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EXHIBIT 1

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REFUGEE (FOR LIAISON) / REFUGEE IN SIAH

USSR MAKING TIME ON SHELLS MOSCOW APPARENTLY DOES NOT WANT AUTOMATIC INCIDENTS TO SPOIL DELICATE ATMOSPHERE, BUT IT HAS GIVEN NOTICE IT WILL RESPOND VIGOROUSLY TO ANY WESTERN MOVE TO ALTER STATUS QUO, PARTICULARLY IN GERMANY.

2. COMMUNIST AID FOR CUBAN HURRICANE DISASTER: THE SOVIET
 FLAG AND COMMUNIST CHINA ARE SENDING EMERGENCY RELIEF SUPPLIES.
 KHRUSHCHEV LETTER HAS OFFERED GWT PROGRAM TO SUPPLY WARE VARIETY
 OF FOOD AND CONSTRUCTION EQUIPMENT AND MATERIALS DURING NEXT YEAR
 AT LEAST SOME WITHOUT CHARGE. ADDITIONAL AID REQUESTS LIKELY TO
 BE FORTHCOMING FROM HAVANA.

3. YUGOSLAVIA AND FINLANDIZED STATES: ENGLAND'S VIEW NOW IS THAT THE WORLD IS NO LONGER DIVIDED BETWEEN EAST BLOCK AND WEST BLOCK. IT SEES A POLITICAL DIVISION BETWEEN THOSE STATES

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சென்னை, 14.12.2019

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WORKING FOR "PEACEFUL COEXISTENCE" AND THOSE AGAINST IT, AND AN
ECONOMIC DIVISION BETWEEN THE DEVELOPED AND UNDERDEVELOPED STATES.
IT NOW SEEMS QUESTIONED ABOUT WHETHER THE UNDERDEVELOPED STATES AS A
GROUP EXIST WITHIN THE "PEACEFUL COEXISTENCE" ^{OF}

4. TENSIONS RISING IN POLAND. THE RUSSIAN'S SCRAMBLE-UP
AGAINST THE COUNCIL HAS AGGRAVATED THE SOULS AND ANGER
AND DISSENT BY INTERNAL ECONOMIC POLICIES. COUNCIL'S PRESTIGE
AND AUTHORITY HAVE DIMINISHED SHARPLY, BUT THE POPULATION FEELS
THERE IS NO BETTER ALTERNATIVE, AND THAT AN ATTEMPT TO CHANGE
THE SITUATION MIGHT PROVOKE SOVIET INTERVENTION.

5. SOVIET-CHINA MILITARY DEVELOPMENTS. SOVIET MILITARY CO-
OPERATION CONTINUES. THE LARGE-SIZED CHINESE MILITARY EQUIPMENT, FORMERLY
CHINESE MILITARY EQUIPMENT, IS SCHEDULED TO ARRIVE IN
CHINA 24 OCT.

6. SOVIET ECONOMIC SITUATION. BRASSERMENT OF THE ECONOMIC
SITUATION CAUSED BY EMERGENCY MILITARY PURCHASES MAY DELAY FINAL
ADOPTION OF THE 1954-55 ECONOMIC PLAN. KHRUSHCHEV'S LATEST
REMARKS FOR AMERICANS ARE FURTHER CRYING A LAST-MINUTE

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REVISED, BUT SIGNS INDICATE THE PROGRAM IS BEING REEVALUATED

7. //FLOODS IN NORTH CHINA: LARGE AREAS OF THE NORTH CHINA PLAIN ARE STILL COVERED WITH WATER AFTER TWO MONTHS, AND AUTUMN HARVESTS, ESPECIALLY COTTON, APPEAR TO HAVE SUFFERED A SERIOUS BLOW. VINTAGE CROP DAMAGE WILL PROBABLY BE REDUCED, AND PLANTING DELAYED.//

8. WEST GERMANY: LUDWIG ERHARD HAS TAKEN OVER CAUTIOUSLY, MAKING FEWER CABINET CHANGES THAN EXPECTED AND STAYING CLOSELY TO THE ADAMS LINE IN FORMULATING HIS GOVT'S POLICIES. ERHARDTAC REPUTED FROM OPPOSITION SOCIAL DEMOCRATIC PARTY HAVE STATED PRIVATELY THEY INTEND TO GIVE ERHARD "WIMPERY" OF ABOUT SIX WEEKS. ON THE OTHER HAND, ERHARD'S REPORTED DISSATISFACTION WITH ERHARD'S PUBLIC STANCE SUPPORTS THE NEW CHANCELLOR'S EARLIEST TROUBLES MAY SPRING FROM WITHIN HIS OWN PARTY. (REF)

9. ^{ITALY} CHANGES HAVE IMPROVED THAT CURRENT SOCIALIST PARTY COURSE WILL FAVOR RECONSTITUTING A CENTER-LEFT GOVT. MEANTIME, NEGOTIATIONS WITH CHRISTIAN DEMOCRATIC PARTY ON DISTRIBUTION OF PORTFOLIOS IN SUCH A GOVT ARE UNDERWAY. PROSPECTS ARE THAT ANY CENTER-LEFT

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...THAT ENEMIES WILL HAVE DIFFICULTY BECAUSE OF THE
ANTIPATHY OF LEFTWING SOCIALISTS AND RIGHTWING CHRISTIAN DEMOCRATS.
EITHER OR BOTH OF THESE GROUPS MAY ONE DAY TRY TO "JUMP" THE GOVT
BY VOTING AGAINST IT ON IMPORTANT LEGISLATION. (CONT)

10. PORTUGAL: INDICATIONS ARE GIVEN HE PREPARED A NEW IN-
ITIATIVE IN THE DISCUSSION FOR AN EXTENSION OF US AIRBASE RIGHTS
IN THE ARMS WHICH BEING IN DISCUSSION. THERE IS LITTLE LIKELIHOOD
THE PORTUGUESE GOVERNMENT WILL RELINQUISH LEVERAGE THEY FEEL THEY
OBTAIN ON THE US AS LONG AS THEY REFUSE TO PASS MORE THAN A SHORT-
TERM EXTENSION. THIS, SAID CARVALHO, WILL PROBABLY RESULT IN ONLY
ONE YEAR EXTENSION.

11. FINLAND: PRESIDENT KIVIMAKI HAS FINALLY ACCEPTED THE RE-
SIGNATION OF THREE LEFTIST TRAIT WHICH SIGNIFIERS WERE HAVE TO
LEAVE THE GOVT LAST AUGUST COMPLICATED THE CABINET CRISIS WHICH
IS STILL UNRESOLVED. FINDING REPLACEMENTS WILL NOT BE EASY. UNLESS
THE IMPASSE IS BROKEN, THE FINNS MAY HAVE TO SETTLE FOR A GOVT
OF CIVIL SERVANTS. (CONT)

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12. //A SETTLEMENT OF SORTS MAY NOT BE REACHED ON THE
DETERMINED BASIS. US AND REC AGREED LAST WEEK TO HAVE SECRETARY
GENERAL OF GATT APPOINT A NEUTRAL PANEL TO RENDER AN ADVISORY
OPINION ON THE VALUE OF THE COMMERCE AFFECTED BY THE TARIFF
REDUCTIONS ON US POLARITY WHICH WERE WITHDRAWN IN 1961. THIS
OPINION IS EXPECTED EARLY NEXT MONTH. ANOTHER PROBLEM CONCERN
SETTLEMENT WILL NOT ADDRESS THE QUESTION OF WHETHER THE US WILL
RETAKE REC OUTLETS FOR OTHER AND MORE IMPORTANT FARM PRO-
DUCTS.// (CONF)

13. MOROCCO: CONTINUING CONFLICTS ALONG THE MOROCCAN-ALGERIAN
BORDER, MOROCCO APPARENTLY IS ENFORCEING ITS TERRITORY ALONG THE EN-
TIRE LONG BORDERLINE. MOROCCO CLAIMS TO HAVE REPEATED ALGERIAN AT-
TACKS ON SMALL OUTPOSTS EAST OF THE LINE, BUT HAS MADE NO EFFORT
TO RECAPTURE THE BORDER POST AT ~~THE BORDERLINE~~ OF OUADE-EL-CHER.
THE ALGERIANS, FOR THEIR PART, HAVE MOVED SOME OF THEIR HEAVY EQUIP-
MENT AND ARMED AND THEIR FIVE ~~RECONSTRUCTION~~ MIG-19 AIRCRAFT TO THE
BORDER AREA, ESPECIALLY IN THE OUADE-EL-CHER AREA. BOTH GOVERN-
MENTS ARE PRESSING FOR OUTSIDE ASSISTANCE, MOROCCO FROM WESTERN

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SOUKORS AND ALGIERS APPARENTLY FROM LIBYA. MEDIATION ATTEMPTS ARE CONTINUING BY OTHER AFRICAN COUNTRIES BUT HAVE SO FAR FOUNDERED OVER MOROCCO'S REFUSAL TO EVACUATE TWO SOVIET-BORN BURNER POSTS TAKEN LAST YEAR, AS BEN BELLA DEMANDS.

4. /CONGO: PRESIDENT KASAVUBU DECLARED A STATE OF EMERGENCY FOR THE CITY OF LEOPOLVILLE ON 20 OCTOBER AND NAMED A THREE MAN COMMITTEE UNDER DEFENSE MINISTER ANATY TO HELP FIGHT NEAR MILITARY LAW. FUMINE ADOULA IS STILL IN OFFICE, BUT THE EMERGENCY COMMITTEE IS MAKING THE DECISIONS WITH THE BACKING OF ARMY CHIEF KIMOTO. THE COMMITTEE IS FACING MOUNTING LARGE DISSENSION AS LARGE LEADERS HAVE DENOUNCED ITS ESTABLISHMENT. A CIVIL SERVICE STRIKE BEGAN ON 22 OCTOBER AND STRIKING TEACHERS HAVE IGNORED ANATY'S ULTIMATUM TO RETURN TO WORK. LEFTIST EXTREMISTS ARE CONTINUING THEIR EFFORTS TO GAIN POWER. THEY APPARENTLY HAVE SUCCEEDED IN DISAFFECTING SOME OF KIMOTO'S ELITE PARACOMMANDOS AND SEVERAL OF THEM ARE IN CRAZIA VILLE TALKING OF SETTING UP A GOVERNMENT IN KINSHASA.

15. SOUTH KOREA: FOLLOWING JUNTA LEADER PAK CHUNG-HUI'S NARROW VICTORY IN THE 15 OCTOBER PRESIDENTIAL ELECTIONS, THE REGIME IS PREPARING TO RUN FOR A FURTHER MAJORITY IN THE 26 NOVEMBER ELECTIONS.

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NATIONAL ASSEMBLY ELECTIONS. NAM HAS BEEN RECALLED TO A FOREIGN COUNTRY.
CHIEF KIM CHONG-PIL BACK FROM AN EIGHTY SEVEN DAY TRIP. BUT
BECAUSE OF HIS BEHAVIOR DURING THIS TRIP HIS REPUTATION HAS
DROPPED WITHIN THE REGIME AS WELL AS BETWEEN IT AND THE OPPOSITION. IN THE
PRESIDENTIAL ELECTION THE REGIME APPEARS TO HAVE RELIED HEAVILY ON
INDIRECT PRESSURE RATHER THAN ON DIRECT SUPPORT IN ORDER TO WIN
AGAINST THE GROWING DISSENT AND GROWING DISAFFECTION ON THE AUTHORITARIAN RULE
AND WITH THE REGIME'S ECONOMIC RECORD. THE ARMY'S HEAVY ANTI-NAM
VOTE APPARENTLY REFLECTS THIS FEELING. ESPECIALLY IN THE LOWER RANKS
AND SENIOR OFFICERS SCARCELY CAPABLE TO SUPPORT NAM, IF ONLY FOR
LACK OF AN ATTRACTIVE ALTERNATIVE. (CONF)

16. SOUTH VIETNAM: THE ANNIVERSARY OF SOUTH VIETNAM'S NATIONAL
DAY ON 26 OCTOBER AND THE PRESENCE OF NUMEROUS FOREIGN DELEGATIONS
IN SAIGON MAY TEMPT OPPOSITION GROUPS AND VIOLENCE GROUPS TO TRY
TO PROVIDE DISORDERS IN COMING DAYS. ARRIVAL OF THE UN OBSERVER
MISSION THIS WEEK PARTICULARLY FORCES FRAGILITY FOR THE VIET CONGO GOVERNMENT,
WHICH HAS TAKEN STEPS TO PRESENT APPEARANCE OF HARMONY IN BUDDHIST
COMMUNITY. BUDDHIST GROUP AND STUDENTS MAY NEVERTHELESS RESORT TO
DEMONSTRATIONS, STRIKES, AND FURTHER SUICIDES TO FOCUS ATTENTION ON

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THEIR GRIEVANCES. PRESIDENT DIEM AND HIS GOVERNMENT ARE CONTINUING TO SHOW THEY ARE PREPARED TO RISK SUBSTANTIAL REDUCTIONS IN US ECONOMIC AID RATHER THAN BOW TO PRESSURES FOR POLITICAL REFORMS. THEY HAVE APPARENTLY BEGUN TO PROBE ALTERNATIVE SOURCES OF FUNDS, AND MAY USE THE CURRENT SAIGON MEETING OF THE ASIAN PEOPLE'S AND COMRADE LIG LEAGUE, A NON-GOVERNMENTAL INTERNATIONAL GROUP AS A STAGE FOR COMPLAINTS AGAINST THE US. THE HEAVY POLITICAL ATMO-S-PH-ER-E STILL HAS NO DISCERNIBLE EFFECT ON THE MILITARY EFFORT AGAINST THE VIET CONG.

17. LAOS: NEUTRALIST LEADERS IN VIETNAM ARE TRYING TO FORESTALL A RESUMPTION OF INTER-FAC-T-I-O-N-A-L FIGHTING BY REVIVING THE TEMPORARY COALITION GOVERNMENT WHICH WAS CREATED IN 1960 ONLY ABOUT THE TWO PATHET LAO MINISTERS VISITED LAST APRIL. MINISTER OF INTERIOR PHENG PHONGSAVAN, THE HARKING NEUTRALIST DURING PHILIPIN SCOVANNA'S CURRENT VISIT TO LAOS AND HONGKONG, SAID HE IS GOING TO ANNOUNCE FOR SCOVANNA TO MEET WITH PATHET LAO CHIEF PHOUK KHAMPHOUANGVONG WHEN THE FRONTIER RETURNS ABOUT 6 NOVEMBER. HONG LE SHANVILLE HAS RESUMED COMMAND OF THE NEUTRALIST FORCES ON THE PLANT DES JARRES FOLLOWING HIS RETURN FROM AN EXTENDED VISIT TO THE US. GENERAL ANNA NOW REMAINS SUBORDINATE TO HONG LE IN THE NEUTRALIST MILITARY

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HIERARCHY, AND WILL WATCH AFFAIRS IN THE CAPITAL IN CONNECTION TO THE
THE PREMIER'S SPECIAL MILITARY CABINET. KONG LE SAYS THE RUSSIANS
OFFERED MUNITIONS SUPPORT TO HIS FORCES, BUT ATTACHED CONDITIONS
THEY KNEW WERE PROBABLY INSURMOUNTABLE.

18. EGYPT: EGYPT'S PETROLEUM INDUSTRY IS ON THE VERGE OF BECOMING
SELF-SUFFICIENT AT A TIME WHEN THE REGIME IS ENCOURAGING PARTICIPATION
BY WESTERN INTERESTS. SOVIET-FINANCED EXPLORATION AND CONSTRUCTION UNDER
A 1958 AGREEMENT ARE NEARING COMPLETION. TWO YEARS OF DO-IT-YOURSELF
HIGH COST EXPLORATION AND MARKETING IN THE FACE OF A WORLD SURPLUS
HAVE PRODUCED A CHANGE IN CAIRO'S ATTITUDE, AND IN MID-1963
PETROBRAS WAS REQUESTED FOR A FURTHER NATIONALIZING AGREEMENT
ENDING VENTURES. THE ITALIAN STATE-OWNED ENI GROUP, THE ONLY
IMPORTANT WESTERN PRESENCE DURING THE LAST TWO YEARS, WILL SOON START
TO EXPLORATE TWO NEW TRACTS UNDER TERMS OF A CONCESSION FORMALIZED IN
MID-OCTOBER, AND LATER THE SAME GROUP A SIMILAR DEAL FOR EXPLORATION
IN THE WESTERN DESERT WAS CONCLUDED WITH PHILIPS PETROBRAS. (CONT)

19. GREECE: IN THE CAMPAIGN FOR THE 3 NOVEMBER PARLIAMENTARY
ELECTIONS A CLOSE STRUGGLE IS DEVELOPING BETWEEN FORMER PREMIER
KARAMANLIS' CONSERVATIVE NATIONAL RADIANT UNION AND THE NEW

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NON-COMMUNIST OPPOSITION GROUP, THE CENTER UNION KARAMELIS APPEARS TO BE AROUSING LESS ENTHUSIASM THAN PREVIOUSLY, AND AFTER SIX YEARS IN OFFICE IS SUFFERING FROM THE "TIME FOR A CHANGE" PSYCHOLOGY. THE CENTER UNION IS FEATURING A STRONG APPEAL TO GREEK NATIONALISM AND PARTY LEADER PAPAIOANNOU HAS ACCUSED KARAMELIS OF "SUBMISSIVENESS TO FOREIGNERS" IN REFERENCE TO HIS CLOSE TIES WITH THE UNITED STATES. PAPAIOANNOU HOPES TO SEE GREEK PEOPLE GRATE TO KARY KARAMELIS A WORKING MAJORITY. THE COMMUNIST-DOMINATED UNITED DEMOCRATIC LEFT, THE THIRD LARGEST PARTY, HAS FAILED TO FORM A POPULAR FRONT BUT HAS TURNED ITS STRONGEST TO THE CENTER UNION IN LAST PLACE IS THE CASE OF CHRISTOS KARAMELIS. (CIVIL)

END OF MESSAGE

James A. [Signature]

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