CLASSIFILD MESSAGE

DATE: 14 JUN 54

SEC

ROUTING

DIRECTOR

CIA HISTORICAL REVIEW PROGRAM.

LINCOLN FROM:

RELEASE AS SANITIZED

WH (PBS) (1-3) ACTION:

DCI (4), D/DCI (5), DD/P (L) (6), WH (7), SA/PC/DCI (8)

LINC 3805 (IN 17834) 2220Z 14 JUN 54

·TO: DIR

SLINC CITF:

RYBAT RESUCCESS

RE: LINC 3801 (IN 17753)

- PAGE CONVINCED AND LINC AGREES IMMEDIATE STATEMENT BY AMERICAN COMPANIES NOW SELLING GAS AND FUEL OIL TO WSBURNT TO EFFECT THAT WILL NO LONGER DO SO WOULD HAVE TREMENDOUS EFFECT PARTICULARLY ON WSBURNT ARMY. BASIS FOR STATEMENT.
- A. CAN NO LONGER SELL TO REGIME WHICH CLEARLY ALLIED WITH INTERNATIONAL COMMUNISM AND FAILS RECOGNIZE NORMAL LEGAL RIGHTS OF OTHERS OR OBLIGATIONS TO OTHERS.
- IN SALVADOR REPORTED AS SAYING SLOWDOWN OR STOPPING OF SHIPMENTS HAS GOOD LEGAL BASIS THIS TIME SINCE WSBURNT IN DEFAULT ON PAYMENTS. THIS CAN BE COMBINED WITH PARA A AS BASIS FOR ACTION.
- PBPRIME STATEMENT SUGGESTED IN REF. COULD BE EXCELLENT GROUND FOR COMPANY POSITION, I.E. POSSIBILITY WANTON DESTRUCTION MAKES IT UNWISE RISK STORAGE FURTHER SUPPLIES AT COMPANIES EXPENSE. SUCH RISK ALSO UNACCEPTABLE BASED ON EXISTING EXTREME UNREST

SECRET

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ACCENTUATED BY WAVE ARRESTS WITHOUT CHARGES OR WARRANTS AND OUTLAWING CONSTITUTION.

- 2. WORRIES COMPANIES PREVIOUSLY HAD ABOUT LOSING MARKET NO LONGER APPLICABLE THIS PERIOD EMERGENCY. COULD ARGUE THAT SINCE EMERGENCY TEASURE IT SHOULD ONLY LAST FOR SHORT PERIOD NECESSARY TO SEE DIRECTION UNREST WILL LEAD. ALSO SUGGEST STRONG PATRIOTIC PITCH TO COMPANIES ON BASIS THAT TO CONTINUE SHIP WOULD BE AID TO COMMIES WHILE CEASING TO DO SO WOULD BE GREAT HELP TO LOCAL NON-COMMIES IN THEIR OBVIOUS OPPOSITION TO REGIME.
- 3. EVEN IF IMMEDIATE ACTION BY COMPANIES REFUSED, STILL IMMEDIATE STATEMENT BY COMPANIES (OR AT LEAST ONE COMPANY) THAT SERIOUSLY CONTEMPLATING SUCH ACTION WOULD BE A SECOND BEST BUT STILL VERY USEFUL.
- 4. ANY ACTION ALONG THESE LINES EVEN THOUGH BY PRIVATE CONCERNS WOULD BE INTERPRETED BY WSBURNT ARMY AS FURTHER EVIDENCE PBPRIME CONVICTION THAT REGIME MUST CO AND HAVE MOST CONSTRUCTIVE EFFECT. AS IN REF VALUE THIS MOVE DIRECTLY RELATED TO TIMING WHICH SHOULD BE SOONEST MAKING IT A PART OF SERIES EVENTS EACH DERIVING ADDITIONAL POTENCY FROM CUMULATIVE EFFECT.

END OF MESSAGE

CABLE SECRETARIAT COMMENT:

MR. ESTERLINE AND MR. WISNER NOTIFIED OF RECEIPT OF THIS MESSAGE AT 1830 14 JUNE.