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SE ZRET CENTRAL INTELLIGENCE AGENCY - ROUTINE Intelligence Information Cable TDCS -314/06626-65 INDONESIA COUNTRY (7) 医艾丁二 14 MAY 1965 _ DISTR 13 MAY 1965 DATE OF INFO. 1.5(c)(i) ESTIMATE THAT PKI ACTIVITY WILL CUL-3.4(b)(1)(4) MATE WITH MASS ACTION AGAINST U.S. AND JAPANESE EMBASSIES 2. ATTEMPT OF CHAERUL SALEH TO GAIN SUPPORT OF ANTI-AIDIT COMMUNISTS PLACE & IN 67Ø56 REF 1.5(c) DATE ACQ. 3.4(b)(1) FIELD REPORT NO. SOURCE AND APPRAISAL 1.5(c)(d) 3.4(b)(1)(6) 1.5(c)(d) 3.4(b)(1)(6) INCREASED PKI (INDONESIAN COMMUNIST PARTY) ACTIVITY DURING THE MONTH OF MAY. THIS ACTIVITY TO CULMINATE IN MASS ACTION IN THE 1.5(c)(d) 3.4(b)(1)(5) FORM OF VIOLENT DEMONSTRATIONS AGAINST THE EMBASSIES OF THE COMMUNIST UNITED STATES AND JAPAN. to onclude interchization affecting the National Defense of the United States within the meaning of the Espionage 8, U.S.C. Secs. 793 and 794 the transmission or revelation of which in any manner to an unauthorized person is Laws. Title 8, U.S prohibited by law.

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CHINA IS PRESSURING THE PKI INTO ANTI-JAPANESE ACTIVITY IN
THE HOPE OF DISRUPTING JAPANESE-INDONESIAN TRADE RELATIONS,
SINCE THE JAPANESE TRADE WITH INDONESIA IS HURTING THE
COMPETITIVE CHINESE DOMMUNIST TRADE.

- 2. THE PKI PLANS TO INCREASE ITS NUMBERS OF SYMPATHIZERS IN THE PN-PDN (STATE ENTERPRISES AND STATE COMMERCIAL OR TRADING ENTERPRISES), AND IS MAKING A MAJOR EFFORT TO GAIN CONTROL OF THE BKTN (FARMERS AND FISHERS COOPERATIVE BANK). CONTROL OF THE BKTN WOULD PROVIDE THE PKI WITH FUNDS WHICH COULD LEGALLY BE USED TO EXPAND PKI CONTROL AND INFLUENCE OVER INDONESIAN FARMERS AND FISHERMEN BOTH OF WHOM REPRESENT A MAJOR TARGET IN PKI PLANNING
- 3. THE PKI IS ALSO LAUNCHING A CAMPAIGN AGAINST CHAERUL SALEH'S KONTRA KARYA (PROFIT SHARING CONTRACTS), WHILE THE PKI CLAIMS TO BE OPPOSED TO PROFIT SHARING PLANS, THE PKI IS REALLY SEEKING TO GAIN CONTROL OF THE MANAGEMENT BOARDS OF PROFIT SHARING DEVELOPMENTAL PROJECTS, AND IS USING THE ATTACK AGAINST THE CONTRACTS ONLY AS A BARGAINING POINT.

CHAERUL SALEH IS PRESENTLY ATTEMPTING TO

GAIN THE SUPPORT OF COMMUNISTS AND COMMUNIST SYMPATHIZERS,

WHO ARE OPPOSED TO PKI CHAIRMAN AIDIT, OR WHO HAVE BECOME

DISAPPOINTED WITH THE PKI MOVEMENT. SALEH HAS GAINED THE

SUPPORT OF WIKANA, A MEMBER OF THE CENTRAL COMMITTEE OF THE

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IN 67Ø56.

TDCS -314/06626-65 PAGE

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PKI; SIDIK KARTAPATI WHO WAS FORMERLY THE HEAD OF THE PEASANTS FRONT; MINISTER OF JUSTICE ASTRAWINATA WHO FEELS THAT HE IS NO LONGER CONSIDERED USEFUL BY THE PARTY; AND HANAFY WHO IS DISAPPOINTED IN THE PKI.

- TDCS-314/04225-65) FOR

 CONFIRMATION OF SALEH'S RAPPROACHMENT WITH WIKANA, WHO IS GENERALLY

 CONSIDERED TO BE PRO-SOVIET. TDCS-314/05553-65) 3.4(b)(1)

 RELATES THE PKI'S CONCERN WITH A JAPANESE FORESTRY ENTERPRISE IN

 KALIMANTAN.
- 6. DISSEM: STATE ARMY NAVY AIR CINCPAC ARPAC

END OF MESSAGE