no efforts in the search for the killers, and sent a bill to Congress calling for capital punishment for political assassinations.

• The investigations into the murder are still going on. The newspaper Pure Chile reports that forrorist activity in the country is directed by a group consisting of two CIA agents and five former Chilean police officers. Jose Toha, the present Minister of the Interior, is reported to have said that the killing of Zujovic" was part of a plan drawn up by the reactionary forces, the general outlines of which had been known to the authorilies for a month and a half. The very name of the plan, Calva Sotelo, was calculated to create tension in the country: Calvo Sotolo, if maj be recalled, was an eminon't Spanish monarchist whose murder in July 1936 was used as a protext for the fascist rebellion against the Spanish Republic.

The reactionaries, President Allendo said the other day, had hoped to plunge Chile into a fratricidal war. That was their maximum programme. The minimum programme was to raise new barriers on the path of progressive reforms, sow discord among the Chileans and create the impression that government by the Popular Unity Bloc meant "anarchy" and "chaos." Judging by everything, however,

they have failed to make any political capital on the murder of the former Inferior Minister. The bloody provocation, in which the hand of the CIA is clearly discernible, has shown the millions of Chileans that the treacherous enemy will stop at nothing to subvert the country's progress.

CATHOLIC TRANSCRIPT MAY 1 4 1971 Approved For Release 2000/08/16 : CIA-RDP80-01601F

Are We Interfering Unduly?

A critical review of this country's foreign intelligence organizations is said to be under consideration by President Nixon. They cost too much (several billion dollars a year), and their performance has too often been seriously at fault. At important turns, they have provided inadequate or misleading information.

"The latest example of this was seen in the invasion of Laos. The preparatory intelligence indicated that there would not be massive resistance. But that is precisely what Saigon's forces ran into---35,000 of Hanoi's troops as against 17,000 of Saigon's. The result was a rout. : That intelligence failure had been preceded by others. One concerned the supposed presence of American prisoners of war at Sontay. An elaborate and dangerous raid was undertaken; it was fruitless. Then, there was the supposed presence of a major Hanoi headquarters just over the Cambodian border. It was never found. Also, the massive Tet offensive some time back was altogether unexpected.

Indeed, the Vietnam war as a whole may fairly be characterized as a failure in intelligence. Thus, Ambassador Ellsworth Bunker gave an interview in Saigon this week, in which he said, "We really didn't understand the kind of war we were engaged in. So it was difficult, it took time." And this after the notorious experience of the French in Vietnam, the British in Malaysia, and others elsewhere in Southeast Asia. Despite our costly intelligence, we just didn't know what we were getting into.

But perhaps more momentous for the future is what the Central Intelligence Agency is commonly believed to be doing in other countries, particularly those in Latin America.

All kinds of chicanery and violence are arbitrarily attributed to the C.I.A. That agency is represented as practically omnipresent and omnipotent, as well as totally unscrupulous and malicious. It would appear that in Latin America, for example, there is a prevalent obsession with the C.I.A., and everything adverse C.I.A., much as, in our own country, a Communist plot is seen by some as accounting for anything from an early voting age to a late spring.

However, it is not only the feverishly imaginative and the bitterly anti-North American in Latin America who charge that the C.I.A. is interfering in the internal affairs of the countries to the south of us. This is also alleged by persons well informed, well balanced, and well disposed to us.

• They are troubled by what they see as the intensification of Yankee economic imperialism in the Latin American world. This, they say, is what is effected in the last analysis by all our aid and development programs. Such undertakings are professedly designed to help the economic, social, and political progress of the indigent Latin American masses. But in fact they do nothing of the sort. Rather, they serve the immediate advantage of the already highly privileged oligarchies in the various countries, and enable North Americans to exert still more control over Latin America and wring still more wealth from it.

But where does the C.I.A. come into it? More and more people in Latin America are convinced, rightly or wrongly, that the C.I.A. is safeguarding the inordinate North American economic interest in the Latin American countries by secretly acting to keep complaisant regimes in power and to destroy native reformist or revolutionary movements. The alleged means run the gamut from the arrangement of political murder to the infiltration of the universities. It has been said that a turn to the left in Chile, Peru, and Bolivia has been facilitated by resentment of C.I.A. interference in the domestic affairs of those countries.

Sorting fact from fantasy in such matters is not easy. But at the very least it must be recognized that a popular impression of C.I.A. intervention in the internal business of friendly nearby countries is damaging to American prestige. If, while we are fighting a bootless battle on the other side of the world, we are alienating our neighbors by meddling in their CHARDP80501601R000400270001-1

Approved For Release 2000/08/18 ir OlAR DP80-01801 R000400 storms and hanghalls—is blamed on the incalculably expensive mistake.

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10 April 71



HEWORLD.

Allende adds his own ; when you're leading by a nose, every vote counts

he new Machiavelli BY OUR SPECIAL CORRESPONDENT

President Allende was right when he prophesied that the results of Chile's municipal elections would have "more than symbolic significance." What happened on Sunday was less a matter of . electing 1,600-odd local officials than of passing judgment on the first five months of Dr Allende's government. judgment was sufficiently That unequivocal for the secretary-general of the Socialist party, Sr Carlos Altamirano, to claim that it was a clear popular mandate for the government to push ahead with its plans to make Chile, after Cuba; "the second free territory of America." But Sr Altamirano is not noted for his talents as an election commentator-he was opposed to the presidential For Release 2000708/16 CIA RDP80-04601R000400270001 hounced that September's Presidential clection on enough to make them the second largest "reactionary elements" had been prethe ground that a Socialist leader

would never be allowed to take office -and Dr Allende may see things differently.

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Candidates of the Unidad Popular alliance pulled in 49.7 per cent of the votes, compared with Dr Allende's 36.3 per cent in September. This was a very tangible gain, but not quite an absolute majority, and still less the landslide victory that Dr Allende may have privately hoped for. And on top of that the results may give rise to bickering within the Unidad Popular family. The Communists enlarged their vote and won 16.6 per cent, but the Socialists leapfrogged over them to win 22.3 per cent (almost twice as many votes as they scored in the last

party in Chile).

The Socialist triumph no doubt reflects Dr Allende's personal pepularity, but the Communists are unlikely to relish the fact that they are no longer the largest party in Unidad Popular and must be looking forward with some misgivings to the cabinet reshuffle that is expected in the wake of the elections. And on the right of the ruling coalition the Radicalstainted of late by a pungent breath of scandal-lost ground and scored only 9 per cent of the votes. This, together with the fact that the fall of a Radical minister seems imminent, will mean a diminished role for the Radicals in the alliance, and thus a further shift to the left inside the cabinet.

STATINE

Chile with Allende

Few eyebrows were raised in Santiago at the news of the results, although there was bound to be gnashing of teeth-especially among the Nationalists, who slipped back to third place with 18.1 per cent of the votes. Dr Allende's government is still in the honcymoon phase, and has profited from the first flush of enthusiasm for its reform programme. A public opinion poll conducted in Santiago a fortnight before the elections showed that Dr Allende's strongest supporters are in the ranks of working-class women ; some 89 per cent of this group thought, that the situation in the country was " satisfactory " or " good," and the government measures that tickled their fancy most were the free distribution of milk to children, the price freeze, and the "readjustment" of incomes.

It must be added that Unidad -Popular tried hard. The huge painted slogans that shrick at the visitor from almost every public wall in Santiago are visual testimony to that. And then there was the kind of psychological warfare that one writer in the Christian Democratic newspaper La Prensa. called "the Reichstag fire technique." In the weeks before April 4th the air was thick with rumours of plots and dire conspiracies. Dr Allende claimed there had been repeated attempts on reactionary elements" had been preparing to butcher 10,000 Socialists ;

MTADE EEPATD Approved For Release 2000/08/161: CIA-RDP80-01

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Reported Shifting Guatemala Broog to Chile

By WILLIAM MONTALBANO Herald Letin America Correspondent

Career diplomat Nuthanicl P. Davis, the U.S. ambassador to Guatemala, will be named to the het-sent ambassadorship in Chile, informed sources in Washington said Tuesday .

Davis, who was once acting director of the Peace. Corps in Chile, would replace Edward M. Korry, whose sensitive post has made him a contropersial figure in Chilean politics.

The sources envisioned no announcement of the ambassadorial change until after the echoes of last Sunday's municipal elections in Chile subside.

THE . MARNIET-DOME. NATER government of President Salvador Allende, which strengthened its position in Sunday's voting, will soon complete plans to nationalize major U.S. investments in the Chilean copper industry.

How much compensation is paid to the U.S. companies, and in what form, will have major impact on U.S.-Chilean relations, and will undoubtedly involve the U.S. ambassador.

U.S. relations with Chile have been correct, if not enthusiastic, in the first months of the Alfende government.

DAVIS, who was provious.

ly ambassador to Costa Rica and minister to Hungary and scendo fellowing Allends's Bulgaria, is a veteran of 24 years in the Foreign Service.

in Guatamala in 1968 lo replace Ambassador John Gordon Mein, who was killed by terrorists as he sought to thwart a kidnoping attempt.

Heavily guarded throughhis ambassadorship, out Davis made a point of maintaining routine public contacts, and open noted "life is more normal than the existenes of police, protection would indicate."

There is speculation in Washington Davis would be replaced in Guitchiala by William G. Dowdler, the ambassador to El Salvador since 1968.

AIED CHILEAN FRESS has long spiculated that Korry would be replaced in Sentiago. A fermer correspondent, he was named ambassador to Ethiopia by John Meanedy, and to Chile by Lyndon Johnson.

As the most visible American in Chile, Korry has long been a prime larget for the Markist press. Even before Allende's election last year he was accused ---- and stoutly defended by the State Department --- of meddling in Chilean internal affairs.

The attacks reached a creelection, when the Marxist press accurad Morry of ev-. crything from flooding Chile He was named to the post with CIA agents to subverting Chilean youth with smuggled marijuana,

STATINTL

Despite the uneasy climate, Korry has met on sevcral occasions with Allende and high ranking members of his government.

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Chilean Revolution: The Bullet or the Ballot

• For the past several decades, Chile has been the only country in Latin America (Cuba excepted) in which the organized working class has been both politically and socially significant and also led by Marxian socialists.

HEN ASKED BY A REPORTER what he thought the recent election of Marxist Salvador Allende meant, a Chilean peasant replied: "Now it's our turn."

That puts the issue nicely. Dees the fact that Chile now has a freely elected President who won "without softpedalling the Marxist revolutionary program he hopes to carry out" (New York Times) really mean that at last it's the "turn" of the peasants and workers? The answer is not so simple as one might first expect.

Allende ran as the coalition candidate of the mass-based Communist and left-Socialist parties, the old Radical Party (whose only ideology is opportunism) and the independent Catholic revolutionaries (MAPU). He pledged to put Chile "on the road to socialism" by taking over the major domestic and U.S. corporations, the banks and insurance companies and large agrarian estates, and by instituting democratic planning in the interests of the nation as a whole. Thus, the question: Can the Chileans put through a socialist revolution via the historically unprecedented route of constitutional amendment, presidential leadership and parliamentary legislation, while the parties, the mass media and the unified organizations of the propertied classes still vie freely in the political arena, and the old Army (46,000 strong) and crack police force, the carabineros (24,000), remain intact and untouched?

On the face of it the question seems extraordinarily silly, if not absurd, especially in a period in which the U.S. government has repeatedly intervened in the internal affairs of other countries to resist movements for national independence and social reform. Whether radical or reform governments were elected democratically or not has never mattered in the past, either to the local ruling class or the U.S. government. Time after time-in the Dominican Republic, in Brazil, in British Guyana and elsewhere-Washington and its ruling-class allies have opposed, undermined and subverted popularly based constitutional governments. In 1954 the CIA overthrew the constitutional reform government of Jacobo Arbenz in Guatemala and sponsored a dictatorship . that returned expropriated properties to the United Fruit Company, repealed social reforms, gave oil concessions to American companies, smashed trade unions and killed hundreds---perhaps thousands--of workers and peasants. In 1967 the reform government of the freely elected Greek Premier Andreas Papandreou, an anti-communist and So-

cial Democrat, was overthrown by a combination of Greek and foreign investors in league with the Army. They destroyed parliamentary democracy as soon as it looked like

by Maurice Zeitlin

Approved For Release 2000/08/16 : CIA-RDP80-01601R000400270001-1

Photographs by Alejandro Stuart

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By JAMES M. YHELAM Scripps-Howard Stall Writer

SANTTAGO — In the nearly five but foreign treders in Buenos Airos, Minmi and months that Marxist President Salvador discubere offer 25 to 20 escudos to the coller. Allende Gossens has headed Chile's O While the 1971 harvest just completed was Allende Gossens has heided Child's of while he bet harves just each program government widening cracks have ap-good in almost all categories, a crash program peared in the economy—and U.S. rain of farm expropriations, aggravated by llegal-ing interests increasingly are getting output. Calls elevaly spends nearly \$200 million blamed.

Caught in the squeeze between economie propaganda campaign, including a far-fetched charge that American copper interests, allegedly master-minded by the U.S. Contral Intelligence Agency.(CIA), have plotted to drive comparprices down.

Chile, the world's largest ex-porter of copper, gets 8) per cent of its export eachings from copper.

Production lately has slipped delivery obligations. Chile's difficulties actually more money into properties they stand to lose have pushed prices up on the London copper in the switch from capitalism to socialism. market, from a low of 45 cents a pound in Janu. They fear if the economy crumbles too quickly,

Whelan

Labor difficulties

Copper company officials attribute falling production to labor difficulties, disruptions caused by politically active unions identified with the government, an accelerating "brain the three American copper companies, Aracon-drain" and sagging morale.

neers, culminating in a ruling requiring all to tons last year. be shifted from dollar to much lower local currency payrolls as of May 1.

Noting January-February smelter production was off 30 per cent, one executive said the drop was due entirely to loss of key personnel since Allende's election.

Other highlights of the economic situation: • At mid-March, unemployment hit an all-

million- and showed signs of worsening.

Unemployment was about 180,000 when Al lende took office last Nov. 3.

• Latest International Monetary Fund figures available pegged Chilo's international reserves at \$345 million as of Jan. 31, down from er, to avoid a confrontation with the United

O Child's cluir reinicly, the escudo, lies held firm at about 14.35 to the U.S. dollar, projected by sever e renallies against blackmarkeling

yearly on food imports.

On the plus side, retail sales hit record pressures and crucial nationwide elections levels in January and February and the coun-April 4, the Allende government has uncorked a try's major report, Vina del Mar, hosied record erowds in the summer season just ended. Chille's fourist season this year benefited from an unprecadented influx of visitors from neighboring Argentian.

> 9 Indation was slowed to a crawl in Japuar, and February, for perhaps the first time in a e entury. But this was accomplished mestly through an absolute freeze on prices decreed in Dee can ber. And the freeze had the effect of 4 slowing even more industrial and agricultarel output, already only marginally profitable.

by 30 to 35 per cent, and the government last — In large measure, these problems reflect the week admitted. Chile was unable to meet some refusal of industrialists and big farmers to sink ary to a high last week of 55.75 cents per pound. Allende may be forced to resort to illegal measures, ending in strong-arm rule, to avert disaster.

Forcad to sell holdings

The main targets of government attack are The latter two they connect to impending gov- lion of the total U.S. investment in Chile of \$35 ernment takeovers and public attacks on "exor- million, and together produced 540,009 metric bitant" salaries paid management and top englishers of Chile's total copper output of 635,000 management and top englishers of the last year

Under the previous Christian Democrat government, the American firms had been forced to sell 51 per cent of their holdings to Chilson interests, mainly the government. An Allender drafted constitutional amendment expected to clear congress next month would compet them to liquidate completely.

The key issues are the form and amount of • At mid-March, uneraployment hit an all time high-200,000 in a total work force of three payment, since the legislation would permit At-time high-200,000 in a total work force of three lende to dodget from the total "excess profiles" made by the companies in the past decide. The government has gone to great lengths to preve the profits have been excessive.

The Allende government is anxious, haver-

The biggest single policy covers the Chilean Telephone Co., subsidiary of New York-based International Telephone and Telegraph Co. (ITT), an expropriation target not immediately threatened.

Other major American investments loclude Bathlehom Steel (around \$%) million), and two ITT-owned Shoraton hotels here, (\$7 million). The government is expected to announce shortly a cash purchase agreement with Bethlehem.

An RCA subsidiary in Chile recently sold its majority interest to a government corporation, and two smaller American companies were expropriated earlier in the Allende administration.

serves at \$345 million as of Jan. 31, cown from 51, to a dide to bound in the first of the server infine almost cer-the record \$105 million Allende inherited. Pri States, which outcight expresentation almost cer-vate bank s on r c e s, however, said they have tainly would provide. American taxpayers have since fallen tApproved. For Release 2000/08/16 in CLAREDP80 01601 R000400270001-1

insured all American investments here to that exterit.

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CHILE

CIA-RDP80-016

The Chilean government last week uncovered an international plot to drive down the price of copper abroad. The scheme was to offer nonexistent copper for sale in Europe, where the price has gone up from 45.64 to 50¢ a pound due to a falling-behind in the production schedule in Chile. The Chilean government arrested six people including an American, Howard C.J.O. Edwards, who was identified as a member of the CIA. Copper production has fallen behind somewhat since U.S., Canadian and other foreign managers, engineers and other technical workers have left the country. Others have been charged with sabotage, ... The vice president of the Chilean state copper corporation last week. charged some U.S. companies with deliberately holding back production. He said production in the big mines controlled by the U.S. dropped by 18% last year compared with the previous year.... Beginning in April, Chile will sell its copper directly on the foreign market, cancelling its contract with the Anaconda Sales Company, a subsidiary of the U.S.-owned Anaconda Copper Company.... Some 100 people occupied seven unfinished blocks of apartments in central Santiago last week, Police sent to the area took no action against the squatters.

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. 1 9 MAR 1971

Latins using them to case rough structions 'Plots' on the rise in Americas



By VIRGINIA PREWETT

THAT heary chestnut, the "International plot," is popping up all over in Latin America these days. From "Papa Dec" Duvalier in Haiti to President Salvador Allendein Chile, Latin Americans are falling back on this device to help them over rough places. Dr. Allende has an "imperi-

Dr. Allende has an "imperialist plot" with CIA triminings going strong in Chile. Ho may be whipping up emotion that he hopes will carry his already troubled administration to victory in important April 5 municipal elections.

But leftists in both Peru and Bolivia in recent times exploited international plot charges just before they seized U.S. oil properties. So there is speculation that Dr. Allende wants to announce Chile will pay little or nothing for U.S. copper properties he is about to take over — and wants nationalistic feeling running high when he does.

"Papa Doc," Dr. Allende, former President Juan Bosch of the Doninican Republic, factions in Costa Rica, sectors of the Panama press and Ecuadorian officials have rung the changes recently on the plot theme.

No matter how much you may doubt the curative value of Dr. Allende's Marxist-Leninist prescriptions for Chile's ills, it must be recognized that he came into the presidency with much personal respect. His manipulations of the old plot ploy may very well shrink this international image.

FATAL PROUESS

"Papa Doe" traditionally punishes "plotters," a process often fatal for those accused, after he has had a reverse of a spell of increased physical weakness. He is now attempt-

Ing to strengthen his regime of terror by charging 37 people, some of them army officers, with completiy in a May, 1938, invasion attempt. Some of the accused have been in jailnearly a year in connection with a later incident and their prospects are not bright, judging from the record.

STATINTE

In the Dominican Republic, Juan Bosch recently tried to inflate a localized political conflict into a runaway national crisis with charges the CIA is responsible for mysterious murders of Dominican leftists -- with President Joaquin Balaguer in effect winking at it all. A more firmly-based national quarrel with Haiti stole his thunder, however.

ASKED WITHDRAWAL

In February, Panama's military rulers, frankly piqued because U.S. narcotics investigators gathered evidence in Panama without official permission, asked our Peace Corps to withdraw after the U.S. also arrested a Panamanian in the Canal Zone on drug charges. Press sharples and the rumor mill said our Peace Corps was in a plot with the CIA, and connected the events.

Ecuadorians, including officials, have freely speculated that the recent concentration of an extra-large fleet of U.S. tuna boats off Ecuador -- a circumstance that led to numerous arrests and a U.S.-Ecuadorian controversy over sea limits -- was "plotted" as a provocation by the U.S. tuna ladustry.

In a sub-plot, former President Alfredo Ovando of Dolivia Is being accused of having his long-time partner, the late President Rene Barrientos, and four others mysteriously murdered. The charge is that Messers. Ovando and Barrientos were in a deal to smuggle arms to Israel and Mr. Ovando arranged all the deaths because he feared the dead four would reveal this. Mr. Barrientos died in a flaming helicopter crash in April, 1969.

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-17 MAR 1977

Chile Increasingly Blames 'International Conspiracy' for

The emphasis on au "exter-inst enomy" in the official state-ments and Marxist press is of proving concern to Americans proving concern to Americans here, who fear that Dr. Al-necott Copper Corporation. Indeed's stated policy of mein-taining good relations with the 200 metric tons, compared with United States is under pressure ielements.

ciements. Criticism by Government counsel of the Chilean State spokesmen has focused on the Copper Corporation, which spokesmen has focused on the Copper Corporation, which sensitive area of copper, the holds a 51 per cent interest in economic sector in which El Teniente and other major United States private invest-ment is heaviest, totaling more than \$700-milliou. Since Dr. Allende sent to Congress a constitutional tive who has developed the change under which the copper Teniente operation over the last industry will be nationalized, 20 years. production at the major mines

Faivoich, Jaime

STATINTE

MARCO ARAMA OLIMATELY LARAMAN ARAMAMATING ARAMAMATING THE COLLEMPTATION INTO A COLLEMPTATION A COLLEMPTATION INTO A COLLEMPTATION INTO A COLLEMPTA

employe of a retail credit company who says he agreed to falsify Mr. Edwards's credit rating file and that the letter Mr. Edwards was carrying here was dictated by him as part ol a ruse to obtain a favorable credit standing.

The members of the Internordia group under arrest are being held incommunicado under court orders. [United Press International reported Tuesday that Mr. Edwards was said to be suffering from "a cardiac linfection" and was receiving Imedical treatment in the Santi-

Meanwhile, the opposition Christian Democratic party has charged through its president, Senator Narciso Irureta, that the copper deal here included an offer by the group to pay kickbacks from \$2 to \$7 a ton to unidentified Government copper officials:

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ILATTIN AMBRICH

CHILE

The head of Chile's Investigation Police recently told La Prensa, a Christian-Democratic newspaper, that "an attempt on the life of President Salvador Allenda continues to be a plan which is kept on file with local reactionary sectors and the CIA." It is for this reacon, he \checkmark said, that Allende has a bodyguard. He was answering a campaign by segments of the population who opposed Allende's having a bodyguard Allende withdrew a bill that would have established citizens' neighborhood courts last weak when it appeared certain Congress would reject the plan. The courts of neighborhood peers would have tried cases involving drunkenness and other petty offences as part of a planned overhaul of Chile's courts. In another defeat for Allende's progressive government, the Congress rejected his ambassadorial appointments to Yugoslavia and Cuba.

THE MEAN HEAD STATINTL Approved For Release 2000/08/16: CIA-RDP80-0160

Howard Edwards

Chile Sets Trial for

Edwards

By Hereld Whe Services - SANTIAGO, Chile -- Howard Edwords, once the hey figure in bribery accusations against Dade County State Attorney Richard Gerstein, was ordered Friday to stand trial in connection with an alleged "international plot" to drive down the price of Chilean copper.

Edwards and six associates — two Chileans, two Argentines, one Uruguayan and one Swiss — also were charged under Chile's Internal Security Act.

Orlando Cantuarias, minister of mines, told the Chilean Senate that there was a conspiracy to drive down the price of copper abread by offering nonexistent copper for sale in Europa.

Edwards and his associates reportedly offered to purchase \$60,000 tens of electrolytic, copper over a 10-year period as part of the conspiracy.

Full details have not yet emerged and the government has been circumspect in releasing details about the case.

Chile's Communist press has labeled the "copper scandal" a U.S. plot against Chile, and has accused Edwards of being an agent of the CIA.

Edwards, who is wc.11 known in South Florida for his repeated, grandiose business schemes, is under indictment in Fort Lauderdale on a perjury count in a civil suit.

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election campaign was, thrown out by the Dade

LING YOUR TINNS Approved For Release 2000/08/16 CIA-RDP80

Child Reported Untable to Fill Contracts for Export of Copper

By JUAN de ONIS Special to The New York Times

SANTIAGO, Chile, March 11 rassed because left-wing politi-Copper production at Chile's cians and publications have major mines, which face the publicly charged them with prospect of nationalization, has sabotage.

190,000 metric tons to 280,000 (The problem in the major tons this year, many top-level mines, where there are large American investments, is caused in part by the resignation or retirement of more than 300 top executives and technicians, both foreian and Chilean, since Pres executives and technicians, both foreign and Chilean, since Pres ident Salvador Allande Gossens of 685,000 tons in all Chilean fools office last November.

to some European purchasers had lifted the price of copper on the London Metals Exchange from about 45.6 cents a pound in January to close to 50 cents today.

80% of Export Income

Copper makes up more than 80 per cent of Chile's expert income, and the lag in produc-tion has contributed to a drop

struttional amendment to na-tionalize the large copper prop-based brokerage concern that erties that are operated by mixed Chilean-United States Chilean State Bank to purchase companies, in which Anaconda, Kennecott and the Cerro Cor-poration have investments of more than \$700 million.

floor debate in the chamber will nonexistent copper for sale in put off final approval until at Europe. least mid April. The

fallen short of goals and is in- At El Teniente mine, where sufficient to meet export-sales production expansion was supcontracts, industry sources re- posed to raise output from 2 190,000 metric tons to 280,000

The reported inability of copper mines, on the basis of copper companies to pansion this year as a result meet in full scheduled deliveries of completion of new mines and copper mines. On the basis of expansion investment, sales contracts for this year com-mitted Chile to supply about 800,000 metric tons.

Production now is estimated to be running 20 per cent below the level necessary to meet current deliveries.

'Scandal' Is Uncovered

income, and the lag in produc-tion has contributed to a drop in exchange reserves. Banking sources said that the loss of reserves had been more than \$100-million since Dr. Allende's léftist Government took office. At that time, reserves were close to \$500-million. Dr. Allende proposed a con-stitutional amendment 'to ma-tionalize the large copper prop-With Chile's main export in-

more than \$700 million. The Senate completed approval of the plan last month, of Mines, said before the Senate and the legislation is now be-fore the Chamber of Deputies, spiracy to drive down the price. The schedule for committee and of copper abroad by offering the schedule for committee and of copper abroad so for sale in

The Communist party press Meanwhile, the management has led the Government's cam-problems in the mines appear paign and has identified the problems in the mines appear paign and has identified the American under arrest, Howards, as an and Exótica mines, at which Anaconda provides the basic management, 80 United States, Canadian and other foreign managers and engineers have in an interview last Saturday exercised their option to be given new jobs by Anaconda outside Chile, starting this month.

month. Efforts to persuade the for-cign personnel to remain for 47 years old and who gave

Approved For Releast a 2000/08/16 riod Allen Mich as his residence been unsuccessful. For one Lauderdale, Fla. for conspiracy thing, the foreigners feel har to commit fraud.

LEADL HURBER 11 MARCH 1971

Approved For Release 2000/08/16 : CIA-RDP80-01

By WILLIAM MONTALBANO And JAMES SAVAGE Herald Statt Weilers

ard Edwards, erstwhile minister, physician, financier and man of the world, is in hot water again --- this time in extreme allies would like to Chile as part of a supposed international conspiracy against the Marxist-led government of President Salvador Allende.

ened a local political cam- are prepared to find CIA paign by accusing State Attorney Richard Gerstein of accepting a bribe is now making headlines throughout Latin America from a Santiago jail cell. .

Edwards stands accused by Chile's Communist press of being one of seven speculators from Zurich who sought to drive down the international price of copper.

According to the Communist newspaper El Siglo the conspiracy was part of a U.S. plot against Chile.

EDWARDS is portrayed by El Siglo as a CIA provocatcur, a former Air Force physician whose previous exploits include clandestine participation at the Bay of Figs and a role as agent-agi- himself as part of a bogus the missing reports with tator in Czechoslovakia dur- credit company report he ening the 1968 Russian inva- gincered. sion.

'Gerstein, Edwards' arch foe, dissolved in laughter wards modestly claimed to when told Tuesday of the Chilean press report:

"Howards couldn't effectively spy for a physician who was shot Dardis. Boy Scout troop," he said, down at the Bay of Pigs. "He is a total and complete fraud.'

Although the Communist Party forms the most powerful single element in Allende's coalition, the govern- to Chile with him. ment itself has been more restrained in its accusations so have a copy of the report and far.

Edwards and his pols - wards' fabrication of an intwo Chileans, two Argen- telligence career as truth. tines, a Uruguayan and a Swiss -/purportedly repre-lished a copy of the report, sented a Swiss investment

per over the next 10 years.

According to the government, the purchase offer, made at low prices, "tended South Florida's own How- to depress the market and an agent of the CIA." d Edwards, erstwhile min- give the impression of great 1 If the governmen disorder."

Some of Allende's more find a provocation that could be manipulated to worsen relations between Chile and the United States. These same leftist extremists, with gentle The man who once enliv- direction from Cuban friends, agents under every manhole cover in Chile.

> In his first months as president, Allonde has gone out of his way to avoid damaging relations with the United friendship of John Hollihan, States. The Nixon Adminis- then an employe of the Retration has followed suit, tail Credit Company, in early adopting a "correct" policy 1968. toward the Allende government.

The Chileans have obtained information they believe links Edwards with the U.S. intelligence establishment.

There is a fine irony here. For at one point in his checkered career, Edwards sat in the living room of his Brow- detrimental and I would say, ard County home and coolly they were pretty bad." invented a life history of

IN THE LIFE history, Edbe worth \$9 million. He also claimed to be a retired U.S. Edwards' Air Force intelligence officer-

haps he carried a copy of it vention.

In any event the Childeans have apparently accepted Ed-

On Tuesday, El Siglo pub-

If the government lends the same credence to the re- less revelation: port, Howard Edwards may fertile imagination.

stein furor that investigators ent regime took control of uncovered Edwards' invented: the government in, Cuba career as an Air Force offi- (sic)." cer. The documentation has lain in Edwards' bulky file in shot down by Cuban military the state attorney's office forces and walked some 22 until now and has never been miles to the beach so as to fully brought to light.

According to this material, Edwards cultivated the

In a formal statement to Martin Dardis, one of Gerstein's investigators, Hollihan said he removed reports on Edwards from the company's files in the spring of 1968.

Asked if the credit report was detrimental to Edwards, Hollinan replied: "They were

Hollihan said he replaced he went along.

"I TOOK blank forms from our offices. He sat down in one chair and I sat in the. other, and he told me exactly what to type," Hollihan tola

The character-financial re-Edwards is known to have port, which is also in the used the report in business state attorney's files, is an dealings in the past, and per-laudacious masterpieces of in-

> In it, the Howard C. Edwards the credit company found a surpassing bad risk

> In his stead there appears a distinguished multi-millionaire, one Dr. Howard C. Edwards, "a retired' medical doctor from the United

under a story headlined: States Intelligence Corps," "Here is the proof. Yanqui, principal stockholder in a Badocument reveals Edwards is hamas-based insurance company worth \$36 million.

STATINTL

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There is also this breath-

"Through * confidential become a victim of his own sources it was verified that the subject was most recently involved in the Bay of Pigs IT WAS DURING the Ger- invasion in which the pres-

"The applicant was in fact avoid capture and as a result suffered a Coronary Heart

ACCORDING to Hollinan, who was close to Edwards at the time and was promised stock in a Bahamas high-rise in exchange for his cooperation on the phony report, Edwards has never served in the armed forces. And in July 1961, three months after the Bay of Pigs, Edwards appeared in a Broward County court to face the grand larceny charge, displaying no aftereffects of the Cuban adventure he later created for himself.

In this same credit report, Edwards listed his net worth as \$9 million in "cash, investments, real estate and personal property."

Hollihan said Edwards took the false report withhim to Europe in the summer of 1968 in an attempt to borrow money for the Bahami-. an high-rise.

According to Hollihan, Edwards was accompanied by his wife Josephine and a fellow speculator named Frank Williamson on the trip to Europe. One of the places they went was Zurich. Hollihan said Williamson, also a bad credit risk, paid him \$500 to remove his file from the company's records.

Williamson returned alone, according to Hollihan, while Edwards and his wife stop-* ped briefly in Czechoslovakia, where Mrs. Edwards has

firm seekinApprovedyFor Release 2000/08/16 : CIA-RDP80-01601R000400270001-1 million tons of Chilean cop-

continued

Approved For Release 2000/08/16 CIA-RDP80-01601 MILTON VIORST

Doesn't Need Chile as Enemy

President Nixon, after a commendable beginning with the Allende government of Chile, seems suddenly to have reversed himself, as if determined now to travel the road that led to the absurd and bitter deadlock with the Castro regime in Cuba.

The President's decision to forbid the American carrier Enterprise to pay a courtesy call at the Chilean port of Val-. paraiso was, put simply, a gratuitously hostile act.

President Allende, though an avowed Marxist, has been working hard in the four months he has been in office to maintain the friendship of the United States. His message has been that a Marxist regime need not be unfriendly.

Aware that the Enterprise would pass near Chile's coast after rounding Cape Horn, he issued a personal invitation for the ship to stop and allow its crew of 4,539 to enjoy shore leave as guests of the Chilcan people.

The Defense Department favored such a call, and so did Edward Korry, the American ambassador, who saw it as a way to put talks with the Chilean government on a friendlier basis.

But, the State Department apparently objected, as did Henry Kissinger, the Presi-

dent's chief foreign policy adviser.

After much intra-governmental bickering, Nixon made the decision-and it constituted an insulting rebuil to Chile's overture, as well as a direct affront to Chile's president.

Obviously, Nixon's intention was to avoid conveying any hint of American approval of the Marxist , orientation of the Chilean government. Indeed, no one ever made the mistake of believing that he liked Al-lende's politics.

But it is ironic that the previous courtesy call of the Enterprise was in Brazil, where a viciously oppressive military dictatorship currently reigns. Did the visit of the Enterprise mean that we approve of it?

Whatever one may think of Allende's polities, he at least was democratically clected; the government of Brazil is the product of a coupd'etat. To be sure, Allende received a minority of the total vote in being elected -- but, then, so did Nixon. 🚲

What is so unfortunate about the Enterprise incident is that it represents a shift in what had been an exemplary policy on the part of the Nixon administration.

After his inauguration, Nixon ordered a stop to the games Chilcan election campaign and, thereafter, desisted me-ticulously from any interfer-ence in Chilean politics.

The victory of Allende -- the world's first freely elected Marxist president - surely was a disappointment to Nixon. But his response, if far from warm, certainly was correct.

At first, the President seemed to be waiting to ascertain whether Allende would embark on a campaign of anti-Americanism, normally useful to any Latin American politician.

But Allende did not. Nor did he suppress civil liberties. He did keep his campaign promise to nationalize foreign industry, much of it American, but he indicated a willingness to provide fair compensation. It is that compensation which Ambassador Korry was in the process of negotiating.

In his state of the world message last month, Nixon again p r o m i s e d reciprocal friendship with Chile — but at the same time, the administration pointedly snubbed a Chilean economic mission in the United States and blocked its overtures to New York bankers.

Now the Enterprise incident seems to confirm that the era the CIA was playing in the vot good conduct has come to an end.

. What one can foresee, unless there is an abrupt change, is some sort of petty retaliation by Chile, which will become the excuse for a further alienating act by Nixon. The spiral will continue until, ultimately, there is a complete rupture.

But it need not happen that way — any more, I suspect, than it need have happened with Castro.

Certainly both sides, a decade ago, were too quick to take offense. Both were too suspicious, both too provoca-tive. Neither was well served by Cuba's being forred, after the rupture with Washington, into the rough embrace of the

Kremlin. Nixon can avoid a replay of that disaster. The United

States already is too much dis-

trusted in Latin America. It doesn't need another enemy in

PREEIFCEON POST Approved For Release 2000/08/16/PCIALRDP80-01601

Around the World

STATINTL

For the Record,

• Chile's socialist daily Ultima Hora said the gov-ernment is investigating the alleged role of the CIA in a suspected plot to drive down the price of Chilean copper.

COMBAT 1. FEBRUARY 1.971

Approved For Release 2000/08/16 : CIA-RDP80-01601

22

"On the 'Today! program, which is presented by NBC News, Barbara Walters revealed last week that they were getting heavy flak from viewers for being too liberal. She and cohost Hugh Downs agreed that this couldn't really be, because they had had Bill Buckley and Senator Goldwater on, and anyway Senator Buckley would be on the next day. The point is that two or three Buckley or Goldwater appearances a year does not discharge the news media's obligation to present important points of view, nor is it any substitute for having a more-balanced staff. Making news programs exclusively the domain of the liberal means questions are unasked, thus stories missed, simply because liberal newsmen have entirely different backgrounds than conservative ones (given that both would struggle to be 'objective'). (Incidentally, notice that Goldwater, who hardly ever gets any of his statements over to the public, was put on by CBS for three mimutes last week, as he testified against the Congressional seniority system, the Lib's pet hate du jour.) The lack of conservative counter-balance to Walters-Downs' (and Garagiola) team was never so evident as Jan. 26, when Cyrus Eaton was the guest. Downs allowed as how "the late Senator McCarthy, Senator Goldwater and J. Edgar Hoover have called you a Soviet apologist" but then danced away without landing a glove. Eaton unloaded against the CIA, praised Salvador Allende's regime in Chile, and Downs marvelled that this was Eaton the capitalist saying all this. Eaton is no salesman of capitalism (although it made him rich), but he's a pretty good salesman of Communist regimes to the American public, courtesy NBC News.

Approved For Release 2000/08/16 : CIA-RDP80-016 Wedium Child

"HEY'RE NOT OUT there every day, but most of us have seen them. They drive up and sit in their. new American station wagons, keeping watch. In Chile, the new station wagons mark them as government people, in this case cops, the secret police. They park opposite our rambling, tree-shaded Spanish-style villa on the quiet, upperclass Avenida Ricardo Lyon, while we go about our business, arguing the rationale for a team of leftists making a movie about revolution and living in such a bourgeois house. Actually, the movie company is half Chilean, but that half lives in its own houses and refers to Lyon as the "Boarding House"; it is a commune-of-necessity. We are crammed together and eat our communal meals at a big mess-table. Gabriel (the Fixer) tells us when new developments threaten us: our phone is definitely being tapped; don't mention revolutionary subjects or the black market rates on U.S. dollars. If the secret police really wanted to bust the movie wide open before we'd even half made it, they surely could. A large house full of long-haired, left-wing, dope-smoking Americans-who needs a warrant for that in Chile? But they are biding their time. This is before the September 4th Chilean presidential elections: they want to see what the new line is to be toward radicals-and Americans. The whole country is in a state of feverish political suspense. Later, after the election, even after the inauguration of Allende in office, the suspense would remain. Once the outcome of the election was known, people still had to ask: what could such a victory ultimately mean? That is also one of the questions the film was made to pose:

The film opens with a dramatic shot of a Braniff Airlines jet whistling to a halt at Santiago Airport. In fact, this happens twice, and each time we follow a different guy as he gets out and through the heavy green-coated Customs cops. One is Martin Scott Bradford, whose travel papers say he's here on business; the other is Simón, a Chilcan who's been in Cuba since the revolution and is returning ostensibly to help the Communist-backed Unidad Popular win the election. Both of them are men with a mission---they walk that way. Dick Stahl, who plays Martin, _ knows how to frown like an earnest liberal, and Anibal Reyna, who plays Simón, knows his dialectics, having once founded Chile's El Teatro Libre (Free Theatre). As they descend the stairs on deplaning, a familiar voice ballads out their respective life stories in a sardonic languid tone: Country Joe Mc-Donald is in Chile to help Saul Landau and Raul Ruiz produce a revolutionary film-or is it several films being spun onto a single reel?

It all began when Jim Becket, 33, expatriate American and international lawyer living in Geneva, tried to get a novel he'd written made into a film. The book followed two Peace Corps workers from disillusionment to politicization; it was set in Chile. That's about where the similarity ends. Becket went to Chile with Greek-French director Nikos Papatakis to check out the possibilities, but Papatakis opted out because he felt he would have had to live 18 months in Chile to do it honestly, and because the story would carry more political impact if made by an American. Beeket did meet Raul Ruiz, the whiz kid of South American directors, and got to hear of New Left film-maker Saul Landau, who at that time was in New York. After protracted three-way correspondence, and a three-day writing session at Bolinas in the Californian woods, the trio had a plot and eventual ally even a film. The script, which had a habit of changing daily while I was in Chile, consisted of Saul's idea of following a Chilean Communist as he returns from an extended stint in Cuba, combined with Jim's Peace Corps story

and Raul's wish to examine the various left archetypes of Chile: the Communists who still believe in the elections, the reformists, the revolutionaries, the guerrillas and the drop-outs.

AVING ARRIVED to the strains of Country Joe, Martin (the CIA IL agent cum businessman) and Simón (the Fidelista) make their respective ways to their hotel (one and the same), and start making contacts. Martin is after Suzanne (a Peace Corps volunteer) to get at her body as much as to check out her disillusionment. Simón is to meet Osvaldo, the old-line Communist, and his revolutionary son Hugo. When they get it all together, several thousand feet of filmed debate ensues and one can only pity the editor and mourn for Marx that he is destined to become so much dialectical celluloid on the cutting-room floor.

* * *

From the lounge-room discussions at the Boarding House, it sure looked as though Saul was setting out to present the audience with a series of left-wing alternatives (old, new, reformist, revolutionary) and inviting them/us to line up and choose. In fact, says Saul, that's pretty true, except that all the leftists in South America must agree that some version of revolution is on-whether through the guns of Che and Fidel, or the electoral process that gave Guatemala a leftist president till the U.S. blew his regime apart. Without quibbling over definitions, Saul's image of a battle amongst archetypes was exactly where Chile was at in this winter of 1970. Here was a Third World nation with all the textbook problems of an economy dominated by outside companies (the U.S. investment in Chile totals over \$1 billion), a social class structure that gets more and more polarized as the peasants flood the cities and clamor for work, and a political

by Phillip Frazer Approved For Release 2000/08/16 : CIA-RDP80-01601R000400270001-1

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GEORGE E. CONDON How Not to Win Friends and

CONDON

Whatever people may think about Cyrus, Eaton's political and social philosophy, nobody is likely to accuse him of being a man who cannot see the forest for the trees; not since the C l e v e l a n d

Electric Illuminating Co.'s hired hatchetmen went on a raid in the industrialist's A c a d i a woods and toppled more than 400 of his ancient timbers.

The domestic crisis brought on by this action has not diverted Eaton's

eyes from the foreign scene, however. The 87-year-

scene, however. The 87-year-old Cleveland financier took time off just a week or so ago to pay a friendly visit to the new Marxist president of Chile, Salvador Allende. His reaction to that visit was given to the nation on the NBC-TV program, "Today," and it included several observations which likely will find favor among an awfully large number of Americans who usually find themselves at variance with the Eaton philosophy.

EATON SUGGESTED, for instance, that the United States likely would get along better with the new Chilean government if it removed the CIA agents who, he alleged, are "spread" across the South American country."

stinct, and by tradition, opposed to the cloak-and-dagger t y p e' of governmental spying and surveillance, whether at home or abroad.

Not many citizens will subscribe to the idea that the United States needs a network of CIA agents in Chile, Transylvania, Iceland or anyplace else. Our diplomats abroad used to keep Washington apprised of foreign affairs in a satisfactory manner, at a lot less cost, and without anywhere near the degree of friction caused by professional spies.

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EATON SAID something else that deserves careful consideration.

"The true test of capitalism will be in the United States," said this capitalist, "but for the system to work we cannot spend money like drunken sailors to impose our ideas over the globe."

American taxpayers who live in a home society which is beset by financial problems, and who see vividly how much good could be done at home with the billions of dollars which are being disbursed abroad by the United States in a game of international bribery which we cannot hope to win, probably will agree with Eaton's vieweven if not for the same reasons.

But it seems to me that his idea is worth trying out, and, as a matter of fact, I should like to suggest a starting point. If we should begin hacking back foreign aid, I can't think of a better place to begin than in South America—Chile, for example, would be a splendid country to lop off the relief role, if it is on it.

ECUADOR IS THE nation which is scheduled to receive \$29 million from bighearted Uncle Sam this year. Ecuador also is the nation which, claiming dominion over Atlantic coastal waters up to 200 miles from its shore, recently has seized (at the last count) 14 American fishing vessels—for whose release the United States has paid ransom thus far totaling between \$500,000 and \$700,000

If we needed any evidence that money will not buy friendship, it is plain to see in the overt Ecuadorian hostility. But if our statesmen play our cards right, perhaps they can persuade the Ecuadorians to accept our millions, even if they don't really like us.

Approved For Release 2000/08/16 -: CIA-RDP80-0160

CLEVELAND, OHIO PLAIN DEALER

M. - 409,414 S - 545,032

MN 27 1971

Today' Interview Eaton Says Chile Seeks Friendship

Cyrus S. Eaton, millionaire Cleveland industrialist and peace advocate, yesterday insisted that the Marxist president of Chile, Salvador Allende, wants friendly relations with the United States.

"Allende's critics in the United States say he is just nationalizing American business but this is not true," Eaton said. "His government is taking over any business it feels will help the Chilean economy.

"If the United States acquiesces to the Chilean government . . . and removes the CIA gents spread across the country we will get along very well. However, we will be in trouble if we try to put the new Chilean government out of business through force or bribery."

EATON'S COMMENTS WERE made in an interview with Hugh Downs on the NBC show, "Today," yesterday.

He said Allende is a socialist but definitely not a communist and "about as far left as the Labor party leaders of England."

Eaton described himself as a fervent capitalist but added: "I am called a Soviet and Communist apologist because I want to be tolerable of people. Better than half the world is now Communist and we cannot ignore this fact

The 87-year-old chairman of the board of the Chesapeake & Ohio Railway last year visited Allende in Santiago.

HE SAID ALLENDE AND Fidel Castro, premier of Cuba, arc friendly.

"Chetro is a heroic symbol to the masses in South America because he has stood up to the powerful United States and succeeded," Eaton said.

Eaton criticized the United States for attempting to spread its power throughout the world.

"The true test of capitalism will be in the United States," added Eaton, "but for the system to work we can not spend money like drunken sailors to impose our ideas over the globe."

NATIONAL GUARDIAN Approved For Release 2000/08/16 ; CIA-RDP80-0160 & 1 NOV 1970

CHILE

Clarin, the Santiago daily newspaper; ran the headline, "The ClA wants us to fight our neighbors on the other side," meaning Argentina. The article called attention to a reactionary campaign by the Society for the Defense of the Argentine Family and Traditions. The organization says Fidel Castro is the cause of social unrest in Argentina. Clarin stated, "Ever since the victory of [President] Salvador Allende hundreds of agents recruited from among the Cuban gusanos living in Miami have been arriving in Santiago... They have come to our country to repeat the bloody actions they have carried out in other parts of the world..." Business Week said 80% of the people emigrating since the election are trained in professional work.

Approved For, Release 2000/08/16 : CIA-RDP80-0160

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NEWS

Nov 1 0 1970 Peace Corps waints to stay in Chille if Marxist says OK

By MERWIN K. SIGALE Miami News Latin America Writer

SANTIAGO, Chile — Whether Uncle Sam has a future in Chile or not, the Peace Corps would like to stay.

stay. "We propose to proceed," said the Peace Corps director for Chile, John G. Fall, who gave up a San Francisco law practice in 1968 to take his present job — just for "a change."

"As long as the inviting government honors our nonpolitical role and as long as the volunteer fulfills a needed role," said Fall, "we will respond — whether the government is left, center or right."

The catch is that phrase, "inviting government." The Peace Corps does not go where it isn't invited. And it is unclear whether the invitation of previous Chilean governments will be renewed or withdrawn.

Chile's new Marxist president, Salvador Allende, has said nothing specific about the corps' future here. A high figure in the Allende coalition confided that he was not sure what would be done, but he said the corps had been identified with some "unsaintly" activities.

He did not specify what those activities were. But a familiar cry of governments that the hostile to Uncle Sam has been that the Peace Corps is a cover for CIA agents.

Peace Corps volunteers in

Chile number 110. Fifteen are scheduled to leave by mid-December, but 17 others are due in about the same time. The 17 were recruited before the change of government.

A year ago there were 230 volunteers here, but a large number working in reforestation programs were no longer needed and went home.

Those still here, a majority of them outside Santiago, include marine biologists, city planners, forestry technicians and "construction instructors" aiding in self-help housing.

Most of the new arrivals in December — if they are still welcome — will work in forestry, entomology, wood technology and wildlife management. Three will help in research on fish protein concentrate, a developing source of nutrition with great potential for helping to feed a hungry world.

Largely gone are the days of the Peace Corps "generalists" in Chile — the young, eager youths who could do a little of everything. The demand today is for specialists.

Fall says he has heard "no complaints of any anti-gringo, anti-North American behavior" by Chileans toward his volunteers.

Has he been successful in his two and a half years in Chile? "I haven't but the volunteers have," says Fall. "Hell, yes. I take no credit for what the volunteers have done. I've given them admin-"istrative support. I'm quite proud of them.".

BATTLE CREEK, MICH. Approved From Release 2000/08/16 : CIA-RDP80-0160

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NOV. 8 1970

<u>IN OUR OPINION:</u> New Chilean regime tests U.S. maturity

The political maturity of the United States is about to be tested. That test will involve our attitude, as a nation and as a people, toward the new Marxist government in Chile.

Salvador Allende Gossens, who become president of Chile last week, is the first man to be democratically elected on a Marxist platform in a non-Communist country. His election brings two themes of American foreign policy, and private sentiment, into conflict. On the one hand, we generally are very upset by the prospect of any nation, democratic or otherwise, turning to communism or Marxism.

On the other hand, we always have supported the concept of selfdetermination; that any nation had a right to choose any sort of government it wants, as long as the choice was made in a reasonably democratic way.

But we now are confronted with a Marxist takeover that is the result of a democratic vote.

What do we do? Should we withdraw our aid and diplomatic recognition and send in CIA operatives in an attempt to force the Chileans back toward the political center? After all, a legitimately elected Communist government could be considered as unwelcome as one that gained office by force. Or should we recognize that the Chilcan people evidentally have what they want and adopt a policy of live and let live?

The argument is not an abstraction. The new government has vowed, among other things, to nationalize the extensive American mining interests in Chile.

Though President Nixon apparently has not made up his mind, he undoubtedly is under pressure from American businesses with investments in Chile and from anti-Communist hardliners in his own party to take a tough stance.

We hope that he doesn't. And we believe it would be a mark of political maturity if the nation were to resist the temptation to make life difficult for Chile.

Nationalization of American holdings is, after all, nothing new in Latin America. Neither are radicalleftists governments. And the new Chilean government has given no indication that it has any designs on neighboring nations nor that it has any present intention of doing away with political democracy.

We don't need to pretend we're happy with the Marxist regime. But neither should we let our abhorrence of communism lead us to intervene, directly or indirectly, in the internal affairs of a sovereign, peaceful nation.

LOS ANGELES TIMES Approved For Release 2000/0월/16한 양IA-RDP80-01601F Any U.S. Intervention Against Unite Would Only Make Matters Worse

BY ERNEST CONINE

On the evening following the inauguration of Dr. Salvador Allende Gossens as the new president of Chile, the streets of that country's capital were crowded with hundreds of the efforts of the previous Christian Demo- The Marxists must fasten control onto the thousands of celebrants.

Twelve open-air stages offered folk music, symphony orchestras and ballet. And in front of the headquarters of the Communist-Ied Federation of Students, in an atmosphere of great merriment, passers-by were long as Allende sticks to his pledge not to into quarrelsome factions which, now that invited to try their luck pitching darts at a board bearing the unmistakable outline of Uncle Sam.

Unhappily, the occasion is probably symbolic of what the United States can look forward to in its future relations with the first fidence that he will. Latin American country ever to choose a Allende is on record as favoring the estab-Marxist-Leninist as president in free elec- lishment of diplomatic relations with Cuba, tions.

Allende has aroused expecations from Chile's poor and downtrodden that cannot possibly be fulfilled. He and the Communists will need a fall guy, and old Uncle Sa- tended his inauguration. muel is elected. Furthermore, it is not at all

or whatever Allende really represents.

Yes, he got more votes than anybody else rect means. in an election that was free and relatively

munist vote was split between Frei's Chris- sights along the long Chilean coastline. tian Democrats and the conservative National Party...

presence in the Western hemisphere.

Allende ran as the candidate of the socalled People's Union - a coalition of the economic sanctions. Communist, his own far-left Socialist Party and four smaller pro-Marxist groups.

been fairly well spelled out.

The Allende government plans to nationalgive the land to poor farmers.

So far so good.

lars worth of investments in Chile naturally people's nationalistic resentment of alleged don't relish happin ved of olisiness and 2000/08/pionalistic resentment of alleged But if they are paid reasonable compensa- Granted, Allende will probably play this

Neither is any particular sympathy owed to the landowning class which helped bring to go before turning Chile into a Marxist di on Allende's election victory by obstructing tatorship. Parliament is still in busines cratic government to carry out meaningful country within six years or face the chance land reform.

If Chileans, approximately three-fourths of And the army has a tradition of supportin whom are poor, want to try Marxist solu- free elections. tions, it would seem to be their business-as make Chile a base for the exportation of re-volutionary subversion to other states in the volutionary subversion to other states in the hemisphere.

Unfortunately, there can be no great con-

East Germany, North Korea, North Vietnam and China. Two members of the Chinese Communist Party's central committee at-

muel is elected. Furthermore, it is not at all It is probably only a matter of time until clear that there is much we can do about it. trade and "cultural" missions from Commu-It is a bit misleading, one might observe, nist countries are swarming all over Chile. to say that the Chilcan people consciously The Communist tentacles are likely to chose socialism or communism or Castroism spread soon enough to other countries on the continent--through radio propaganda and training of young radicals from elsewhere in the hemisphere, if not by more di-

Although the Soviet Union will probably honest. But, no, most Chileans did not vote move cautiously for fear of triggering a milifor him. In fact, he got only 36% of the vote. tary coup by anti-Communist officers, it is Allende won because Eduardo Frei, the also predictable that Russian influence over incumbent president, was constitutionally the Chilean army will grow, and that Soviet ineligible to run-and because the anti-Com- warships will ultimately become familiar

Washington obviously cannot be expected to be happy over all this, and it isn't. But the Be that as it may, Allende won fair and Nixon Administration so far has managed to square, and the United States is left facing keep its cool remarkably well. There is no a new and potentially dangerous Marxist talk of military intervention or a CIA-in spired coup. Nor is there even any talk of cutting off diplomatic relations or imposing

The hands-off posture makes sense-be-The intentions of the new president have cause intervention of any kind would only play into the Communists' hands.

If Allende is to persuade Chileans to trade ize large mining, manufacturing and bank- their democratic liberties for a Marxist ing enterprises-especially those which are yoke, to accept hard work and an even lower foreign owned. It also wants to break up big standard of living as the "temporary" price estates in Chile's fertile central valley and for building a socialist society, he needs scapegoats.

He must conjure up an outside enemy The American companies which collec- which makes sacrifices seem necessary and tively account for upwards of a billion dol- worthwhile. In short, he must play on the

tion for their assets, they have no real kick game no matter what we do. But why make

After all, the new president has a long wa of being ousted in the next free election

Finally, the Allende coalition itself is spli

Everything considered, this looks like time for sitting tight.

NATIONAL GUARDIAN Approved For Release 2000/08/16 CIA-RDP80-

By Peter Roman

Salvador Allende, newly elected socialist president of Chile, has yet to clearly define the political and economic course of his administration. Yet it is clear that the most exploited sectors of the Chilean population enthusiastically regard this as their victory. When a New York Times reporter asked a poor peasant what he expected of Allende's government, he stated, "It is our turn now, I think."

Sectors of the middle classes, bourgeoisie, landowners and other right wing elements, have attempted to sabotage the economic and political climate, as was the case in the early period of the Cuban revolution. This has included panic emigration, flight of the dollar, induced inflation, jitters on the stock exchange, deliberate stoppage and sabotage of industrial and farm production and a series of rightist bombings culminating in the assassination of Gen. Rene Schneider Chereau, commander in chief of the Chilean army (who favored allowing Allende to take power).

i -If Allende, candidate of the Popular Unity Front (UP), is to accomplish anything of substance during his reign, he must (1) stay alive (there are serious assassination threats) and (2) stay in power by weakening and neutralizing-but not yet alienating-the military, political and economic forces. Also, he must strengthen the power and support of the workers and peasants and some middle sectors while not alienating them through precipitous actions which might seem to counter Chile's history of bourgeois democratic institutions-in which the people take pride and which allowed for Allende's election. That he is in power today, given the limitations of an electoral victory with a multi-party coalition (including non-Marxist parties) and the absence of a revolutionary army, shows that at the very least Allende is a shrewd politician. The question 'now is whether he has compromised the possibility of socialist development in the process.

Signs toward radicalization

Besides popular pressure which will be exerted by those who voted for Allende (36%) and also a good percentage who voted for the more moderate Christian Democratic party (PDC), there have been some positive signs towards radicalization. Take Allende's cabinet, for example.

The Minister of Interior, Jose Toha Gonzalez, has been the publisher of the Marxist newspaper Ultima Hora, linked closely with Allende's Socialist party (PS) and the most radical daily in Chile. Clodomiro Almeyda Medina, the Foreign Minister, represents the radical wing of the PS and is a strong defender of both the Chinese and Cuban revolutions. Jacques Chonchol Chait, Minister of Agriculture, supported President Eduardo Frei Montalva, the PDC candidate in 1964, but soon broke with Frei due to the lack of progress in agrarian reform and helped form the Popular Action Unity Movement (MAPU) with other dissident PDC leaders and youth. MAPU is part of the UP. Chonchol helped formulate the agrarian reform program in Cuba.

Pedro Vuskovic Bravo, Minister of Economy, currently is director of the Economic Institute of the University of Chile and defines himself as an independent pharoist of For Release 2000/08/16m ClAuRDP80-04601R000400270001 and group formulating the conomic poincy of the poince of the second sec Politically he is more of a question mark since while

emphasizing the need to nationalize important sectors of the economy, to reorient production and distribution priorifies, his analysis lacks socialist political content. In a recent interview he stated "[Nationalization] is not a question of political principles. The nationalizations, correspond to the exigencies of the [economic] scheme and ... are directed at solving fundamental problems." He also stated, "This is not going to be a Marxist government."

Allende, at least in his rhetoric in between presidential campaigns, has emphasized the need to be prepared for extra-electoral contingencies. After the massacre of miners in 1965 he told a mass rally, "In the face of counter-revolutionary violence we must answer with revolutionary violence." A few days after the election, Allende told a mass rally that if the right wing attempted to block his victory he would call on peasants and workers to take over land and factories.

The maintaining of the local UP election committees and the proposed new constitution, potentially could lead to new forms of popular control. The committees were originally set up for the campaign but will now function as a means of local contact for the government in factories, offices, and universities, etc. along with unions and cooperatives. The UP program states: "The Committees of People's Unity ... will be interpreters and fighters for the immediate demands of the masses and above all, they will prepare themselves to exercise people's power."

Under the proposed new constitution, the supreme power would pass from the President to the "People's Assembly," a single legislative house, for which all Chilcans over 18 could vote. The electorate could recell its representatives at any time. How and when both these and other changes could be accomplished under the present system is unclear.

There are indications Allende's regime may not go beyond reformism or do more than modernize capitalism. In the campaign, Allende stated his would not be a socialist government. Recently he told the New York Times: "The program of the UP is not a Communist program, nor is it a socialist program nor a radical program nor the program of the MAPU or the API. It is the convergence of our opinions." This, of course, is one of the limitations of united front campaigns, often leading to a failure to develop mass consciousness.

Radicalization is not part of the program, Allende has said. "Perhaps if obstacles are artificially created, if there is a conspiracy by ultrareactionary sectors, if the current attempt to provoke economic chaos is accentuated, well, we'll be forced to take our steps more quickly and decisively-that is, the process could be radicalized, not because we want it to be but because we have no other choice." On Oct. 18, according to the Wall Street Journal, he emphatically stated that he will not lead the country to communism. An Allendista intellectual put it this way: "Nothing is going to happen here. We don't have a mandate for much more than reform."

The economic program is reformist, failing to tackle the fundamental problems of dependency and transition banks-in other words, the expropriation with compenST. LOUIS POST-DISPATCH

Approved For Release 2000/08/16 characteristic Characteristic A-RDP80-016

Temptation In Chile

Stiff and stand-offish — that seems to be the chosen attitude of the Nixon Administration toward the new government in Chile, which is headed by a socialist, includes actual live Communists in its cabinet, and was elected on a pledge to nationalize the copper and other basic industries. Since those industries just happen to be very largely American-owned, it will be a miracle if the Nixon Administration manages to restrain the powerful impulse to intervene against President Salvador Allende in some way.

Yet the impulse must be restrained if the United States is to retain any respect in Latin America. Whether socialization of the Chilean economy is wise or not, the dominant fact to be taken into account is that the decision is one for Chileans, and not the United States, to make. To put it bluntly, how Chile manages its internal affairs is none of this country's business, and our government should not act as if it were.

The history of U.S. hemispheric relations is not, admittedly, over-full shining examples of this principle. It may even be said that the norm has often seemed quite the opposite. Woodrow Wilson sent troops to Mexico and Honduras with the self-righteous pronouncement that he meant to teach the Latin Americans how to govern themselves. Ever since, our State Department has seldom been able to resist the temptation to do their governing for them; and if they do not take kindly to this form of education, the response is usually to sponsor a military takeover, as in Brazil, or to attempt overthrow of the local government, as in Cuba, or to subvert the government by money and CIA intrigue, as in Guatemala.

Just this once, can't the old pattern be altered? If Washington would sympathetically let Chile work out its own problems, refraining from either intervention or a policy of diplomatic and economc isolation, we would undoubtedly find our standing throughout the hemisphere much improved. The neighbors might even begin to regard us as a good neighbor.

NATIONAL GUARDIAN Approved For Release 2000/08/467:107A-RDP80-

CHILE

ŞTATINTL

Salvador Allende won the Congressional election to the presidency of Chile last week, becoming the first member of a socialist party to attain such a position in Latin America. He was chosen by the Congress (153-35) when he failed to Win a majority of the votes in a three-way popular election Sept. 4. The day after the Congressional election, Oct. 25, Gen, Rene Schneider Chercau, commander in chief of the Chilean army, died from a shooting attempt on his Jife Oct. 22. A Marxist newspaper in Chile, El Siglo, asserted the CIA was behind the murder. The general was active in keeping the army neutral in the political contest.
Approved For Release 2000/08/16 : CIA-RDP80-01601R

ROCKY MOUNT, N.C. TELEGRAM OCT 30 1970 E - 15,917 S - 16,271

THE TRAGEDY IN CHILE

Headlines in U. S. newspapers pretty well tell the story of what happened in Chile recently:

"The Terrifying Portent in Chile" and "Ominous Peril in Latin America" and "U. S. Firms Held Resigned to Allende" and "A Cuba-Chile Communist Axis." Obviously, then, something is very wrong in Chile.

When the nation of Chile went into mourning for Gen. Rene Schneider, the Chilean army commander, the people should have been mourning the death of their country, for Communism now has a firm, legal toehold in the government and the result will be the same as in Cuba.

Salvador Allende, the presidential candidate of a Socialist-Communist coalition, hoodwinked the people and the Chilean Congress into voting for him. He is now the president. He is an avowed Marxist - a Communist, if you please.

He has been in office only a few days and already the impact of the Communist victory is being felt: The Chilean Army commander is assassinated and the U. S. Central Intelligence Agency is blamed, and the Inter-American Press Association reports that Communist pressures already are beginning to strangle the news media in Chile. The association reported threats of violence and intimidation are causing sales of newspapers and radio stations,

resignations of news officials and dismissal of anti-Marxist newsmen, along with upheavals within press-related trade unions. Those practicing intimidation have already gained control over all of Chile's non-government television channels. Cuba all over again.

If all of this tragedy could be somehow confined to Chile the free world might be able to digest one more police-state regime of the Castro ilk. But what effect will the collapse of the Chilean Christian Democrats have on their fellow Christian Democratic party in Venezuela?

The Communist victory will have an impact in other ways. A renewal of relations, between Chile and Cuba will encourage other Latin American nations to ignore i the six-year-old Western Hemisphere trade and diplomatic boycott of Cuba. This in turn will add further to the noticeable decline in U. S. influence within the hemispheric community.

Another item that must be remembered is that Chile has received some \$1.6 billion in U. S. foreign aid, among the highest such assistance per capita of any nation in the world. Question: Will such aid be maintained by the U. S. for a government that is already displaying strong anti-American feelings?

Communism now has two significant footholds in the Western Hemisphere, in Cuba and Chile. Who's next?

معتمان بدائم منتشلان والبران ال

HALLE, FREIMEIT 27 OCTOBER 1970 Approved For Release 2000/08/16 : CIA-RDP80-

DAIS

se Bluispur des CIA



des Gestern wurde in Santiago General René Schneider beigesetzt. Der Oberkommandierende der Streitkräfte Chiles ist das jüngste Opfer der Mordbanden des CIA. Die Terrorakte des CIA indes

sind Legion, die Blutspur ist unendlich.

aste

(1)

Dulles und sein Bruder Alian (damals CIA-Chef) zeichnen verantwortlich für den bewaffneten Ueberfall auf Guatemala, Der linksliberale Präsident Arbenz wird gestürzt.

1961: CIA-Chef Allan Dulles leitet im Sonderauftrag Washingtons die Operation "Schweinebucht" gegen Kuba, Der imperialistische Ueberfall wird vereitelt.

1963: In Honduras stürzt ein von CIA und Pentagon inszenierter Militärputsch die Regierung Villeda Worales. Die Operation fordert 800 Tote.

1965: Vom CIA vorbereitete USA-In-tervention gegen die Dominikanische Republik, um, wie offiziell erklärt wird, "ein zweites Kuba zu verhindern".

1967: Sturz der Athener Regierung. CIA hob die Obristenjunta in den Sattel.

1969: In Chile wird ein Patsch gegen die Regierung Eduardo Frei inszeniert. CIA soll den Vorwand für eine militärische Intervention der USA schaffen.

1970: In der Nacht zum 21. Januar inszeniert CIA in Kollaboration mit Iranischen und westdeutschen Geheimdiensten einen Putschversuch gegen die Regierung Iraks.

1970: Am 8. März mißglückt der CIA

1954: US-Außenminister John Foster ein Attentat auf Zyperns Prösident Makarios.

> 1970: Das seit Mitte der fünfziger Jahre geschmiedete Komplott gegen die neutrale Politik der kambodschanischen Regierung mündet im März in die CIA-"Operotion Promotheus". Stoatsober-houpt Prinz Sihanouk wird gestürzt. Dem Putsch folgt die militärische Aggression.

> 1970 - September: Die USA bereiten die offene Intervention in Jordanien vor. wo jordanische Truppen und palästinensische Widerstandskämpfer in blutige Kämpfe verwickelt wurden. Der CIA födelte die Aktion cin.

HALLE, FREINEIT Approved For Release 2000/08/16 : CIA-RDP80-01601R000400270001-1

Wenn Sie mich Aragen...

....ich finde, der CIA-Mord an General Schneider beweist einmal mehr, daß das Gangstersyndikat Imperialismus vor keiner Scheußlichkeit zurückschreckt, um das Ende seiner Tage hinauszuschieben.

Er beweist aber auch, daß der Arm des Imperialismus um vieles kürzer geworden ist. Denn dieser Mord sollte ja ein Signal sein, um in letzter Minute noch die Wahl Allendes zum Präsidenten zu verhindern.

Indes – Allende ist Präsident. Und seine ersten Worte waren, daß die Unidad Popular nun verwirklichen werde, was sie versprochen hat: nämlich das Monopolkapital zu enteignen. Jetzt geht's den Dollar-Hyänen an den Kragenl

Es ist noch gar nicht so lange her, da wäre das für die USA Anlaß gewesen, den großen Knüppel hervorzuholen. Ich meine, in den 50er Jahren sind Ledernacken für weniger

Der Arm ist kürzer

noch mordend und brennend in lateinamerikanische Länder eingefallen. Wie kommt es, daß dieses ausgeklügelte System von Staatsstreichen und Interventionen jetzt so oft vorsagt?

In Zeilungen des Springer-Konzerns liest man manchmal, daß der Imperialismus halt "einsichtiger" und "vernünftiger" geworden sei.

Solchen Quatsch kann man wirklich nur im "Bild"-Ländleverbreiten. Denn wie "vernünftig" der Imperialismus Ist, beweist er allein schon in Indochina.

Nein, der Grund liegt woanders: Die Länder, die den antlimperialistischen Kurs einschlagen, sind heute nicht mehr schutzlos den USA-Intrigen und Interventionen ausgeliefert. Das Mittelmeer ist eben nicht mehr nur eine Domäne der USA-Flugzeugträger. Sowjetische Schiffe verteidigen dort die unobhängigen arabischen Staaten. Aber bleiben wir in Lateinamerika: Es ist heute auch nicht möglich, ein Land wie Chile einfach durch einen totalen Boykott zu erdrosseln. Das ging seinerzeit schon bei Kuba nicht mehr. Und als dos peruanische Volk kürzlich von der schlimmen Erdbeben-Katastrophe betroffen war, da bewies die Sowjetunion mit einer mächtigen Luftbrücke über 15 000 Kilometer hinweg, wie nahe ihre Solidarität den Völkern dieses Kontinents ist.

Annöherung an die sozialistischen Staaten -- das ist ein wichtiges Merkmal des Befreiungskampfes in Lat teinamerika! Es ist deshalb durchous kein Zufall, daß dieser Gedanke sowohl im Regierungsprogramm von Dr. Allende als auch in den ersten Erklärungen des bolivianischen Präsidenten Torres enthalten ist.

Hier bewahrheitet sich Lenins Feststellung, daß der Kampf für antiimperialistische Demokratie und der SCHENECTADY, N.Y. GAZETTE OCT 26 1970 N.- 55,934

Caution Needed

Most people in this country no doubt read with an air of detachment about the shooting in Santiago, Chile, of the army commander in chief, Maj. Gen. Rene Schneider. Such shootings are common in Latin America, and we have our own violence to worry about. But the time is fast approaching when all our citizens and taxpayers may have to take notice of what goes on in Latin American politics as we did after we worked ourselves into war in Indochina. Trouble in South America means more money out of the pocketbooks of U.S. taxpayers, and it could mean substantial loss of American lives if we are not careful.

The attack on the Chilean army chief came, two days before Congress was scheduled to vote for the election of the Marxist, Dr. Salvador Allende, as president. A lot of influential people in South America were upset because a victory was in the offing for a Marxist. It was expected to intensify the conflict — probably violent — between extreme Left and extreme Right elements, making it less likely than ever that any moderate Center could bring about any desirable reforms.

The United States as usual is considered one of the villains in the Chilean conflict. In this case the Left had charged that our CIA along with some anti-Communist Cubans were secretly trying to prevent Dr. Allende from becoming president. It is of course an easy kind of charge to make, for it is not easy to prove that you are not doing something of that sort, but our ambassador there was trying to

convince everyone of Washington's good intentions.

The United States will continue to be in the middle, diplomatically, trying to show that we are not in cahoots with right-wing extremists who are hated by the populace and at the same time trying not to help communists gain a strong foothold on the continent. It's an extremely complicated problem which requires that Washington be very cautious at every step.

Approved For Release 2000/08/16 : CIA-RDP80-

SALT LAKE CITY, UTAH TRIBUNE OCT 2 3 1970 M - 108,270 **S** - 188,699

Chile Gummen Gravely Wound Army Leader in Alleged Plot

· By Lewis II. Diuguid

Washington Post Writer

SANTIAGO --- Gunmen gravely wounded Chilcan Army Chief Rene Schneider Thursday morning, one day after arrests in an alleged rightwing terrorist plot and two days before the congress is for elect socialist senator S a lvador Allende to the presidency.

The bullets shattered a calm that had slowly returned to Chile

after the uproar of the popular vote Sept. 4 that gave Allende a narrow plurality - over a conservative former president.

Gen. Schneider, 57, was shot three times in what is becoming the classic Latin terrorist assault pattern: at least three cars cut off the military vehicle carrying the general to his office.

Witnesses said two men leaped from the cars, broke the car window behind Schneider, fired several times and drove off,

The unharmed chauffeur drove the general to the military hospital nearby, where his condition Thursday night was declared critical. He was operated on for two wounds.

Repudiation of the act came from all sections of the wide Chilean political spectrum.

Allende typified the reaction of the leftist politicians when he said that the . attack "confirms the denunciation made time and again" by the Popular Unity Front (the group backing him), "that the

oligarchic forces defeated in the Sept. 4 election do not accept the result and are trying by despearate means ... to impede the people from taking power."

Wednesday the Revolutionary Lefist Movement (MIR for its Spanish initials) detailed an alleged plot to assassinate Allende. The semi-clandestine group, associated with leftist insurrectional acts in the past, charged that the U.S. Central Intelligence Agency and the Argentine military were part of the plot. Six arrests were made.

A repeated charge of the newspapers owned by the Communist party has been that since Allende's popular vote victory some 300 <u>CIA</u> agents have fillered into Chile. The U.S. embassy says it has asked the Chilcan government for details and has received none.

Among the people named in the Marxist press as under arrest in the alleged plot against Allende is retired Gen. Roberto Viaux Marambio, who led the only military mutiny known to modern Chile - a limited affair that resulted in pay increases. The military denied Viaux was arrested.

Gen. Schneider

Is Shot In Chile **Attack Follows**

Report of Plot By Rightists

By Lewis H. Diuguid Washington Post Foreign Service SANTIAGO, Chile Oct. **22—Gunmen wounded army** chief Rene Schneider this morning, one day after the arrests of six men as alleged rightwing plotters and two days before the congress is to elect Socialist Sen. Salvador Allende president.

The bullets shattered a calm that had slowly returned to Chile after the uproar over the Sept. 4 national balloting that gave Allende a narrow plurality over a conservative former president.

Gen. Schneider, 57, was wounded in three places after three cars cut off the military vehicle carrying him to his office. Witnesses said two men leaped from the cars, broke the window behind Schneider, fired several times

and drove off. The unharmed chauffeur drove the general to the military hospital nearby, where tonight his condition was said to be satisfactory. He was op- the Marxist press as under were devoted to passage of a erated on for two wounds in arrest in the roundup of right- bill of rights which the outthe abdomen and one in the throat.

surgery. The dispatch added nied Viaux was arrested. that an emergency open-chest in the election. Former Presi-heart massage immediately dent Jorge Alessandri camafter the shooting had revived dent Jorge Alessandri cam-the general, whose heart had paigned for law and order. the general, whose heart had

state of emergency. The mili-several bombings-amateurish tary thus took control of pub- and generally laid to marginal lic order, and the chief of the rightist groups. for early morning hours.

Approved For Release 2000/08/16 CIA-RDP80-01601R000400270001-1 CIA CIA Palgn, Schneider, apparently on his tina, Brazil and Columbia own initiative, asserted that the army would respect the decision of the voters. Since the voting, the extreme right has called for military intervention to block Allende.

Denunciation of today's attack came from all sections of the Chilean political spectrum. Allende's reaction typified that of the leftist politicians. He said the assault "confirms the denunciation made time and again by the Popular Unity [the front backing him], that the oligarchic forces defeated in the September election do not accept the result and are trying by desperate means . . . to impede the peo-ple from taking power."

Yesterday the Revolutionary Leftist Movement described what it called a rightist plot to assassinate Allende.

The movement, a semiclandeleftist insurrectional acts in Antional Studies-where subthe past, charged that the CIAV military government in Peru and the Argentine military to attempts at regional ecowere part of the plot. Six ar- nomic integration in Latin rests were made.

It appeared possible that an extreme rightist terror tended. group.

agents have entered Chile. Alessandri. The U.S. embassy said it had sions in the elecorate, Conreceived none.

Among the people named in ity of its 200 votes.

Allende repudiated leftist ter-President Eduardo Frei, ad-dressing the nation of 9.3 mil-lion by television, declared a state of emergency. The mili.

Chile has experienced little political violence. Thus the shooting of Schneider has had sharp impact.

Several politicians commented that assassinations such as those which killed the Kennedy, brothers were peculiar to the United States and had no place in Chile.

There was no logical political purpose apparent in the selection of Gen. Schneider as target. Many observers doubted that the military was behind the attempt because of its professionalism and its tradition of avoiding politics.

Not Widely Known

Schneider was not widely known, but indications are that he was interested in more than military affairs. He was a frequent participant in a seminar at the University of Chile's Institute of Inter-America. The seminar usually has socialists and communists participating, and, a couple of the movement had infiltrated years ago, Allende himself at-

The calm of recent days A frequent charge by news- was attributed in part to the A frequent charge by news-papers owned by the 'Com-ing that his supporters not wunist Party has been that since Allende won a plurality This was followed by a meetin September some 300 CIA ing between Allende and

asked the government for de-gress-sitting as an electoral tails of the charge and had college Saturday-is expected. to give Allende a wide major-

Congress sessions today ists is retired Gen. Roberto going Christian Democrats of Late last night, an AP dis. Viaux Marambio, who led the President Eduardo Frei depatch reported that an army only military mutiny known manded as a condition for communique said Gen. Schnei-der had taken a turn for the worse and was undergoing new in dignetiche adder the military has de-senate was interrupted by nied Viaux was arrested Terrorism was a major issue turned to pass the measure.

BALTIMORE SUN Approved For Release 2000/08/16 : CIA-RDP80

REPORTS ON CIA DENIED IN CHILE

STATINE

Embassy Says U.S. Tourists

[By a Sun Staff Correspondent]

Santiago, Chile, Oct. 21—The American Embassy officially denied today domestic and foreign press reports that "an unusually large number of North American nationals and purported 'agents of the CIA'" have been in Chile recently.

The Embassy statement said "such suspicions were voiced in several quarters as long as two months ago" and were officially discussed with the Chilean government by Ambassador Edward M. Korry. The ambassador asked for one information that might sup-

The ambassador asked for any information that might support the allegations and "to this date the Embassy has received no such information," it said. The reports appear frequently

The reports appear frequently in left-wing newspapers allied with Marxist Senator Salvador Allende, 62, the apparent president-elect.

The number of American visitors, the statement continued, was in accord with those expected on the basis of a better than average skling season and the Chilean National Airlines tourist campaign in the U.S.

campaign in the U.S. Ambassador Korry was prepared to halt all official U.S. government travel to Chile and limit tourist travel, but the Chilean government "categorically" rejected the suggestion, the embassy said.

Approved For Release 2000/08/16 : CIA-RDP80-0'

DENVER, COLO. NAT'L CATH. REGISTER OCT 8 1970 WEEKLY - 611,413

This Week in Chile

This week in Chile a momentous decision will be made. If the Congress acts on the precedents of the past, it will give the presidency to the man who had the plurality in the three-man race. In this case, for the first time a Marxist will come to power by democratic procedures.

It is not relevant to argue, as William Buckley does, that Salvador Allende was chosen by only a minority of the people who voted. It is true, only about 35 percent chose him, but then many nations who have free elections choose minority Presidents — neither John F. Kennedy nor Richard Nixon received a majority vote.

WHAT IS of pertinence is that in a free country, utilizing the polls, a Marxist seems to be almost certain to become President. When the Conservatives and the Christian Democrats decided to run separate candidates, they set up the situation.

Make no mistake of thinking that Dr. Salvador Allende Gossens is some kind of a mild socialist. He will fully intend to establish a Marxist state like that in Cuba today. He may not move immediately to all of his plans but his eventual aim will be a Communist state.

• But a Communist state can not really exist with freedom. If he establishes the fully Communist state then there can be no other political parties, there can be no freedom of press or of radio and television, there can be no future elections.

The people of Chile are freedom-loving

people. The question is whether they will finally allow an elected Communist to use the power a free democratic system gave him to destroy that free democratic system.

Catholic columnist Monsignor Charles O. Rice, who has viewed Castro with some favor, has now written to say that if Allende does not get the presidency or if he loses it later then it will be because of the intervention of the CIA

Monsignor Rice under-estimates the people of Chile. These are people who will not allow their freedom to be destroyed. They do not need the CIA or any other force from outside to tell them they cannot afford to allow their freedom to be destroyed.

NOTHING IN the Chilean law forces the Congress to give the presidency to Allende. Only precedent suggests this, and this time precedent means nothing for surely a majority of Chileans do not want a Communist rule. Therefore, if the presidency is denied Allende no laws will have been broken.

But if Allende is chosen, as he probably will be, then he will be the one who will determine whether he can remain in office. If he acts in a way consistent with Marxist principles — eliminating opposition parties, ending free elections, controlling the press, radio and television then you may be sure the people of Chile will not endure his totalitarian rule.

Approved For Release 2000/08/16 : CIA-RDP80-01

E 8634

CONGRESSIONAL RECORD - Extensions of Remarks September 24, 1970

gentleman under stress and in delicate situations.

I came to the National Council of Juvenile Court Judges as a new judge, starry-eyed and awed by the association with elder, established, and highly regarded jurists. It took me little time to seek the wise counsel of Bud Noyes. It took me little time to observe the high regard that all judges and persons who occupy high positions have for this outstanding man. Bud is universally regarded as an outstanding astute and learned jurist.

Though a few years separated Bud from myself and though a few years of experience separated Bud from me. I immediately felt and continue to feel a close affinity to him. I felt that we are contemporaries and the most outstanding tribute that I can pay to Bud, and his are many, is that all persons, no matter what age group they find themselves, no matter what station in life fate has befallen them, Bud is their con-temporary. Bud is their friend. Bud is their leader. This is true of the new judges of our organization. This is true of the older judges. All come to him to seek counsel and advice.

None are turned away. I have been the beneficiary of his wise judgment on several occasions, more than I can probably remember. I often wonder whether sometimes I should feel that I too often look to him for solutions to problems rather than solve them myself. This gentleman's ability, depth, and sound judgment comes to the forefront when the situation becomes most delicate. Just a few short weeks ago we were in Geneva, Switzerland, together at an international meeting of judges. Gathered there were representatives from just about every nation in the world. We were cognizant of our responsibility to our judges at the international meeting of judges and to our nation.

As you might expect, different concepts, different methods of doing things, as well as language barriers, led to misunderstandings and serious disagreements which, if not judiciously handled, could cause severe repercussions. Impressions of an unfavorable nature for the American jurists, for the American public official, and of America itself might have and could have resulted. The politics of the international groups was somewhat difficult for us to understand at a time when relationships between the American delegates and some of the other delegates were possibly becoming strained because we just did not understand each other's point of view. Bud, in a caucus of our judges, as usual, calmed the waters, offered solutions and courses of action, which, when adopted by us, appeared to be simple, yet were well thought out. This is his capacity to take the most complicated problem of a delicate nature and untangle it into a simplified solution. Needless to say, we, the American delegation, received more consideration from the foreign judicial delegates because of Bud's suggestion than we had ever hoped.

I could cite many examples of this gentle-man's deep analytical ability and profound mind. Bud never ceases to amaze me. He never ceases to amaze others, and I am certain that he never ceases to amaze you.

I have had the opportunity and the honor to attend many testimonial dinners. None has given me more pleasure than the invitation extended to me to this one. Though Bud is highly regarded because of his forthright honesty and integrity possessed by few men and is considered a glant among judges, nevertheless he has a sense of humor and soundness and that reduces mountains of problems to avenues of progress.

More important than all of these is his ple he serves is paramount. In every delibera-tion, Bud's primary concern is the effect that these **Approved Dere Release 2000/08/46** rec **Maippene 88.** And Mary Kozlowski, of children who appear in his court or in any other court in our land. I have yet to feel sincere desire to help persons less fortunate. His consideration for the children and pco-

that Bud has ever lost sight of his and our responsibility to the children who need our help and the help of all who serve the cause of juvenile justice.

In closing, may I say to you, Bud, and to your lovely wife that I hope and trust that your lovery whe that I hope and thist that you will enjoy your retirement and that you get to do all the things you thought and hoped you wanted to do but had little time to do. I hope and trust that we may enjoy the benefit of your continued counsel and advice.

All who know you love you, Bud, and I say with deepest affection, sincerity, and convic-tion that this world is a little better place because you walked by. God bless you and good night.

CIA IN CHILE HON, JOHN G. SCHMITZ

OF CALIFORNIA

IN THE HOUSE OF REPRESENTATIVES

Thursday, September 24, 1970

Mr. SCHMITZ, Mr. Speaker, an interesting letter appeared in the New York Times today counseling against CIA plotting in Chile. For my colleagues who are not familiar with the background of the author of this letter, I include at this point a short sketch drawn from a staff study prepared for the Senate Internal Security Committee entitled "the Anti-Vietnam Agitation and the Teach-In Movement," 89th Congress, first session, Document No. 72, printed in 1965. Letter and sketch follow:

CHOICE IN CHILE

To the EDITOR:

A proposed Marxist, Dr. Salvador Allende, has received the plurality of votes in the re-cent presidential election in Chile.

It would be fitting for all adherents of free democratic elections to see to it that the C.I.A. does not repeat its past performances in Guatemala, Santo Domingo and Bolivia by endeavoring through underground in-trigue—or coup d'ctat—to nullify the demo-cratically expressed wishes of the people of ANTON REFREGIER. Chile. WOODSTOCK, N.Y.

ANTON REFREGIER

Under date of May 9, 1965, the pamphlet "National Teach-In on the Vietnam War," May 15, 1965, lists Anton Refregier, artist, as a supporter. His record follows:

Anton Refregier is listed as a sponsor of the American Peace Mobilization (official program of the American People's Meeting of the American Peace Mobilization, Apr. 5, 1941). The American Peace Mobilization has been cited as Communist by the Attorney General.

Anton Refregier is listed as a sponsor of the Arists' Front To Win the War and as a supfolder, Artists Front To Win the War, mass meeting Oct. 16, 1942. Carnegie Hall). The Artists' Front To Win the War has been cited as subversive by the House Committee on Un-American Activities.

The name of Anton Refregier appears on a list of persons affiliated with the John Reed Club who signed a protest against alleged anti-Communist propaganda• (New York Tilmes, May 19, 1930). The John Reed Club has been cited as subversive by the House Committee on Un-American Activities, John Reed was a founder of the American Communist Party.

The name of Anton Refregier appears in a list of artists calling for an American Artists'

Soviet Friendship, Inc. (undated leafiet). The National Council of American-Soviet Friendship, Inc., has been cited as subversive by the Attorney General and the House Committee on Un-American Activities.

The name of Anton Refregier appears on a letter to the President protesting what was described as "the badgering of Communist leaders" (New Masses, Apr. 2, 1940, p. 21). New Masses has been cited as a Communist periodical by the Attorney General.

Anton Refregier is listed as a contributor to a book of drawings under the title of "Winter Soldiers" in defense of certain Communist teachers then under charges of Communist activity ("Winter Soldiers,"-June 17, 1941).

Anton Refregicr returned in May 1965 from a visit to the Soviet Union and Communist East Europe. The Worker of May 18, 1965, page 6, announced that he was to speak about his journey at the Philadelphia Social Science Forum, which is an adjunct of the Philadelphia School of Social Science and Art, which has been cited as subversive by the Attorney General.

The signature of Anton Refregier, member of the United American Artists, appears on a letter to FDR urging help to U.S.S.R. (Daily Worker, Sept. 16, 1941, p. 7.) The name of Anton Refregier, mural

painter, appears on a list of persons requesting the President to exert his influence to end an attack on the freedom of the press With specific reference to the New Masses. (New Masses, Apr. 2, 1040, p. 21.) New Masses has been cited as a Communist periodical by the Attorney General.

MARYLAND SOLDIER DIES IN VIETNAM

HON. CLARENCE D. LONG

OF MARYLAND

IN THE HOUSE OF REPRESENTATIVES

Thursday, Scptember 24, 1970

Mr. LONG of Maryland. Mr. Speaker, Sp4c. James M. Kozlowski, a courageous young man from Maryland, died recently in Vietnam. I should like to honor his memory by including the following article in the RECORD:

J. M. KOZLOWSKI, 21, DIES IN VIETNAM An Army radioman from Overlea has died in Vietnam from wounds he received in the explosion of an enemy booby trap, the De-partment of Defense announced yesterday.

Spec. 4 James M. Kozlowski, 21, of 4100 Overlea avenue, died in a Saigon hospital on August 25 as the result of infection of a shrapnel wound in his stomach.

Specialist Kozlowski was on patrol in the Mekong Delta August 12 when he was struck by the booby trap explosion. Doctors amputated both legs and his left arm at the elbow in an attempt to save his life.

COMPLETED TRAINING

A member of Company B, 9th Infantry Division, he had been in Vietnam since April 27. He was drafted into the Army April 11, 1969.

He completed his basic training at Fort Bragg, N.C., and his advanced training at Fort Dix, N.J.

Specialist Kozlowski was born in Rosedale. After his graduation from City College in 1967, he worked as an electrician with the Baltimore Gas and Electric Company. He had planned to return to his job efter com-pleting his service in the Army.

Specialist Kozlowski is survived by his wife, the former Mary Ellingsworth; his parents, Joseph and Agnes Kozlowski, of Baltimore: three sisters, Mrs. Frances Beaver,

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8 0 SEP 1970

Trying To Read Meaning Of Allende Victory

WASHINGTON-A new chapter in Latin-American politics and United States-Latin American relations will open on Nov. when Salvador Allende 4, Gossens is expected to assume the Presidency of Chile. Wash-ington's studied silence on Dr. Allende's feat-he is the first Marxist to be voted into power in the Western Hemisphere in a free democratic election-reflects the profound uncertainty that is felt in this capital as to what the new chapter will contain.

Fidel Castro and his brand of Cuban communism represented an isolated and rather artificial episode in the hemispheric turmoil of the early 1960's. To the candidates won a majority of the years between political fail-minimize Premier Castro's revo- the vote, Congress must choose use and inconclusive guerrilla lutionary impact on the rest of between Dr. Allende and the violence and urban terrorism. lutionary impact on the rest of between Dr. Allende and the violence and urban terrorism. Latin America (after the misad-venture at the Bay of Pigs), Rodriguez, the Conservative Chile is likely to slide into the president Kennedy launched his candidate who was edged out imaginative Alliance for Prog-gress, but the Alliance programs wilted under the neglect of the Johnson Administration and the choose the front-runner, but with sullen opposition of the Latin-American ruling élites. Still, a ing over schemes to keep Dr. Cubas, But Dr. Allende, who won a the slate clean remains a re-Cuban revolution, the Com-

plurality in the Chilean elec- mote possibility. However, if Dr. munist-led "liberation war" in

vote won by him in a field of three candidates represented a significant new shift in voter of a Socialist party whose pro- munist China, and possibly to opinion. After choosing a left- gram is more radical than that North Vietnam. Because the of-center Christian Democratic of the Moscow-oriented Chilean world, including the Communist regime in 1964, the Chilean Communist party, put together a world, tends to take Chile more voter has now opted for a brand five-party coalition of "Popular seriously than Cuba, chances are of Marxism that claims it can Unity" in which the Communists that the focus of Latin-American

itions of two weeks ago, has Allende does become President, Indochina, the black nationalist arisen in a different political which is considered almost cer- movements in Africa and even tain, the impact on the rest of the Arab struggic against Israel. The 36 per cent of the popular the hemisphere is likely to be strong.

revamp Chilean society along form the single most important radicalism will gradually shift socialist lines and complete the group. He thus proved for the from Havana to Santiago... nationalization of the great first time that the Latin-United States-owned mining and American left is capable of co-public utility interests, while still herent and orderly leadership-retaining the country's deeply as distinct from Castrolle american to mationalize foreign in-unrising-with considerable apretaining the country's deeply as distinct from Castrolie'armed campaign program. It must be not become a Communist dictator-the Chilean Congress confirms Dr. Allende Approved for Ferense 12000/08/16 the Chilean Democratic candidate, meets on Oct. 24. Since none of Release 12000/08/16 the Chile over pledged to the same nationali-

fear to others in Chile--and the hemisphere.

But Dr. Allende, who won a the slate clean remains a re- Cuban revolution, the Com-

To start with, Dr. Allende is certain to grant diplomatic Dr. Allende, 62-year-old leader recognition to Cuba and Com-

zation move. In fact, Mr. Tomic's over-all program was not much less radical than Dr. Allende's. Does all this mean that Chile must follow Cuba into active against the United enmity States? Not necessarily, say diplomatic' officials in Washington, as the initial shock of the Allende victory begins to wear off.

The Administration is searching for a modus vivendi. Although the history of United States military interventions in Latin America, including President Johnson's Dominican Republic intervention in 1965, has raised the inevitable question of whether the Marines and the Central Intelligence Agency play any part in current "contingency", planning" in regard to Chile, another such intervention appears to be completely excluded, The United States would be in Allende, especially after decades of trying to make Latin America accept free elections.

Frederic Chringer from Nancy Pelmer On a more practical plane, The symbol of Dr. Salvador Allende's Socialist Chile is not in Washington's party, a tomahawk superimposed on a map of Caribbean lake. The distance be-South America, is a symbol of hope to some and tween the two countries is

enormous. Politically, the Administration seems to be convinced that any interference in Chilean affairs, even quiet ma-neuvering by the C.I.A., could ; make matters much worse,

Bogged down in Indochina, increasingly engaged in the Middle East and facing serious troubles at home, President Nixon, it is felt here, is unlikely to aild Chile to his list of insoluble problems. As another sentor official remarked last week, "92 problem becomes a problem when you make it into a problem lem." Finally, Washington has no real leverage against Chile. With, her copper selling at high prices, her financial reserves and her developing economy -- strengths that exist side by side with the economic and social ills that give reformers like Dr. Allende their political opportunity---Chile is in no great need of United States assistance. In fiscal 1969, she was given only \$107.8-million in loans and grants, and the only loan ap-proved this year was for \$2.5million.

For all the fears here that

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NALLUKAD GOMMULAN

By Peter Roman

In the Chilcan presidential election of Sept. 4, the center and right parties made a miscalculation. They had failed to unite on a single anti-communist candidate—with the result that Salvador Allende, candidate of the Popular Unity, a left coalition, won a plurality in the field of three candidates.

The Chilean Congress must decide in October between Allende, a leader of the moderate wing of the Socialist Party whose electoral support included the Communist party and Jorge Alessandri, the candidate of the right who came in second in the recent election.

Normally the Congress would name the candidate receiving a plurality as president, but this is an "exceptional" situation. Allende's forces lack a majority in Congress and the right wants to block a "Marxist" victory.

In part, the center and right did not unite to check Allende during the election because they were victims of their own propaganda. The Christian Democrats whose candidate was Rodomirio Tomic and Alessandri's National party had both sponsored public opinion polls which put their man comfortably in the lead. There was such a scandal around the polls that it was investigated by Congress.

Now Alessandri's chief campaign aide is calling for Congress to defeat Allende. Alessandri himself has stated that if Congress elects him he will immediately resign. Then there would have to be a new election in which President Eduardo Frei, who constitutionally could not succeed himself, might run again as the candidate of an "anti-Marxist front," as in 1964 when he was originally elected. However, events may have already outdistanced this strategy.

Depline for Christian Democrats

One important development since 1964 is the great decline in popularity of the Christian Democrats. When Frei won a majority in 1964 and again in the 1965 Congressional elections, the Christian Démocrats were Chile's dominant political force end Frei had aroused great expectations that he had the "sane" answer to Lafin America's economic problems. Now this limelight has been stolen by the program of the Peruvian generals.

Because of Frei's conomic failures, directly related to the a decline of the Christian Democrats and Allende's victory and the obviously cynical nature of efforts to block Allende from the presidency, the bourgeoisie cannot be confident of victory with a coalition candidate, especially one acceptable to the right.

This reises the possibility that the ruling class may abandon democratic forms which threaten their rule and the right may openly resort to force to check Allende.

Several rightist vigilante groups are already active in Chile. One is the Society for the Protection of the Family, Religion and Property, allied to reactionary groups in Brazil and Argentina which contributed to the right-wing military coups in those countries. A few months ego there was another portent. At that time, when Frei belatedly and timidly attempted to push agrarian reform, his field representative was murdered by the rightists

The use of force by the right would probably be supported by elements of the army and police, the North American copper companies which helped finance Alessandri's campaign, the U.S. military mission and the CIA. On election day, the U.S. mission was augmented by 68 Navy personnel, allegedly a Navy band on a goodwill tour. But none of them carried musical instruments.

Conditions for Allenda

At presen**Approved For Release** 2000/08/16 n°CIA inclined to vote for Alessandri, mainly for the sake of not risking further loss of popular support. However, they are offering their matter to Allende on the condition that he pladees to "registrain



Socialist Aliende, as vistory is announced.

Chile's democracy," that is, to maintain the "independence" of the army, judiciary, press and universities.

Allende would probably agree to these demands since they differ little from his electoral statements. For example, during the campaign, he denied that he would establish "people's tribunals."

The real question is what the different parties interested in Chilean developments mean by "independent." As for an "independent" army, the U.S. trains Chilean officers and it has provided the army with counter-guerrilla training. The U.S. military mission also occupies the seventh floor of the headquarters of the Chilean army.

Another important question is Allende's future role, whether he would call on the people to defend their victory by popular force. The left coalition that supported him is oriented toward electoral, trade union and other legal activities and does not appear to be prepared to mobilize the people for armed action.

Right fears popular action

Although Allende's program is basically social democratic and he is appealing for calm and attempting to placate the opposition, conceivably he could help arouse the people to action. Furthermore, the Popular Unity electoral victory could unleash popular unrest and push the moderate leadership to the left. Mass militancy and combativeness have been traditional in the country, as was evident in mass demonstrations during the campaign. This potential for mass action is what the right most fears.

Allende's future position toward the Revolutionary Left Movement (MIR), which he now considers to be comprised of mistaken idealists and who are denounced as counterrevolutionary terrorists by the Communist party, may be an indicator of his orientation. Were Allende to become president, would he, for example, allow the police and judiciary to continue to hound and persecute the Miristas?

MiR does not believe in the electoral path to power in a **RDP80-61604R0004002700091** help defend Allende's victory. If the right's attempt to block Allende pushes the country toward civil war, MIR could take a leading role among the nonular forces.

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MONROE, LA. NEWS-STAR

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Marxism In Chile

The Monroe Doctrine denies the right of any foreign ideology abhorrent to American democracy to colonize in Latin America. But what of the Chilean election in which a Marxist was front - runner and stands to be named by Congress to the presidency? It was a popular choice, not imposed by the Soviet, Red China, or Fidel's Cuba. So, it would appear the United States must make the best of it, unless of course it wishes to turn CIA agents loose to foment a rightist takeover at some future time.

Any way one looks at the results, popular choice or not, they represent bad news for the United States, for Latin American democracy, and for the Alliance for Progress.

The alliance, it will be recalled, was undertaken to improve and strengthen democratic institutions. The election or nomination of Sen. Salvador Allende to run Chile on a Marxist revolutionary ticket is a major blow against the already faltering organization.

Under Chile's Constitution, Allende could still be denied the presidency when the Con-

gress meets October 24 to choose between him and runner up, former President Jorge Alessandria. It is unlikely, however, since Congress has set a precedent for electing the top man. Besides, Alessandria said he would not accept the presidency unless he got the largest number of popular votes.

Fortunately for the United States, Chilean leaders can only serve six years. By 1976 perhaps the Chilean people will have realized their mistake, just as millions of Cubans now realize their error in following blindly behind the Soviet puppet, Castro.

Complete socialization of Chile is Allende's goal. He did not softpetal his aims. Nationalization of much of the nation's industry, banking, and commercial activity was advocated fervently throughout the campaign. He also pledged to seek a major constitutional revision which opponents fear will eliminate elections.

Events in Chile will be watched carefully over the next six years to see what happens in the first sizable Western nation to turn over its reins to a Communistbacked Marxist government.

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By LEWIS H. DIUGUID The Washington Post

SANTIAGO -- Chilean Marxist candidate Salvador Allende said Thursday that if elected in today's presi-dential election he will seek amicable renegotiation of Chile's debt to the United States, but in any case he will put off repayment.

"First the Chilean people must eat," he said in an in-terview. The 62-year-old doctor, loser in three previous elections, has promised to lift up the country's poor and to end what he calls dependency on foreign and domestic capitalists.

Allende cited U.S. policies in Cuba, the Dominican Republic and Peru as examples of "infervention against self-determination. The North American goverment has defended the interests of the big companies, and these are not the inter-

ment will respect our elec-toral triumph. Times have the U.S CIA would support changed. The war in Vietnam has taught Washington that there is morality in the world."

Allende faces conservative Jorge Alessandri, 74, and Radomiro Tomic, 56, of

· Exclusive

lute majority needed for instant election.

Chile thus faces prolonged political uncertainty, perhaps even violent conflict, that will test its reputation as the most firmly en-trenched democracy on a continent prone to military intervention.

Allende rejected the re-current rumor that in case

the military.

The Marxist intellectual said that over the years he has been interviewed countless times by CLA agents who represented themselves otherwise. But despite much bitterness toward the U.S. government he seemed confident that it would accept his policy of "dignified dip-lomatic and commercial rethe ruling Christian-Democratic Party. Each candidate promises funda-mental changes in the de-mocracy, and probably none will receive the abso-lute majority poeded for in nam to Argentina or the United States.

Denouncing U.S. aid pro-grams that have brought millions of dollars in loans to Chile, Allende said the terms were onerous in that the money had to be spent on U.S. goods, whatever the price.

"We will recognize the debts, but we will renego-tiate the terms," he said. ests of the North American people," he said. "Nevertheless, we think the North American govern-of his victory the military would prevent him from taking office. Among the more leftist merchants of chilean people".

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NEWS AMERICAN

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1970

SEP 2

U.S. Firms, CIA Sure Scapegoats In Chile Election

By PERCY FORSTER Special to The News American

SANTIAGO, Chile — As often is the case, big American corporations and the CIA will be blained if either of the two left-wing candidates for the Chilean presidency is defeated in Friday's election.

Castro-communist candidate. Salvador Allende already is publicly accusing the Anaconda Copper Co. of pouring money into middle-of-the-roader Jorge Alessandri's campaign.

Other foreign interests are also financing Alessandri, he says.

Radomiro Tomic is less emphatic in his charges. The Christian-Democrat standardbearer merely "suspects" the presence of the dollar, sterling and German mark influence in the presidential race.

The 74-year-old, Dour visaged Alessandri's retort to the assertion that he is a foreigners' stooge "decorated" half the walls of the city as the campaign reached its closing stage — the picture of a tank, with the communist sickle and hammer emblem, parked in front of Santiago's presidential palace, and the two-word legen "if Allende wins."

ALESSANDRY ALSO showed himself a match for his rivals when they stressed his age in speeches and newspaper ads. He came back with another poster showing portraits of Winston Churchill, Charles DeGualle, Komrad Adenauer, Mao Tse-tung, Ho Chi Milunh and Pope John.

The text beneath the portraits said: "In crucial moments in their history the peoples of the world rely on their great old men."

The noisiest election campaign ever experienced by Chile has brought work in offices virtually to a standstill. Executives and employees find it impossible to Nor can they recover lost time in the evenings at home. Every radio station and the country's single 'TV station, owned and operated by the N a t i o n a l University, has dropped its regular programs, and is blaring forth the battle hymns of the three candidates on a paid basis evidently Alessandri is the man with the most cash at his disposal. He has prime time on most communications outlets.

WHILE CHILE'S wealthy and powerful 'el Mercurio'' newspaper (chain, which includes the largest newspapers in the country, is backing Alessandri, his left-wing opponents have the support of only one or more of four communist publications.

If Allende wins, he says, he will close down the "El Mercurio" group, which is owned, together with a national beer brewing monopoly, Chile's largest private bank, a near-monopoly in the soap manufacturing business, and more than a score of other industrial enterprises, by Augstin and Robert Edwards (Chileans of British descent on their late father's side), their mother, and and a sister.

Allende threatens likewise to confiscate several pwoerful enterprises, including Ameonda and other American-owned Copper and Nitrate producing companies.

Final samplings of public opinion indicate that the outcome of the campaign would bed ecided by voters with no party affiliation. These are said to number at least 25 per cent of the electorate.

CarApproved For Release 2000/08/16 CIA-RDP80-016

In Chile Drifts Left

By Lewis H. Diuguid Washington Post Foreign Service

SANTIAGO--Chile is approaching another election which could vote a Marxist government into power, a novelty that six years ago focused international attention on this country and its persistent democracy.

Christian Democrat Eduardo Frei won the election six years ago. If he could run in the contest Sept. 4, he probably would win again. But whoever wins of the one conservative and two leftist candidates, one point is clear: Chile's leaders are moving steadily left, to the point that probably a hajority of them seek socialism in some variation.

The election will show whether the 3.5 million voters in the 10 million population are following the leadership. In all likelihood the two leftists will together command a majority.

This is the lineup:

• Salvador Allende, 61, Marxist Socialist running for the fourth time after three defeats. Six uncongenial parties form a Popular Unity Front behind him, but by far dominant is the Communist, generally conceded to be the best-organized party here. In 1964, with a less ample coalition, Allende received 39 per cent of the vote.

• Radomiro Tomic, 56, former ambassador to Washington, chosen from the left wing of Frei's ever-splintering Christian Democratic Party. Tomic has pitched his campaign consistently to the left of Frei's "revolution in liberty" program. It more resembles the Allende approach. Frei won last time with an overwhelming 56 per cent.

· Jorge Alessandri, 74, independent conservative who preceded Frei in the presidency. The economic standstill under him was a major factor in the leftward turn of 1964, when the conservatives reluctantly, voted for National party revived as

If No Majority

If none of the candidates wins a majority, the congress must choose between the two leaders when it meets Oct. 24. The result should be clear before then. The congress is not up for election. Presently it in-cludes 45 backers of Alessandri, 75 Christian Democrats, and 80 members of Allende's front.

The combinations in a congressional vote could be limitless, and this is just the sort of political speculation that brings otherwise shabby Santiago alive as is resulted recently. not the case in other Latin American cities.

Campaigning a ctually started two years ago when Tomic resigned his ambassadorship to seek the party nomination. It is climaxing in a flood of paint that has slapped slogans on every adobe wall, scandals, outrageous charges in the press that is simultaneously free and bought, and a genuine concern about political violence.

For all its verbal violence, Chile has been as free of organized political intimidatary takeovers. Now it has the former and is worried limited wealth. about the latter.

the extreme leftist youth who barraged university classrooms with polemics, from Maoist to Castroist but never really Chilean, began to act out their calls for violent revolution.

They formed under the Revolutionary Leftist Movement (MIR from its Spanish initials). They said violent revolution was necessary to defeat entrenched oligarchic into Allende's front. and U.S. interests here, and they have robbed some banks and been caught in rather elementary .some uerrilla schools.

Unlike Argentina and Bra-"i; where similar movements act underground against dictatorships, Chile is so easygoing that at first nobody paid much attention. The government seemed intent on avoiding the embarrassment of having to prosecute students.

The incidents have been Frei to avoid Allende. There ' few, and so probably are the was no measurable con-scrvativ Approved For Release 2000/08/16: Frei reforms took hold and tween the most leftist social- cott. left-wing political violence ists and the MIR give esti-

Some MIR activists clearly seek to disrupt the election, but many must be inclined to help the Marxist parties in their strongest-yet bid for the presidency, because the incidents have been few.

They have been enough to provoke a sharp reaction from the camp of Alessandri, who is running hard on the law-and-tranquility issue. The national police, widely respected on a continent becoming infamous for brutal law enforcement, have conflicted with demonstrating students and three deaths

Left Predicts Repression

This has provoked denunciation from the left, which predicts repression and a police-military coup should Allende win. Ricardo Lagos, a U.S.-trained economist and general secretary of the University of Chile, cites recent entries into the campus by police as illegal and contributary to a growing disrespect for the country's oncesacred juridical system.

Lagos is socialist, elected to his post, and typical of a class of young Chileans dedtion as it has been of mili- leated to expansion and redistribution of the country's

He leads a university Three years ago some of group leaving Monday for Cuba, underwritten by the University of Havana.

Another in the group of young and leftist leaders is Jacques Chonchol, who once ran Frei's agrarian reform. He quit the government when he felt the program was not allowed to move fast enough, and he took a left faction out of the Christian Democratic Party and

Chonchol said he believes that should Allenda win. Chile's multiparty electoral system will endure. It is not clear how many of Allende's backers desire, and his detractors are convinced that his election would be the last here.

Allende's constant references to Cuba as a model encourage this belief, although Cuba has become a rallying issue rather than a divisive one in the campaign. Alessandri, too, said he was in favor of the Chilean exports to the Communist country that constitute CLAfiRDP80201601R00040027000 ... Outlays S. backed economic boy for Tack? 000 and paint

Even the arch-conservative big landowners are forming a mission to Havana, where they hope to sell their products at good prices.

Redressing Balance

Chile, as one diplomat put it, has tried under Frei to redress the balance between equality and liberty, and many of the results, while beneficial for most Chileans. have inevitably been disturbing to the old order.

While the agrarian reform has put only one-fifth of the 100,000 promised families on lands that will be their own, at least 100,000 peasants now belong to unions-and to the money economy. Before Frei, virtually none did.

Education reform has resulted in so many new classrooms and teachers that the country probably now fulfills, the old glib claims of literacy among over 80 per cent of the people.

Housing construction has been astonishing, closing a gap that is widening in every other South American country.

Bigger changes may have occurred in the minds of the citizenry. When Foreign Gabriel Valdes Minister toured the province down at Chile's tip, on the Straits of Magellan, he spoke to some peasants on an agrarian reform farm about the possibility of industry coming to the zone.

A big peasant, one of the small minority in Chile clearly descendant in part from the original Indians, stood up to declare that the people wanted no industry unless they owned it.

"That would never have happened in the past," said Valdes with pride.

On the other hand, the Christian Democrats alienated many potential followers by their arrogance and tendency to take every advantage offered to cement themselves in power. As aladministration in ways changes here, when they came in they took over several press organs. Papers here are many and varied, and all beholden to a party or ideological tendency-or . if they switch sides, it is because they are up for sale weekly.

Financing of the cambucket advertising run into

Approved For Release 2000/08/16 : CIA-RDP80 MUHAMMAD SPEAKS 22 May 1970

U.S. hires death

MOSCOW — "The latest exposure of CIA activities in Chile, Bolivia, Peru and other Latin American countries show one of the aspects of the U.S. policy of 'partnership' with Latin America," said a recent news article in the Soviet newspaper Izvestia.

"IF THERE is anything new in Latin American policy of the U.S.," writes political columnist Busland Tuchnin, "it is only that the American monopolies have to act in that area of the world much more carefully and cautiously than they did during the days of 'gunboat diplomacy'. Anti imperialist feelings have now' reached such a level that armed intervention can lead to real revolutionary explosion.

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Chile smashes attempted military coup

844

SANTIAGO — The Chilean government announced on Wednesday. it had crushed an attempted military coup d'etat with the arrest of 11 out of 16 military officers it charged with "trying to organize changel in the constitutional order."

General Oracio Gamboa, a retired officer, was said to be the leader of the conspiracy, which involved among others Captain Julio Sarria, who participated in a brief army mutiny last October in Chile. Chilean military intelligence said the officers had planned to seize the country April 10, by imprisoning President Eduardo Frei along with the minister of defense and army chief of staff.

New presidential elections are to be held in Chile this September, and the growing strength of the left has made the U.S. and Chilean rightists very nervous. The U.S. CIA has been very active in Chile in recent times. Chile, on the west coast of South America, contains important U.S.-owned copper mines.

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U.S. Agencies In Latin America

Having Trouble Distinguishing Between 'Good' And 'Bad' Military Regimes

By Marcel Niedergang In Le Monde

U.S. Latin American experts have switched their attention from the Carlbbean to the Andes. The increasing stability of Fidel Castro's revolutionary Government in Cuba and the relative security of the pro-American regimes in Mexico and Brazil go far to explain this change.

At the same time the challenge from the Peruvian junta determined to reduce that country's economic dependence on the United States, the leftist

The Mirror oj

orientation of Gen. Alfredo Ovando Candia's five-monthold Bolivian Government, the fiuid political situation in Chile and the emergence of a military pressure group there, Public Opinion together with moves toward closer economic integration of the five Andean states (Col-

ombia. Ecuador, Peru, Bollvia and Chile) are of growing concern to the men in Washington responsible for working out and carrying out Latin American policy.

An analysis of the changed situation in Latin America makes it possible to understand the policy . developed by the Nixon Acministration following Nelson Rockefeller's Latin A berican trips.

Mr. Rockefeller returned home convinced that Latin America was ripe for revolution. Anti-American revolutionary forces are "on our doorstep," he confirmed Washington's primary concern, he insisted, should be to maintain order on the confinent. Past distinctions between "representative democracles" and military dictatorships were out of date. Addressing Congress on Nov. 12, he warned that a "chaotic revolution" could break out if the United States did not step up its military aid to Latin American governments, including the military regimes.

Washington's decision to stop discriminating between d e m o e r a c i e s and dictatorships in Latin. America was a serious blow to Latin American liberal leaders like Romulo Betancourt. The former Venezuelan President was the author of a doctrine calling for the non-recognition of governments that come to power by force. This distinction is considered "too rigid" by the current Venezuelan

Government, headed by President Rafael Caldera, [which has abandoned it.

Nevertheless, the continent's anti-Communist, anti-Costro, anti-militarist and pro-American leaders who long for the "good old days" of the Kennedy Administration and the Alliance for Progress. would like to see it revived.

Yet while Liuin American liberals protest of being placed on an equal footing with the military leaders who were their enemies a decade ago, it seems that the State Department, the Pentagon and the CIA are having trouble distinguishing the

But how can the Latin American milifary regimes maintain law and order, respect American interests and carry out back reforms all at the same time? This feat would be tantamount to turning a circle into a square. A series of studies has been initiated by official and unofficial U.S. intelligence services to try to answer the question.

The code name varies, but the technique remains! the same. In Chile the U.S. Embassy was forced to? apologize to the Government two years ago after the details of Project Camelot were revealed. The project which was undertaken by an American university for the Pentagon was aimed at determining the political sympathies of various sectors of the Peruvian population. Recently the Chilean Senate held a closed-door session to discuss a Christian Democratic Senator's indictment of CIA activities and pressures in the country.

The policies of the agency and the Pentagon donot necessarily coincide. Sometimes they compete with one another in the field. For instance, a study, similar to Project Camelot was conducted by the Defense Department of the Chilean Army, Officers were queried about their satisfaction with living conditions and asked in what circumstances they ndght consider intervening in public affairs.

To stave off a Peruvian-type coup in Chile, U.S. intelligence circles naturally encouraged the military rightists. Naval and air force officers as well as the colonel commanding the Black Berets are key figures in this group.

Peruvian Army leaders are upset by the disclosure of the American Protection Plan, although the afiair hus not yet broken into the open. A Rand Corporation study carried out for the Pentagon prior to October 1968 predicted any move by the Peruvian military would be motivated by social rather than personal considerations.

Since that date the plan set up to protect American installations in Peru in the case of disorders has served as a framework for espionage, govern-t ment leaders charge. Peruvian intelligence seized a card file containing several hundred names, and some members of the U.S. Embassy staff were asked to leave the country. Only the conciliating attitude of the American ambassador has prevented a public fuss.

There is no question that some Bolivian leaders want to free their country from dependence on the United States. The La Paz branches of several American organizations-mainly operating out of the U.S. Embassy-have been placed under Bolivian Government control.

Bolivia is undoubtedly viewed as a "marginal" country" in terms of U.S. interests, although Che Guevara's guerrilla activities in 1967 make it into a test case. Certain U.S. circles will no doubt be displeased to see the men who defeated Guevara's hand with the aid of the Green Berets adopt an "anti-imperialist" attitude.

"What's happening in Bolivia has little in com-mon with our revolution," Gen. Velasco said recently. Nevertheless Bolivia has supplanted Peru at the

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The following article was written from Lima. Peru, by Marcel Neidergang, Le Monde's correspondent in Latin America.

U.S. Latin American experts have switched their attention from the Caribbean to the Andes. The increasing stability of Fidel Castro's revolutionary government in Cuba and the relative security of the pro-American regimes in Mexico and Position. Brazil go far to explain this change,

At the same time the challenge from the Peruvian junta determined to reduce⁸ that country's economic dependence on feat would be tantamount to turning a the United States, the leftist orientation of Gen. Alfredo Ovando Candia's fivemonth-old Bolivian government, the fluid. political situation in Chile and the emergence of a military pressure group there, together with moves towards closer economic integration of the five Andean. states (Colombia, Ecuador, Peru, Bolivia and Chile) are of growing concern to the men in Washington responsible for work-Ming out and carrying out Latin American inpolicy.

John F. Kennedy's Alliance for Progress ... promised spectacular reforms ³ and huge amounts of aid. . . . But Richard PNixon recently admitted that the plan is had been a failure. An analysis of the changed situation in Latin America makes the country. it possible to understand the policy developed by the Nixon administration following Nelson Rockefeller's Latin American trips....

Rocky worried

Rockefeller returned home convinced that Latin America was ripe for revolution, Anti-American revolutionary forces . are "on our doorstep," he confirmed. .Washington's primary concern, he insisted, should be to maintain order on the. continent. Past distinctions between "representative democracies" and military dictatorships were out of date. Addressing Congress Nov. 12, he warned that a "chaotic revolution" could break out if the United States did not step up its military aid to Latin American governments, including the military regimes....

While Latin American liberals protest , at being placed on an equal footing with , the military leaders who were their en-

State Department, the Pentagon and the barracks was undoubtedly motivated, as CIA are having trouble distinguishing the silthe general claimed, by questions of pay, ado thinks Rockefeller, who was asked to a collaborators is Captain Mora of the Chilindirect pressures from Washington fol-lowing the expropriation last February of ean leftists. lowing the expropriation last February of the International Petroleum Company and the seizure of several West Coast tuna fishing boats, accused of violating the 200-mile limit Peru has set for its territor- 🌿 ial waters.

Guardian

But the Peruvian approach does not run wholly counter to Washington's interests. At the same time the Nixon administration is somewhat less than enthusiastic about the path followed by Brazil, where encouragement of U.S. investments is accompanied by harsh repression of the op-

But how can the Latin American military regimes maintain law and order, respect American interests and carry out basic reforms all at the same time? This circle into a square, A series of studies has i this question.

The code name varies, but the technigovernment two years ago after the de- by social rather than personal consideratails of Project Camelot were revealed. tions. The project which was undertaken by an American university for the Pentagon was aimed at determining the political sympathies of various sectors of the Peruvian: population. Last month the Chilean Senate held a closed-door session to discuss a Christian Democratic senator's indictment of CIA activities and pressures in

The policies of the agency and the Pentagon do not necessarily coincide. Sometimes they compete with one another in the field. For instance, a study similar to Project Camelot was conducted by the Defense Department in the Chilean Army. Officers were queried about their satisfaction with living conditions and asked in what circumstances they might consider intervening in public affairs.

The last coup d'etat in Chile took place in 1932, and Santiago political circles were extremely sceptical about the possibility of putsch in October 1969. Pentagon experts who had been following contradictory developments in the Chilean Army were not so sure. For six months they had been aware in particular that Gen. Roberto Viaux, an influential, and senior army officer, was interested in what was happening in Peru.

In October Viaux was forced into premature retirement. This brought a reacemies a decade aro, it seems that the mature retirement. This brought a reac-Approved For Release 2000/08/16:1001A-RDR80-0160160 160004002700001-16 a "plot enthe army. The Oct. 21 revolt at the Tacna

"good" military regimes from the "bad." 19:but there is no denying the political im-Peruvian President Juan Velasco Alvar- ; plications. One of Gen. Viaux's closest. bypass Lima last May, may have "learned "ean Black Berets (equivalent of the U.S. STAT some things" during his trip. Peru was ; Green Berets), Despite his counter-insursubjected to a wide range of direct and argency training, the latter was apparently η

U.S. encouraged rightists

To stave off a Peruvian-type coup in " Chile, U.S. intelligence circles naturally encouraged the military fightists. Naval and air force officers as well as the colon- , el commanding the Black Berets are key figures in this group. As a result of the Tacha barracks revolt, dubbed the "tacnazo," the Defense Minister was ousted a and Gen. Viaux's demands for changes in , the military high command were met. Parliament was also asked to vote an army pay raise. Although most senior officers remained loyal to the government and tension has abated somewhat, Santiago governing circles regard the affair as serious.

Peruvian Army leaders are upset by been initiated by official and unofficial the disclosure of the American Protection. U.S. intelligence services to try to answer Plan, although the affair has not yet. broken into the open. A Rand Corp. study carried out for the Pentagon prior que remains the same. In Chile the U.S. d'to October 1968 predicted any move by a Embassy was forced to apologize to the the Peruvian military would be motivated

> Since that date the plan set up to protect American installations in Peru in the case of disorders has served as a framework for espionage, government Jeaders charge. Peruvian intelligence .--/seized a card file containing several hundred names, and some members of the U.S. Embassy staff were asked to leave the country. Only the conciliating attitude of the American Ambassador has prevented a public fuss.~

Ernest V. Siracusa, 50, is an American Foreign Service officer who has served in Mexico, Guatemala and Argentina besides. working on the State Department's Brazilian desk. At the U.S. Embassy in Lima in 1969, he recommended the suspension of arms shipments and the application of the Hickenlooper Amendment as a means. of pressuring the junta. His hard-line stand as U.S. delegate to the Buenos Aires fishing rights conference last October is blamed by the Peruvians for the conference's collapse.

More than coincidence

Siracusa's appointment in September 1969 as U.S. Ambassador to Bolivia is therefore worthy of note. His arrival in La Paz coincided with an upsurge in U.S. intelligence activities in Bolivia, local ofgineered from outside." The may be June 104



SANTIAGO, Chile. HE Argentinian sociologist who met me at the airport in Santiago knew I was arriving from run again. "He Shall Return," say the Brazil, where people were loath to stickers everywhere. All this pleases talk politics because of the dictator- the Left (beside the left-wing Chrisship. "No problems like that in tian Democrats, they have also won Chile," he said. "The whole country over the Radical party) because they is engaged in a kind of political strip- feel certain that more than one cantease." It was October-spring below didate for centrists and conservatives the equator — and the presidential means the Left candidate can win. candidates for next September's The five left-wing parties had already elections had already sprouted, as announced their candidates by the varied as the wild flowers blooming week prior to my arrival-the most everywhere. To many, it was all surprising being the Communist parpolitics as usual-the Right and the ty's selection of the poet, Pablo Left engaging in fancy footwork be- Neruda-and were immediately holdfore taking their traditional stances ing meetings at which the leaders behind one candidate-but to others would come to an agreement, per-

JOSE YGLESIAS wrote the recently date of the united Left. published "In the Fist of the Revoluseries of articles on Latin America.

with new adherents the Left might ing to the Left to see close-up what win this year's elections and begin kind of people the first Socialists the peaceful implementation of So- with the possibility of being voted cialism in Chile.

was the candidate of the Christian the Left, however, who did not share Democratic party, and centrists and this confidence - the students. They rightists put forward no candidate were disgusted with elections as a and swallowed their dislike of the means of establishing Socialism and tian Democrats in order to make cer- the United States. Now that it was social reform program of the Christain that Socialist Salvador Allende, who was backed by other parties of the Left, did not win. The Christian Democrats won by an absolute majority, the first time any party had done so in many years in Chile, but conservatives have, in the last five years, been alienated by some liberal measures, such as the agrarian reform, that Frei has implemented. On the other hand, left-wing Christian Democrats consider the reforms inadequate to get Chile out of its underdevelopment, and have broken away from the party, promising to back any candidate of the Left if it unites, as it did in 1964, behind one candidate.

There seems little possibilitygiven this polarization—that the elections this year will duplicate the last one. The Christian Democrats will surely put forward their own candidate, Radomiro Tomic; not Frei, because Chilean law does not allow any candidate to succeed himself; and the Paraido Nacional For Fiel ease 2000/08/16hot [AnR BR80-0160] Fibbo 200 200 - 1 ex-President Jorge Alessandri, a populative cannot give jobs to those was President of the way of the second se lar and independent conservative, to

By JOSE YGLESIAS

different developments seemed in the haps as late as this spring, on which of the five would become the candi-

There was an almost palpable tion," about Cuba. This is the last of a buoyancy among them, and it seemed, consequently, proper to. offing. It was altogether possible that spend my 10 days in Santiago talkinto power in the Western Hemis-In 1964, President Eduardo Frei phere were like. There were those on breaking away from the influence of spring, small groups of young people went weekends to the mountains, within view of the city, to study the terrain and prepare for the days when they would establish the first guerrilla foco.

> - 2 HE leader of the Movement of the Revolutionary Left (M.I.R.) told me at a secretly kept rendezvous-he has been hunted by the police for several months now—that Chile's more than 100 years of bourgeois democracy have left the country in no better situation than that of Latin-American nations with less respectable forms of government. Armed struggle was what the young people were talking about.

Everyone said that these were difficult times economically for Chile, but its problems seemed the continuing ones of underdevelopment: consumer goods are out of reach for much of the population; schools and medical services are inadequate; housing for the poor is miserable; industry cannot give jobs to those newly arrived on the labor market.

Yet Frei's Agrarian Reform Law, which has given 20,000 peasants land, aroused the ire of the Right.

During the international agricultural fair held while I was there, the Minister of Agriculture's speech at the opening ceremonies was interrupted by denunciations from the audience shouted by members of what the newspapers described as the "farm employers' association." Fist fights broke out and the Government issued a counterdenunciation. Two days later a fire spread during the night at the fair that destroyed many of the exhibits, and it was rumored that it might have been the work of the M.I.R.

At a dinner party, a university professor tried to explain Chile's special character. "There are few countries as politicized as ours," he said, his way of saying that all the other nations of the Americas were primitive compared with Chile. There were exiles from Argentina, Brazil and Uruguay around the table, but he looked at me and added, "You could say that our bourgeois democracy has developed more profoundly than yours."

A woman who was a guidance counselor at the univer-" sity had little respect for that. "Do you know of a country where even the prostitutes are organized?" she said. "When the Christian Democrats tried to close down the brothels, they sent delegations to see President Frei. They held demonstrations, paraded up and down the city. They argued that they protected the virginity of our daughters from the natural impulses of our young men. And they asked the Government, 'Where are the trade schools that are to rehabilitate us?""

"One of the reasons we have developed so differently," said the professor, "is that we are a poor country. We have copper, that is all. There are wealthy families but no great fortunes or a large aristocracy. Chileans are petits bourgeois and the Left makes a mistake to think that it will ever persuade a majority to vote for Socialism. They are drawn to reactionaries like

continued

his apartment to the Presidential Paraproyeching and back every afternoon."

"Hasn't someone already pointed out to you the virtues of our flora and fauna?" said the Guidance Counselor, with an ironic smile. Someone had, but I let her continue. "Our climate is moderate and dry, and there are no insects or animals or plants that are poisonous or harmful. Even in our coastal waters, for the cold currents keep sharks away. You can sleep out in the fields without a care. The same with our political lifeour radicals do not bite, they conduct election campaigns.'

HEIR most famous radical -without question-is Pablo Neruda, and every newspaper and news broadcast in South America carried the announcement that the Chilean Communist party, of which he has been a member for many years, had selected him as its candidate. He is, everyone agrees, the greatest poet writing in Spanish, perhaps the finest this century has produced; a literary man in the grand style, an adornment to the nation, Chile's bestknown citizen.

An invitation to his home at Isla Negra, a lovely beach some two hours from Santiago, is something of a command performance. His home there is a retreat: there are no phones and to reach him you make a "messenger longdistance call" to Public Telephone No. I at Isla Negra. A messenger does, in fact, run to his home and return with a message or a member of his household.

No one expects that Neruda. now in his middle-60's, will dash to the public phone himself. For one thing, he has gout now and moves slowly, but it is also not his style. The opposition newspapers made fun-surprisingly gentle fun-of the idea of his conducting a vigorous campaign. The whole country knows that between 3 and 5 he sleeps the siesta, and one columnist wanted to know, should Neruda be elected President. what would happen to the business of the nation during those hours.

Others did not take his candidacy seriously, seeing in it a new attempt by the Communist party-in the past it supported from the first the candidate proposed by the candidate. For three presidential campaigns this has always been Senator Salvador Allende of the Socialist party, and one newspaper carried a parody of a poem of Neruda's with the new title, "Please Don't Die, Allende," to make the point that Neruda would be loath not only to campaign for a full year but also to fill the office of President.

Five days after the Communist party announced his nomination at a press conference where Neruda handled reporters in his magisterial style, I rang the large brass bell at the gate of his home at Isla Negra. Thirty-three years ago, for the equivalent of \$75, he bought a tiny house there on some four acresalong the shore. There was no electricity or running water then on that uninhabited stretch, but, as with Robinson Jeffers at Carmel, civilization has crowded Neruda in. To be private, he has fenced the entire grounds, and huge boulders at the water's edge form a natural private cove. A houseboy comes to the gate, and lets you wait on the road while he takes your name to Don Pablo, the gate firmly closed again; but when he returns with his master's approval, his welcoming smile is an augury of the warm hospitality that awaits you inside.

The tiny house is no more; there is instead a series of buildings, mostly of stone, overlooking from high ground the fabulous shore. An antique railroad engine is stalled on the lawn, a triangle of brass bells stands 10 feet high between two buildings, and the presidential candidate waits on the slate walk to. greet you with an ironic, self-deprecating smile. Neruda comes of a poor, workingclass family from the south of Chile, and there still lurks in his famous, heavy-lidded, aristocratic gaze an enjoyment of his changed status; it is not constant but it does appear at moments like this, when in another setting first walks into Isla Negra.

told me I would not find politicians at his home on a Sunday afternoon. Sundays are his own, just as the siesta bedded. There were logs burn-

sister and a niece who take ferred, care of him, the only Chileans there were a couple who were old friends and their grown children. Yet the other guests made it a public occasion: Abraham Shlonsky, an important Israeli poet who has translated Neruda into Hebrew, Shlonsky's wife, and a young couple from the Israeli Embassy to act as interpreters.

The guests did not talk politics; the appointment had been made long ago, and the homage to the poet by an Israeli poet on a goodwill tour must not become a visit to the Communist politician whose fidelity to the Soviet Israeli Embassy demurred, Union presumably placed him and Shlonsky said, "I shall in opposition to the Israeli Government that waged the Six Day War. Try as Neruda did-sitting behind the bar dispensing drinks, reminiscing long," Neruda said. "In six about old friends like Lorca, Eluard, Picasso, whose names are scrawled on the ceiling's beams-to make it an afternoon en famille, there were sufficient formal statements via the interpreters to which Neruda felt obliged to reply in kind to make the luncheon. a diplomatic encounter.

We sat first in the barroom -like every room of the place it had a glass wall fronting the sea-outfitted like a ship's saloon: tables and chairs riveted to the floor, a hand organ in one corner, a wall of glass: shelves holding antique bottles, every conceivable brand of liquor behind the bar, funny signs stolen from public bars-a very campy room.

ROM there we walked out into the garden to enter the building with the round dining room. Another glass wall allowed a view of the sea. A ship's figurehead hovered over the dining table-there are several magnificent ones throughout the house but this was the only American one-and everywhere there were objets d'art collected in his travels. The food was typically Chilsomeone who has known him can-a fish done in a delicate tomato sauce with baby shrimps and meat pastries, dishes that appear in Neruda's ORMER friends of his had poems. For coffee we walked to a formal living room through a passage in whose floor sea shells were imhours every afternoon of the ing in the fireplace. Again a

Release 2000/08/16 in the sec Matilde (famous for the in 400270001 key ring, opened stone wall, and he has written to her), his asked what liqueur we pre-

> One could not help but be struck by the ease of this life, and I asked, "Are you really going to campaign in this election?"

"I have always done it for others," he said, holding with both hands a brilliant cutcrystal decanter of gallon size, "This time I shall do it for myself." From the key ring he selected a tiny silver one and inserted it in the lock that opened the silver top of the decanter. "But no more politics because our friend here is a diplomat and cannot comment."

The young man from the return in six years and see what you have done as President."

"You need not wait so months I will have made many changes. Every day Anaconda takes more than \$1-million from our copper mines. Do you know how many schools and hospitals that could build? Between here and Valparaiso-a distance of one hundred kilometers-there is no hospital."

His wife nodded. "One-million dollars will build a fine school."

Neruda poured from the enormous, glittering decanter into a tiny glass. "This cognac is only for grand occasions. See how little remains-it is Armenian and of ancient vintage. I forget how many years old it is."

The Hebrew poet by now was a little dazed. When we got up to leave, mindful of Neruda's siesta, Neruda's sister brought us inscribed copies of two books of poems he had just published, one in Santiago, the other in Buenos Aires. I asked his wife how many editions there were of his books in all languages. She did not know. They kept those books in their bedroom or-she smiled-they would disappear.

"Does all this political activity leave him time to write?" I asked her.

"He has to, he cannot live without it," she said. "If a day goes by that he does not have time to sit at his desk, he becomes very sad, very depressed. He gets ill, so he has to write."

other left wing parties For Release 2000/08/16 : CIAERDRS0.001601R000400270001-1

"There is a Approver Fort Releasen 2000/08/16"; between a writer and his ma- of university students in san terials. Writing is also a mat- tiago gave them their apter of paper and ink-one has proval. My first evening in a responsibility to them."

listened impatiently to my de- Music and Arts, hoping to scription of my afternoon at run into him there. A famous Isla Negra, and moaned when I told him Neruda was going to take me along on his speaking tour of Santiago in two days. "Very well, I do not deny he is a great poet, but I loathe people like him. Do you know that when he comes to Santiago he stays at the Crillon, our most expensive hotel?"

The sociologist's sympathies were reserved for the young people of the M.I.R. Not that he was convinced that they could carry through their plans for armed revolt. For one thing, the preconditions for winning over the Chilean people to so desperate a program were not evident: aside from clashes with workers on strike and with peasants who had seized lands, the most a arbitrary political act of the Government recently consisted of a presidential decree threatening the closing of any publication reporting the activities of the M.I.R. with approval. The editors of Punto Final, a political magazine sympathetic to the groups in Latin America waging guerrilla warfare, had been called in and questioned. The photographs of two young: men caught in one of the assaults appeared in the newspapers that day, and the sociologist was worried because it was apparent to everyone that they had talked when tortured during their questioning.

"They say this one was so badly treated that his testicles have been destroyed," he said, pointing to one of the photos. "I hid him in my - apartment for two weeks once and I am now wondering how much he talked." He sighed. "This whole question of the use of torture has got to be considered by the revolutionaries. Even in Chile it can happen and one cannot expect people not to talk when tortured."

Weak and newly arrived as they were, the M.I.R. was forcing Chileans to redefine their political positions. The

and outlaws, but there was

Santiago I went to a recital of Neruda's poetry at the HE Argentinian sociologist theater of the College of Chilean actress did the readings and the hour-7 P.M.was perfect for the late dining M.I.R. group won. The So- afford to support their chil-habits of Chileans. Fewer than cialists came in second, the dren while going to college, 100 people showed up.

Three hours later, the same theater's seats, aisles and standing room down to the edge of the stage were jammed for the performance of a play about the armed struggle of peasants earlier this century. It was sponsored by the Chilean-Cuban Club in commemoration of the second anniversary of Che Guevara's death, and there was no mistaking the sympathies of the audience. who bought every copy of Granma, the Cuban newspaper, being sold in the theater.

No mistaking either the effect of the M.I.R. on the university student body. I went out to the College of Education and Philosophy away from the center of the city, its 7,000 undergraduates making it the largest of the state university, and attended a meeting in the auditorium. to hear trade-union leaders talk about the jailing of factory workers in a recent strike. The officers of the student government holding the meeting were orthodox (piedra meaning "stone") be-Young Communists; so were cause of the many clashes the trade-union leaders, and with the police during which ist party, the Radical party, they spoke of lending support the students flung stones the Social Democratic party, to the workers, letting the from the windows and roofs Government know they must of the different buildings. be freed.

and one young man jumped the students elect the adminto his feet several times to istrative officers, the current interrupt the bumbling rhet- dean is a Communist. I oric of the trade-union leader. laughed when the students He was the first to be recognized during the questionand-answer period, and he happy to have so large a say exclaimed, "The same old in their colleges." talk, talk, talk. When are you going to propose some action? Why don't you call a general strike?" He walked out on a wave of applause.

HAT walkout by a student known to be a Mirista was symbolic of the M.I.R.'s position: the campus is no

must move away from it, and that they pay only for carfare

left them without an organi- a figure adjusted to inflazation on campus, and yet tionary trends and with inthe day I was there the de- terest. (There are stiff compartment of sociology was petitive examinations to enter conducting elections for its the university because there student officers (the student are many more applicants representatives have a voice than facilities for them, and in the selection of professors this, plus the fact that workand curriculum) and the ing-class families can seldom Communists third. The M.I.R. restricts the student body to slate had not conducted an the lower- and upper-middle active campaign, and the fact class in the main.) that they won gave a lift to the students I was with.

they said the campus was not like your paperbacks.' now full of police spies. The best-known ones had entered ruling class." a hospital gravely ill two days

had to escape from his bed when recognized. Another M.I.R., aren't you?" I said. wanted by the police was dying in a hospital and the young man said. authorities did not know his identity. "They are wearing themselves out physically," one girl said. "The ones we time. They laughed. "If they know here who have gone clandestine all look ill." 35

HE college is as politicized as the nation. Always called La Pedagogica, its new nickname is La Piedragogica Most of its professors are The audience was restive, Marxists and since they and explained all this, and said, "American students would be

"Ah, but their problems are different!" said a young sociologist. "They are trying to destroy the universities as an arm of your Government. We are fighting to keep ours independent.'

They also want to make it possible for others than the middle class to attend. There

At lunch Neruda had said, no popular indignation against that is what has already be- - "and maybe a few books," CTA-RDB80-01601 R000400270001 efception, at

> The girl who brought me to the campus knew the United Until then they had been States. "But your universities . sadly describing what they have such wonderful plants," called the "atomization" of she said. "Look at our lithe movement on campus, brary, totally inadequate. And All in low voices, because books here are so expensive,

One young man who had M.I.R. leaders were not par-been ruminating spoke up. ticipating in campus politics, "But do not let all this politibut preparing themselves for cization fool you-our univerguerrilla warfare. One of the sities too are an arm of the

A collective sigh seemed to earlier using an alias, but had emanate from them.

"You are all really for the

"What else is there?" the

I said that the left-wing parties were confident they could win the elections this do," said the young man, "they had better be prepared for armed struggle."

1 LEFT them for a meeting with Senator Allende, the man most likely to head the slate of the united Left-the Communist party, the Socialand the M.A.P.U., the last being a left offshoot of the Christian Democratic party. Allende's office in the Senate building is tiny; more than one visitor crowds it, and there were not enough seats in the anteroom to accommodate the people who wanted to see him. No one was being turned back, but he gave me as much time as I wanted, though he warned me this was not a formal interview. His experience with American journalists, he said, had not been good, and if I wanted to quote him directly I'd have to give him written questions to which he'd give me written replies.

We had met December, 1968, in Havana where an elevator Government and the Bight Release 2000/08/15 the AtRDP 80.01601R00040025100011-one another be-

tween the 10th floor and the continued

lobby, and the chat we had repeated for me what he'd al- Sometimes on their own, now was as Approved For Release 2000/08/16 so PRDP80 160 180 09000270091 bin to the he'd told me what he thought if he were President, these direction of the Communist población's school. of American newspapers—as young men would not be party, they got together, de-that introduction. In Havana, fighting clandestinely but scended on some large, unfollowing the fashion, he'd working hard to build Social- occupied field and been in shirtsleeves but here ism in Chile. he was handsomely dressea, in keeping with his reputation him about his program, and they fought the police sent as a man with innumerable he laughed and said it was to dispossess them, more suits. He is, however, friendly, the same as his friend Ne- often the Government was talkative, full of cagerness to ruda's, with whom he knew forced to negotiate peacerun for the presidency for a I had spent Sunday. The lead-fully, and lately the lands about his chances.

papers who pictured him as (without remuneration, ex-first, called "July 22." the perennial suitor, but they cept possibly "in some cases") It was a weekday morning, of all foreign and native mo- and from its dusty streets the Communists. Whereas the nopolies, banks, insurance came mainly women and old Chilean Communists had only companies and large indus- men and many, many chil-begun to talk well of Cuba tries, and the "deepening" of dren. They had decorated the after Castro supported the Soviet invasion of Czechoslovakia, Allende had always Small farmers and "small and gatherings, and the people defended the Cubans, even medium capitalists" would be waiting moved in a mass into action. when doing so helped defeat respected, as would freedom from our car to the platform him. I had been told that he of expression and representa- that Neruda climbed with difhad acted courageously with tion for all political parties. ficulty. The women leaders of somed in the pages of the the five survivors of Che Guevara's Bolivian group. "He gone on to ask Neruda what with embraces and he smiled next day. Good newspaper personally went to the border he would do about the urban without a trace of the irony copy. At dinner in the home and escorted them back to guerrillas and Neruda had that had always heretofore of the Guidance Counselor Cuba," said the Guidance said that he saw no reason to lingered about his aristocratic I told the intellectuals there Counselor who had broken suppose they would continue eyes. As he was always to do, with the Communist party six under his government. Neruda he spoke extemporaneously, years ago. "He did not leave did not stop at this but add- his rhetoric never failing him, about my experiences in the them for a moment because ed that Communists were op- and he was never less than different poblaciones if he did the C.I.A. would posed to adventurism and himself. have pounced on them. Those that he did not see who bene-

he told me that he owns a I asked Neruda and Volodia with the knowledge of where copy of Guevara's book on Teitelbom, his campaign man- I come from, of the class to guerrilla warfare that he feels ager and a leading Commu- which I belong. I know that the United States would find is unique. Che had inscribed nist Senator, about the you are eight years old as a it to him, writing that Allende M.I.R., they called its mem-población. I am much older was a man who shared the bers "the spoiled darlings of -65-and I have written could work. same goal as he but was the upper middle class." Both some 40 books, but I would going to reach it by another assured me that they were exchange all my life as a poet path. When the five guerrillas "totally without contact with for that great morning when (three Cubans, two Bolivians) the working class," an as-you took these lands with no came through Chile, they also sertion they made with as-other protection than the flag signed the same copy of the surance not only because of our country, and built this book. Allende spoke with as Miguel Enriquez, the M.I.R.'s población." much pride about the young leader, was the son of the They yelled their approval, men in the M.I.R. Everyone rector of the University of and he must have noticed knows that one of its leaders Chile at Concepcion, but also during the pause that much is a nephew of his, a young because at that moment we of his audience were children he pointed out to me, with a his campaign. him.

the agrarian reform begun open area where a worn platby the present Government. form served as stage for their

were tense days and as presi- fited by the actions of the was a railroad worker. "I sing our national anthem?" dent of the Senate he was guerrillas. The Communist come, then, from the working the Guidance Counselor said. liable to much criticism, but newspaper, El Siglo, had on people and if I have done I nodded. "How disgusting!" he did not falter." several occasions criticized something with the poet's she exclaimed. "How the I asked him about this, and them more harshly, and when life I have led I have done it party panders to our fero-

this poet hope to gain this poet hope to gain months now that the police HE poblaciones to an there are only children here?" nephew and had yet to find shanty towns, but to home- not come to collect votes but less Chilcan workers they to unite hearts!""

when he descended the plat-

night built shacks on it and This reminded me to ask claimed it as their own. Often fourth time, and optimistic ing conservative newspaper are obtained through pressure of Santiago, El Mercurio, had on the authorities-petitions, carried an interview with Ne- demonstrations, delegations-HILEANS tired of the tra- ruda in which the poet had and the towns built later. The ditional parties of the Left given his platform and Al- new poblaciones are swarms made as much fun of him as lende referred me to it. It from the older ones, but we did the conservative news- called for the expropriation were headed for one of the

El Mercurio's reporter had the población greeted him

He told them his father

man married to the daughter were driving to one of the not yet of school age, for he and you will find me working of the rector of the Catholic workers' poblaciones sur-added: "If some other candi- for them again, no matter University in Santiago, and rounding Santiago to begin date saw this scene, he might how little I believe in the well ask, 'What votes does

Addressing the children

massed in the schoolyard, Neruda kept his sentences simpler but he did not condescend. He told them about the south of Chile and his boyhood there, and spoke of Gabriela Mistral, Chile's Nobel Prize poet, whom he met in those days. "I have taken to the streets now," he said, "not for personal honors but to defend the future of Chile. You will someday see a happy homeland because we are all fighting for it. And perhaps it will be your task to construct that happy homeland." When he finished he walked toward them and they surrounded him, jumping and calling to him, "Pan de Dios!"--"God's bread," the Chilean's phrase for the Great Good Thing-and the photographer from El Siglo went

photographs L HE blos-Communist newspaper the all of them disillusioned with the traditional partieswith Neruda.

"I suppose he had them cious nationalism."

Someone joked that in time that it was only the Chilean Communists with whom they

I said there was no denying that the Communist party was solidly entrenched in the working class.

"Yes, yes, you are right," said the Guidance Counselor. "That is why it is such a wrench to break with it. I still have not gotten over it. ... You'll see, they will settle on Allende as their candidate whole business."

"Mother, how can you!" said her son, a literature student.

"You must not be so aloof, so skeptical at your age," she

He adm App roved Popt Release 2000/08/16em CIAL BDR80.01601 R000400270001-1 agree with their tactics, but selves conquered and built. continued he did not volunteer this. He

"At my ag Approved" For Refease 2000/08/16 tain experiences, he stid worked in the agrarian re-"Mine have been different."

It was an old quarrel, so she only shook her head and changed the subject. "But Pablo and I were once very close. He is not this political campaigner nor lord of the manor at Isla Negra—he is Bohemian to his very bones."

I argued that this view of him overlooked an enormous number of deeply felt political poems, and that seeing him tions, and as part of this job ignore his painful gout to climb up and down rickety ladders to platforms, walk- Institute. He is enthusiastic ing through public markets about the unorthodox way chatting and shaking hands, the Cubans have gone about smiling with genuine delight establishing Socialism, and when a crowd of workers enjoyed telling me that Amerpushed toward him-all this convinced me otherwise.

The Argentine sociologist settled the matter for the whole company. "The fact of the matter is that the Communists here strike me as quite sincere in their reformism," he said, enjoying the irony of it. "They will keep to their promises and the parties who form a pact with them have nothing to fear."

HE candidates of the Radical and Social Democratic parties were out of town during my stay in Santiago, but I did get to see Jacques Chonchol, the candidate of the M.A.P.U., the movement which had broken away from the Christian Democrats and which constituted the one new element in the coalition. Even those most skeptical of the respectable electoral tactics of the Left spoke of Chonchol with respect. If the old parties were smart, they argued, they would nominate Chonchol who is bright, unsmirched, Catholic and quite radical. This was so widespread an opinion that I was surprised to hear him say, when we met at his office in the Catholic University, that he hadn't the slightest hope that the coalition would settle on him.

So unpolitic a reply destroyed the line of questioning I'd prepared, but I managed to ask him why. "Well, longer hunger. they are very traditional parties," he said, "I may be too radical for them."

institute which is part of the Catholic University, devoted to be forces much stronger to nationalize the conper notatoes would not be sold to the study Approved Fort Release 2000/08/16nt Fire Bless of 1601 RO 1040027000 period. There

form program of the Government. He is 43, looks younger, and has an unusual back-University of Chile was in agronomy, but he also did postgraduate work at the London School of Economics and holds a doctorate in political science from the Sorbonne. He worked for F.A.O., an agency of the United Naspent 1961-62 in Cuba with I.N.R.A., the Agrarian Reform ican Marxists like Paul Sweezy and the late Leo Huberman were always puzzled and dismayed by what they found on their trips to Cuba.

had any problems with the Chile or not." university or the church. "None," he said. "We are

jargon of the academician or helpless old women. How had temper by the Government, tions. Unlike other left-wing- paign was conducted? statement I reported from a by it. It was disgraceful."

and leave his job with the Cuba. In fact, talk of such a tity and refrigerate it." Chonchol heads a research agrarian reform program?

lems, and, before he became of Frei and because I saw disillusioned with Frei and that the center, which Frei

text."

Wouldn't the accomplishground. His degree from the ments of the Government people sympathetic to the work against the Left coali- M.I.R. thought of the attempt tion in the coming elections? to introduce Socialism anyneeded change that Frei is asked him what he thought not meeting," he explained. of the M.I.R.'s program. "I "True, 20,000 peasants re- do not think that in Chile we ceived land but the reform have reached such a pass," he was to have benefited 200,- said. He thought it over and 000. You can imagine how added. "Not yet." dissatisfied those 180.000 are."

about the need to develop the day be necessary, many oth-Chilean economy that I said ers would have agreed with it seemed to me that the dif- Neruda's statement to me ference between him and the that "the first to use violence other candidates of the Left will lose the Chilean people." was that they saw Chile's Chilean exceptionalism is a needs as met by Socialism popular theme. "In politics," whereas his emphasis was on the cliché goes, "we Chiledeveloping the economy. "No, ans are closer to Europe than I told him I had certainly I mean economic develop- to Latin America." been surprised by the Catho-- ment in a Socialist context." What other country, some-lic University of Chile—just a He, too, then spoke of ex- one jokingly asked me, has quick walk through it showed propriating foreign holdings, an airline that reacted to the that many of its students with remuneration only if it hijacking as ours did? That must favor the M.I.R.; there did not mean sacrificing other week of the anniversary of were also posters announcing plans. "Remuneration or for- Che Guevara's death one meetings to honor Che Gue- eign investment in Chile can plane originating in Argenvara-and I asked him if he only be approved on the tina was hijacked and stopped and the research institute basis of whether it benefits at Santiago's airport for re-

sponsored by the university." heard, even from disinterested instructed to obey any hi-Knowing the United States, foreign observers, that in the jacker's request to fly to he could imagine the stand- election five years ago the Cuba and that the song, ard I was using for compari- propaganda against Allende's "We're Going to Havana," son, so he added, "The sympathy for the Cuban revo- was to be played immediately church here is very different. lution had been conducted on on the plane, followed by Long before the second the lowest level. Juana Cas-other Cuban popular songs; council meeting, it had un- trc, Fidel's sister, had been free liquor, candy and an dergone profound changes." invited to tour the country to extra meal were to be dislike a young American uni- where showed Castro sending of Havana, also free. versity professor, except that children off to the Soviet Despite such displays of he spoke with neither the Union or pointing a rifle at accommodation to the new

the politician. Nor did he he, Chonchol, been able to there is tension in the air. avoid problems or contradic- back Frei when such a cam- The alarmed response to the

trying to institute reforms. that," he said. "There was an tion and unemployment con-"The agrarian reform did independent right-wing party tinue. "We consume like the give 20,000 peasants land," which sponsored all that most sophisticated country, he said, and agreed with the Frei himself was embarrassed a newspaperman said to me,

> the last few years. Both Peru fer from this rationing,' move, as well as negotiations

rceracing to develop the tian Democrats are thinking economy in a Socialist con- of this year's elections in a new way.

I told Chonchol what young "No, there is a rhythm of where through elections and

Whereas Chonchol did not discount the possibility that He had spoken so often violent struggle might some

fueling. Chile's airline issued an announcement a couple of TOLD him that I had days later that its pilots were

In his tweed jacket and talk of the evils of the Cuban tributed, and the passengers slacks he looked very much revolution, and posters every-promised a sightseeing tour

activities of the urban guerers he gave Frei credit for "We had no control over rillas is one indicator. Infla-"and produce like a primitive Chilean who had been away Everyone agrees that such one." The scarcity of meat the last four years - that a campaign would scare no makes it unavailable, even in whereas there was still pov- one now. The situation has restaurants, for 12 days each erty in Chile there was no changed in Latin America in month. "Only the poor suf-Why, then, did he break and Chile are talking of re- the newspaperman continued. with the Christian Democrats establishing relations with "They cannot buy in quan-

While I was there, the "Because there turned out by the Chilean Government Government announced that were signs that army men blindfold myself "You are the door who for the second about the elections "Do you were despera APPlies were en of the second about the elections "Do you are the door who for the second about the elections "Do you are the door who for the second about the elections "Do you are the door who for the second about the elections "Do you are the door who for the second about the elections "Do you are the door who for the second about the elections "Do you are the door who for the second about the elections "Do you are the door who for the second about the elections are the door who for the second about the elections are the door who for the second about the elections are the door who for the second about the elections are the door who for the second about the elections are the door who for the second about the elections are the door who for the second about the elections are the door who for the second about the elections are the door who for the second about the elections are the door who for the second about the elections are the door who for the second about the elections are the door who for the second about the elections are the door who for the second about the elections are the door who for the second about the elections are the door who for the second about the elections are the door who for the second about the elections are the door who for the second about the elections are the door who for the second about the elections are the door who for the second about the elections are the second about the second about the elections are the door who for the second about the second about the elections are the door who for the second about the with their low pay, and the Communist newspaper published a sympathetic article about it; some 10 days after I left, there was an abortive revolt led by a retired general.

LF folk singers are a weathervane of how people feel, the M.I.R. has a large potential following in Chile. I went to La Peña de Los Parras one evening and all the songs with any political content or overtones were of this order. A peña means a place where folk songs are played, and Los Parras are the son and daughter of Violeta Parra, a great singer and composer-now dead-who is considered one of Chile's great artists. In a groundfloor apartment near the center of the city, her children carry on the tradition four nights a week. You pay a dollar, get a free glass of wine, and sit on low footstools surrounding the singers. It's dark inside and the couples lean against one another, but they listen reverently to the songs. Not only Chilean ones, but of 'every Latin American country, so that one comes away with the impression that the whole continent is in close touch and getting ready for the Revolution.

Out in the street, where the lights are brighter, I recognized the literature student whose mother decried his skepticism about political involvement. "I told some friends that you were interested in meeting someone in the M.I.R.," he said, after taking me aside, "and it may be possible. I shall call you at your hotel."

'Are you sure?" I said.

"Well, it would' not be someone being hunted by the police."

"I understand," I said, but was disappointed. Yet, was disappointed. I when he phoned the next day and spoke in English for the first time-would I be free to meet him in the lobby in a few minutes?-my hopes rose. But he led me to his Volkswagen parked in front of the hotel on the busiest street in Santiago, and introduced me to a young man in the front seat -not a good sign. He drove away from the center of the city, and when he turned for on a side street, the young man handed me a scarf and

hiding," he added.

We drove for quite a while, and when the car stopped, they told me not to remove the blindfold. They took me by the elbows and told me we were going to cross a street but did not warn me about the first curb. I surmised, to test the blindfold. We climbed stairs, stumbled often, and finally walked into a modern apartment, full of Indian and modern art, and the first chair I sat in was of inflated plastic.

We looked at one another and I was told to wait. Within five minutes, four men came into the apartment--all young-and the oldest told me they could only spend 15 minutes and if I had any questions in writing, they would take them and answer me by mail. One man went out again to watch for anyone coming up the stairs, and one stayed at the door inside the apartment; the others sat facing me.

WHEN I asked, the oldest Miguel Entold me he was Miguel Enriquez, the other his brother. They took for granted I knew who they were—the Fidel and Raúl Castro of Chile's urban guerrillas, as some characterized them. Although they finally stayed an hour and a quarter, I could not get them to talk about themselves as individuals. "Why," I asked, "did you make this decision? What led you to take this step?"

"Oh, that is perfectly ob-ous," Miguel Enriquez revious,' plied. "It is a decision that peasants and workers make every day - there is nothing unusual about it."

He spoke with extraordinary rapidity, but clearly and at length, interrupting himself frequently to ask, "Do I make myself clear?"-a question I attributed to his having been a psychiatrist; also, to his dead soriousness about being understood. Because I had asked a personal question, he seemed obliged to explain the social origins of all the M.I.R.'s actions. Once, having underscored after that the decision of the M.I.R. to launch an armed struggle was not voluntarismo on their part, he asked again if he made himself clear. I an-

relaxed somewhat and indi-

other 15 minutes had gone by, that he was not ready to leave.

He knew that in Brazil I had spoken to the clandestine movement, and he said that the M.I.R., which had gone clandestine in the last year, was some six months behind the Brazilians. That, plus the fact that in any question about the organization of the M.I.R. the words "in transition" showed up in his reply, meant to me that they had yet to overcome weaknesses as have learned the basic lesto security, structure of the organization and its political line. "We did not mean to be connected to our actions so soon," he said. "We did not want the publicity we have received so soon." And it is true that they have made no claims publicly for any of their actions.

I had heard that the botched-up robbery of a supermarket, where several were caught, had been carried out by a group that had broken off from the M.I.R., and he confirmed this. "What about the Bank of London holdup?" He smiled and said, "You could say some of us were to be found in that neighborhood that day." (A branch of the Bank of London in Santiago had been held up two months earlier.)

OTH he and his brother plained, also toward the Sowere often subtle in their re- viet Union and the invasion plies, and they gave an inter- of Czechoslovakia; but the esting explanation for the greatest coverage was given movement's secrecy about to the potential of a guertheir acts of robbery and rilla movement in Chile. Some sabotage. They were not cer- of the sections contained a tain that the masses would bibliography, citing understand an act like the sources as Lenin, Trotsky, holdup of a bank because in Althusser, so organized a country-or-studies sponsored by the ganized, that is, for pragmatic United Nations. In that period gains-such an action might of preparation which is the seem abstract, difficult to un- first stage of their movement, derstand as one done on the there seemed to exist no masses' behalf. Yet they felt question they had not considthat people responded better ered. than they had expected: no indignation on the part of the tion had been affected in the lower middle class, favorable last months since the Governtreatment generally by the ment actively press, and the obvious sym- suppress them. "We have pathy of ordinary people. grown," Enriquez replied. I "The fact that the 15 to 20 of started to ask how many us that the Government members they have but becaught is evidence that we the question. "Thousands and have found support."

Since they are so opposed laughed, too. Releaste 2000/08/160 CPAL RDP 80 - 0,000 1 R 000 400 27000 the Commuwere going to do something spoiled darlings of the upper

swered. "No. We do not think the mass of Chileans would understand that-not now--and the petite bourgeoisie might be pushed to the extreme Right."

As with the Brazilians, when I questioned them about their tactics and strategy in the light of the Cuban experience and the writings and example of Che Guevara, their almost impatient response could be summed up as, "All right, we son well-armed strugglebut from now on the rest is of our making." They spoke of the four stages their movement would follow, the last being a revolutionary war in the cities and countryside. but along the way they would not confine themselves to military actions alone but work also in the many workers' organizations.

Enriquez promised me a copy of their program, and a mimeographed document of some 150 legal-size pages was delivered to my hotel the next morning. It gave in detail not only the principles. and program of the M.I.R. but contained an analysis of Chile's problems that constituted an economic and political history of the country. Their position vis-à-vis other left-wing movements was exsuch and economic

I asked how their organizabegan to wants have not yet been gan to laugh before I finished thousands," he said, and

middle class, and asked if and added, "Though they M.I.R. A bitter smile on his face, he replied, "As to spoiled darlings, the action we have taken affected our status." His implication was that the reformism of the Communist party characterized the Communists. "But it is true that few are workers in our organization. There are a few but not enough yet."

After we had talked about an hour, I commented that they had not, in person or in the articles I had read, inveighed against the United States as much as I had expected.

"That is due to the special nature of the domination of our economy. Campesinos [peasants] and workers do not experience, as Cubans did, the presence of the American exploiters — banks, for example, employ few people, etc. On a theoretical level, imperialism is the primary cause of our problems, but on the level of political agitation its character changes."

What would you say to Americans if you were addressing them? "It would depend on which Americans I was talking to," he said, and everyone laughed. He got up and extended a hand, as did his brother. I thanked them -they had run a risk in coming to see me-and both warmed toward me, as if we' were all comrades now for having taken part in a dialogue without betraying one another. "Would you please wait here five minutes after we leave?" he said. He headed for the door, but returned with one more request. "I ask you not to give any physical description."

WHEN they left, the host poured us a drink. We looked at one another and I wondered if my eyes shone as theirs did. I left with the literature student. On the stairs he said, "Isn't he brilliant! He holds all the diverse elements of the M.I.R. together."

"Why does your mother say you are skeptical?" I asked.

"Well," he said, and paused, loath to say it now. "Perhaps I am because they are too sure of themselves, perhaps I know what they must

That reminded me. "Aren't

you going to blindfold me?" "It is not necessary now," he said. "You did not betray them when you were on the way to meet them, so you will not betray them now."

We walked out of a middle-class apartment building, four blocks from my hotel.

there were wApproved For Release 2000/08/16 : CIA-RDP80-01601R000400270001-1

think of medic provider For Release 2000/08/16 : CIA-RDP80-01601R000400270001-1 of them." He paused again,

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Pres. Intelligence, Snc. WORNSTON, C. C. ROOOT

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Latin American politicians are finding that they have to do more than wave the antiimperialist, the anti-U.S., flag to get and keep popular support.

True, it may help, for a time. They may gain a respite by charging that the Central Intelligence Agency is behind a conspiracy against them, or that Washington is plotting their country's economic ruin, or that American companies are ruthlessly exploiting their natural resources.

Talk like that does quickly rally the extremists behind them. And it does fuel the fires of the students and their Marxist-Leninist mentors. But it also creates future problems by whetting appetites of activists who refuse to be placated by anything less than continued, rabid, revolutionary governmental action.

The extremists, however, are the minority, though vociferous, in Latin America, as elsewhere.

Sooner or later, the increasingly sophisticated majorities demand some sort of proof of : the wild accusations. When no substantiation is forthcoming, the self-appointed leaders begin to lose credibility and,

when they become aware their support is declining, in most cases they panic.

That is what seems to be happening at the moment in Peru, Bolivia and, to a lesser extent, Chile.

The Peruvian military managed to get along pretty well for about 14 months, buoyed up by the wave of nationalistic fervor they stirred when they expropriated the U.S.-owned International Petroleum Co.

But a nation like Peru, whose wealth is in its subsoil resources, its agriculture and . its ocean depths, needs a continuing flow of foreign investment for further development.

The biggest pending foreign investment was a \$355 million project involving copper de-Peru, near the Chilcan border. And only U.S. mining interests were ready to tackle it.

-The Peruvian military had to tread carefully in negotiating with the foreigners, both to preserve its zealously cultivated revolutionary image and to avoid being so obnoxious to the investors as to scare them - and their \$355 * million - away.

By WILLIAM GIANDONI **Copley News Service**

At several stages in the ne-Peruvian gotiations, the armed forces lashed out at their critics. They informed the Peruvian newsmagazine Oiga, which opposed any agreement with foreign mining interests, that they did not nced lessons in patriotism. And they banned the circulation of the hemispherically circulated Spanish language newsmagazine, Vision, which favored the project, for daring to report what everybody knew: that there was a division within upper levels of the government on the Cuajonematter.

But, apparently to stifle criticism that they expected from anti-capitalist sectors, the Peruvian junta decreed a press law that, in the words of the Confederation of Workers posits in Cuajone, in southern & of Peru, "substantially modifies the right of freedom of expression and subordinates it to a series of procedures that will signify open coercion in its exercise."

With that, the Peruvian military managed to enrage virtually the entire press corps.

In Bolivia, junta boss Gen. Alfredo Ovando Candia dis-covered that the support he drew from the extremists by

nationalizing the Bolivian Gulf Oil Co., the biggest U.S. investment in the country, lasted only as long as he castigated the company for ex-ploiting Bolivia. But when Ovando refused to go along : with the demands that the remnants of the late guerrilla leader Ernesto (Che) Guevara's band be released from prison, the extremists turned against him.

Anti-junta feeling within Bolivia has reached the point that in one speech Ovando suggested that he might send revolution's the Bolivian enemies before the firing squad. The reaction to that threat, in Bolivia and from abroad, was so stiff that Ovando subsequently backed off, saying that it was just a figure of speech.

From Chile, reports are that political observers say that Radomiro Tomic, the presidential candidate of the ruling Christian Democratic party, has done his cause considerable harm by repeatedly crilicizing the United States and by his insistence on the "non-capitalist road to development."

It was in Chile, too, that Sen. Rene Fuentealba spoke lengthily in the upper house of congress on reports of a Central Intelligence Agency plot government against the Eventually, though, the senator admitted that he had no evidence to back up his charges.

A Spanish version of this dispatch appears elsewhere on

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PORTEMOUTH, OHIO TIMES JAN 1 1970 E - 25,196

The Game's The Same

Some of the late Ho Chi Minh's greatest detractors were compelled, grudgingly, to admire 'his skill in playing Red China against the Soviet Union and extricating from both the maximum in benefits for North Vietnam.

In another quarter of the globe, in Chile, South America, the same sort of game is being played according to Chilean politicians.

A part of the game is for one political figure or party to imply an association between a political opponent and the United States government, expecially the Central Intelligence Agency. This tactic now is employed by practically every political party in Chile.

At first it was only the Communist party in Chile which restored to this type of underhanded plotting but recently all the political parties have taken up the pastime of "seeing" a CIA agent linked somehow to opposing political parties or candidates.

The nature of the game, as it is played in Chile, was revealed recently by one of the politicians who claimed that a charge of collusion with the CIA leveled by one senator was merely a smoke screen. The senator's party, the politician explained, merely wanted to make it seem as if it were tough on the CIA while, in fact, it intended to "go on feeding quietly at the CIA trough."

The politician summed up his anlaysis in these words: "They want it both ways — they need leftist support and imperialist money."

The form of the game is a little bit different but the name is the same — shades of Ho Chi/ Minh.