

10 OCT 68
MUNICH

PRIVY, SUAI, NASO

ROUTINE:	LCND:	ATHE:	VIEN:	
FERN:	NRW:	FRAN:	SIAM:	SECS:
BERN:	NRID:	SECO:		
CAIR:	DART:	REY:	RACE:	
JILD:	ROSE:	ENAR:	AKMA:	
QUIT:	HARD:	SAIL:	SEUS:	

PBRAND

WEEKLY BRIEF (NOFORN IN QUANTA: ~~SECRET~~)

~~REORGANIZATION~~ REORGANIZATION OF CUBAN AIR DEFENSE SYSTEM: MISSILE-SITE RELATIONS AND FIGHTER REDEPLOYMENTS SUGGEST A SHIFT FROM ISLAND-WIDE COVERAGE TO POINT DEFENSE OF MAJOR INSTALLATIONS BEFORE TRANSFERRING THE SYSTEM TO CUBAN CONTROL. THE CHANGE TO MORE COMPLICATED SAM GUIDANCE RADAR EQUIPMENT, APPARENTLY BEING MADE BEFORE CUBANS BEGIN FIELD TRAINING, HAS REDUCED RANGE CAPABILITY. MIG-21S HAVE BEEN DEPLOYED FROM THE TRAINING BASE TO THREE OTHER AIRFIELDS, POSSIBLY AS PART OF THE OVERALL REORGANIZATION OF THE AIR DEFENSE SYSTEM.

1. SINO-SOVIET RELATIONS MAY BE APPROACHING NEW CLIMAX. THERE ARE GROWING INDICATIONS THAT SOVIET LEADERS ARE CONSIDERING CONVENING A NEW INTERNATIONAL COMMUNIST MEETING, PRESUMABLY TO EXPLOIT PEIPING'S REJECTION OF THE NUCLEAR TEST BAN TREATY. DECISION TO CALL SUCH A

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CONFERENCE, ORGANIZED ALONG LINES THE CHINESE COULD NOT ACCEPT, WOULD INDICATE A DELIBERATE EFFORT TO PROVOKE SOME CHINESE ACTION WHICH THE USSR COULD EXPLOIT AS PEIPING'S FORMAL VOLUNTARY SEPARATION FROM THE COMMUNIST MOVEMENT.

2. CHINESE COMMUNIST NATIONAL DAY: FOR THE FOURTH CONSECUTIVE YEAR, THE CELEBRATIONS AVOIDED GOASTS OF MILITARY AND ECONOMIC STRENGTH. SPEECHES WERE DELIVERED ^{WIDE} ABOUT DOMESTIC AND FOREIGN POLICIES AND CAUTIOUS ABOUT ECONOMIC PROGRESS AND PROSPECTS.

3. COMMUNIST CHINA - NORTH KOREA: LIU SHAO-CHI'S VISIT TO NORTH KOREA WAS A NET EFFORT TO TIGHTEN POLITICAL, MILITARY AND ECONOMIC TIES. HE APPARENTLY FAILED IN HIS ATTEMPTS TO ENTHRAL THE KOREANS EVEN MORE DEEPLY IN THE GOOD-SOVIET STRUGGLE. THE COMPOSITION OF HIS DELEGATION SUGGESTS MAJOR SUBSTANTIVE MATTERS WERE ON THE AGENDA.
(CONT)

4. SURFACE-TO-AIR MISSILE DEVELOPMENTS IN COMMUNIST CHINA: XINJIANG CONSTRUCTION OF SITES, DESPITE LACK OF SOVIET AID, SUGGESTS CHINA IS DEVELOPING A CAPABILITY TO PRODUCE SURFACE-TO-AIR MISSILES AND RELATED EQUIPMENT WHICH WILL BE INSTALLED AS IT BECOMES AVAILABLE. UP TO NOW, ONLY ONE OF THE 14 COMPLETED SITES IS KNOWN TO HAVE BEEN

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EQUIPMENT NECESSARY TO FIRE A MISSILE.//

5. DEVELOPMENTS IN COMMUNIST GRAIN PURCHASES. IT NOW SEEMS CERTAIN THAT THE USSR WILL IMPORT AT LEAST 11 MILLION TONS OF WHEAT. CHINA HAS NOT YET STARTED NEGOTIATING CONTRACTS FOR 1964 DELIVERY, BUT IT WILL PROBABLY NEED ABOUT 5 MILLION TONS. THE EUROPEAN SATELLITES HAVE BEGUN BUYING WHEAT IN THE WEST. SOVIET NEWSPAPERS ARE POINTING TO A MOUNTING PROBLEM OF WIND EROSION OF THE SOIL IN THE NEW LANDS. (CONF)

6. PETR IVACHUTIN://NEW SOVIET MILITARY INTELLIGENCE CHIEF. THE APPOINTMENT OF A DEPUTY SECRET POLICE CHIEF TO REPLACE IVAN SEROV WHO WAS SACKED AFTER THE FERROVYKY CASE, PROBABLY EMBODIES SIGNALS A SECURITY CRACK-DOWN WHICH COULD LOWER MORALE AND HALT MOSCOW'S INTELLIGENCE COLLECTION EFFORT AT LEAST TEMPORARILY.//

7. LAOS://WITH THE ADVENT OF THE DRY SEASON, COMMUNIST FORCES HAVE RESUMED LARGE-SCALE CONVOY OPERATIONS INTO LAOS ALONG THE RECENTLY REOPENED ROUTE 7. A SUBSTANTIAL INFUSION OF TROOPS AND SUPPLIES FROM NORTH VIETNAM IS INDICATED DURING THE PAST TWO WEEKS. INCREASED CONVOY ACTIVITY HAS ALSO BEEN REPORTED ALONG ROUTE 12 IN SOUTH-CENTRAL LAOS. THESE MOVEMENTS MAY FOREBODE A RENEWAL OF MILITARY

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THE CHRISTIAN DEMOCRATIC UNION (CDU), POLLED 28.9 PERCENT OF THE VOTE FOR A GAIN OF NINE SEATS IN THE PROVINCIAL LEGISLATURE. THE TRADITIONALLY DOMINANT SOCIAL DEMOCRATS DROPPED THREE SEATS EVEN THOUGH THEY HELD THEIR HIGH MAJORITY OF THE VOTE AT ABOUT THE SAME LEVEL--54 PERCENT--AS IN THE LAST ELECTION. THE PRINCIPAL REASON FOR THE CDU SUCCESS APPEARS TO HAVE BEEN THE DETERIORATION OF THE SPLINTER GERMAN PARTY, AND THE RALLYING OF CONSERVATIVE VOTERS BEHIND THE CDU. (CONF)

10. FRANCE: //THE FRENCH NAVY CONTINUES TO GIVE HIGHEST PRIORITY TO THE DESIGN AND CONSTRUCTION OF A NUCLEAR-POWERED, POLARIS-TYPE SUBMARINE, A PROJECT ABSORBING OVER HALF OF THE NAVY'S 1963-64 RESEARCH AND DEVELOPMENT FUNDS. DESPITE PUBLIC CLAIMS THAT THE FIRST SUBMARINE WILL BE AVAILABLE IN 1969, DELAYS IN THE DEVELOPMENT OF SOME COMPONENTS MAKE IT UNLIKELY THAT THE FIRST NUCLEAR BOAT CAN BE DEPLOYED ON STATION BEFORE 1971. //

END OF MESSAGE

J. C. [Signature]

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