TOTILE NO.	CL TFIED HESSA	GE E TOTAL	CODIES 7	REPRODUC	T10% PROMIBITED
£2740Y	PEPSON/UNIT NOTIF	PEPSON/UNIT NOTIFIED		FF RR	CA CI
MADRID ME 3	RID COPY	10VANEE COPY	Ø	UNIT	CGIE T
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REF DIR 85729

- 1. DCM WALKER WAS CALLED TO FORNOFF BY SR. ANGEL SAGAZ,
  DIRECTOR GEN OF NORTH AMERICAN AFFAIRS. ALSO PRESENT WAS
  SR. PEDRO SALVADOR DE VICENTI, DIRECTOR OF CENTRAL AND SOUTH
  AMERICAN AFFAIRS.
- 2. SAGAZ SAID FORNOFF HAD READ CUBAN ALLEGATIONS OF OLIEN INVOLVEMENT IN CONSPIRACY AGAINST CASTRO. COMMENTED GOS AWARE FACT ARTIME WAS IN MADRID ABOUT A YEAR AGO.
  - : 3. WALKER REPLIED ACCUSATIONS AGAINST OLIEN WERE FALSE.
  - 4. SAGAZ CLAIMED HE ACTING ON OWN INITIATIVE IN BRINGING
    UP CASE WITH WALKER AND NOT AS RESULT ANY COMPLAINT FROM CUBAN
    AUTHORITIES.
  - 5. SAGAZ THEN SAID IT KNOWN OLIEN HAS MADE TRIPS TO BILBAO WHERE MANY ACTS OF SABOTAGE HAVE TAKEN PLACE AGAINST CUBAN SHIPS BEING BUILT THERE. WALKER REPLIED NEITHER OLIEN NOR HIS ORGANIZATION INVOLVED IN ANY SABOTAGE ACTIVITIES IN SPAIN.
    - 6. SAGAZ THEN COMMENTED THAT FOR NOFF COGNIZANT OF FACT OLIEN

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WEEKS IN CLOSE COOPERALION WITH THE

- 7. ALTHOUGH SAGAZ DENIED IT WALKER, IS OF OPINION CUBAN GOVT MAY HAVE REGISTERED COMPLAINT AND THAT SAGAZ GOING THROUGH THECESSARY MOTIONS."
- 8. OLIEN NOT AVARE OF SAGAZ-WALKER CONVERSATION UNTIL AFTER
  IT HAD TAKEN PLACE. OLIEN TOLD WALKER SAGAZ' LINKING OLIEN WITH
  BILBAO SABOTAGE INCIDENTS ENTIRELY GRATUITOUS. FACT OF MATTER IS
  OLIEN HAS NOT BEEN IN BILBAO SINCE G MARCH 1964. OLIEN
  ALSO REMINDED WALKER THAT QUOTA HAD DETERMINED THAT FIRE ON GUISA
  WAS ACCIDENTAL AND NOT SABOTAGE AND THAT QUANTUM/30 HAD EXPRESSED
  BELIEF THAT MOST RECENT FIRE ON FISHING VESSEL PARGO MAY HAVE BEEN
  WORK OF THE CUBANS THEMSELVES.
- 9. WALKER SUGGESTED OLIEN MENTION TO QUANTUM/30 FACT THAT FORNOFF HAD CALLED HIM IN TO DISCUSS CUBAN CHARGES. OLIEN WILL DO SO WHEN HE LUNCHES WITH QUANTUM/30 ON 10 MAR.
- 16. OLIEN BRIEFED CHIEF PBSWING GRALLY ON 9 MAR. NEITHER HE NOR DCM LEAST BIT PERTURBED BY THE INCIDENT. SECRET
- CFN: 7424 85729 DCM WALKER FORNOFF SR. ANGEL SAGAZ NORTH AMERICAN SR. PEDRO SALVADOR DE VICENTI CUBAN CLIEN CASTRO GOS ARTIME