18 November 1951

Copy No.	3.5(c)

47

CURRENT INTELLIGENCE BULLETIN DOCUMENT NO. NO CHANGE IN CLASS. LI DECLASSIFIED CLASS. CHANGED TO: TS S NEXT REVIEW DATE: AUTH: HR 702 3.5(c)3.5(c)

Office of Current Intelligence

CENTRAL INTELLIGENCE AGENCY

3.5(c)

SECURITY INFORMATION

Approved for Release: 2019/04/02 C02739313

TOP SECRET

SUMMARY

GENERAL.

1. British disturbed by course of Korean truce negotiations (page 3).

NEAR EAST

3.3(h)(2)

- 3. Revolt in Ethiopia becomes more probable (page 4).
- 4. Greece suggests abolishment of UN Balkan Commission (page 4).

WESTERN EUROPE

- 5. Communist-led strike cripples French economy (page 5).
- 6. Italy seeks approval of barter agreement with Czechoslovakia (page 6).

3.5(c)

- 2 -

TOP SECRET

GENERAL

1.	British disturbed by course of Korean truce negotiations:	3.3(h)(2)					
	The United States Embassy in that Foreign Secretary Eden's parliamentary statement on Konglepful in giving "a badly needed confusion over the issues at sover the source of the obstacles placed in the way of a sett flected in the press and "extends even into the Foreign Of comment has questioned in particular the competence of the negotiators as well as the accuracy and completeness of the given out by the UN Commander in Chief.	19 November breat will be ed explanation" take, and doubt lement, is re- fice." Press e present UN					
	Comment: Left-wing criticism has also focused on the lack of British or Commonwealth representation on the negotiating committee; and Prime Minister Churchill on 15 November evidently found it necessary to re-affirm publicly the Government's confidence in UN leadership in Korea.						
		2.2/5/2)					
	ATTIATI DACE	3.3(h)(2)					
	NEAR EAST						
		i					
	- 3 -						
	•						
	TOP SECRET	3.5(c)					

Approved for Release: 2019/04/02 C02739313

4. Greece suggests abolishment of UN Balkan Commission:

The Greek UN representatives in Paris have told US delegates that Greece favors the abolition of the UN Balkan Commission without

- 4 -

3.3(h)(2)

TOP SECRET

replacement by a new body and without the continuance of observers in the field. Greece fears that continued UN supervision of its borders implies a weakness and so jeopardizes its position in NATO. Greece, moreover, does not wish its frontier case to reappear on the General Assembly agenda, especially since there is an almost complete absence of significant frontier incidents.

Comment: Abandoning its original contention that the Commission should be retained, Greece recently expressed itself as sympathetic to the US view that the Commission should be replaced by a subcommittee of the Peace Observation Committee without Soviet or Satellite members. More recently, however, Greek spokesmen have been very critical of the Observation Committee and expressed the view that the Committee was worse than no UN supervision at all.

3.3(h)(2)

WESTERN EUROPE

5 .	Communist-led	strike	cripples	French	economy:
	The second secon				Occasion,

The American Embassy in Paris sees no early solution for the serious strike by which French Communists are obstructing the strategic French coal industry. The Government

nas so far shown no willingness to back down while such a large-scale strike is under way, and it now seems likely that the walkout will spread to the important Saar and Lorraine basins. Despite the opposition of Socialist union leaders, the Socialist locals have been unable to withstand the pressure from the rank and file and have joined the strikers.

By curtailing medical benefits which French miners have enjoyed for over 50 years, the Government precipitated the strike and presented the Communists with a perfect situation to exploit economic grievances for political ends.

Comment: Premier Pleven has described the 1951 coal shortage as the greatest problem currently facing France. The Government has recently declared its intention of curtailing coal imports from dollar sources. Even with their current imports, estimated at over

- 5 -

TOP SECRET

3.5(c)

15 million tons for the year, the French are still unable to lift steel production over 85% of capacity. The loss of as much as one week's production will be a serious blow to the French economy.

In view of the speed with which this strike has mushroomed, the Government can be expected to offer an early compromise in order to prevent a greater loss to the defense effort.

6. Italy seeks approval of barter agreement with Czechoslovakia:

COCOM embargo.

agreement.

3.3(h)(2)

The Italians are pressing the Coordinating Committee on East-West Trade (COCOM) for approval of a barter agreement which provides mainly for the exchange of Italian ball bearings against Czechoslovak special steels, coal, cellulose, and other goods. Sixty percent of the ball bearings are types now embargoed, but private contracts covering their delivery were made prior to the

The Italians are defending the barter agreement on the basis that 90 percent of the Czech counterpart deliveries are raw materials essential to the Italian economy, that such raw materials are in short supply in the West, and that a rupture in Italo-Czech trade may result if the agreement is not approved. Because further delay would compromise the export of certain seasonal Italian products.

the Italian Government has already begun to implement part of the

Comment: This situation, in essence, high-lights the difficult position in which the Italians find themselves as a result of their lack of natural resources. In return for important quantities of coal, wheat, manganese, and other raw materials from the Communist bloc, the Italians feel they must export a certain minimum of strategic items.

<u>.</u> 6 .

TOP SECRET