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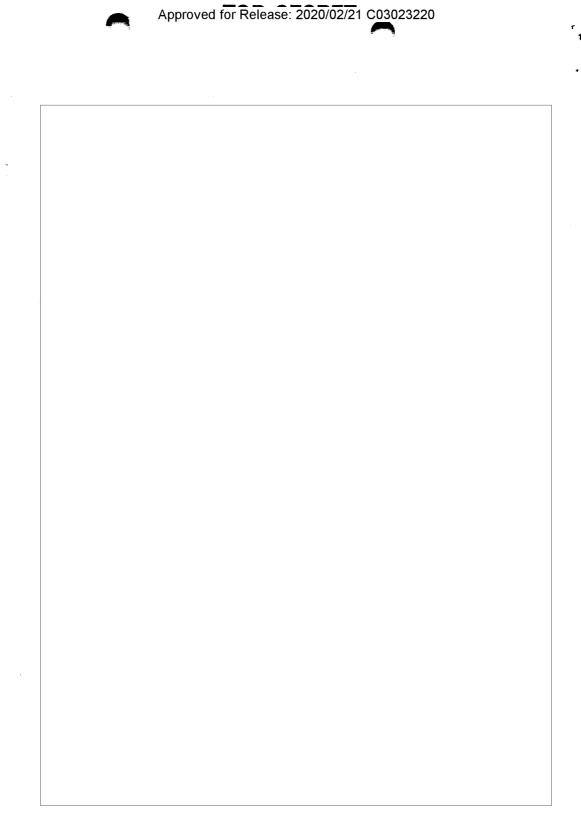
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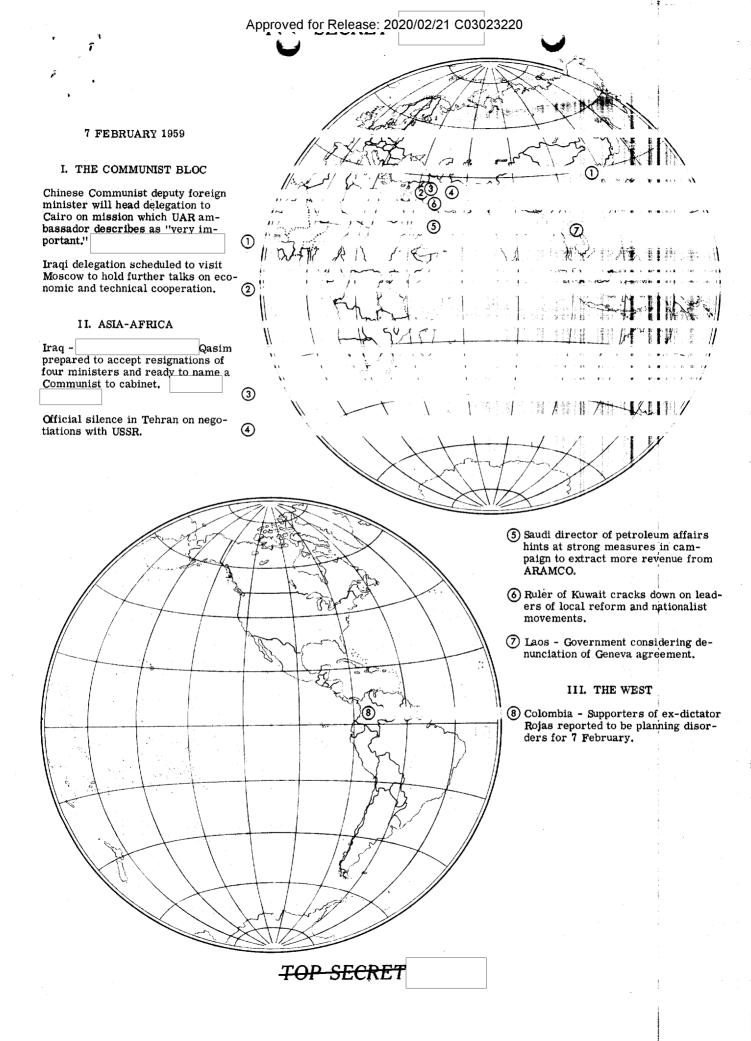
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CENTRAL INTELLIGENCE BULLETIN

7 February 1959

DAILY BRIEF

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I. THE COMMUNIST BLOC

Communist China - UAR: A Chinese Communist Foreign Ministry delegation headed by a vice minister will leave on 9 February for a visit to Cairo, with stops in Rangoon and New Delhi. The UAR ambassador in Peiping assessed the visit as "very important," and one which would probably affect Peiping's policy toward Cairo.

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USSR-Iraq: An Iraqi delegation is scheduled to visit the Soviet Union shortly to hold further talks on economic and technical cooperation. The Soviet economic and technical assistance mission, which since early January had been discussing Soviet participation in Iraq's new development program, has now left Baghdad for Moscow. The Soviet mission reportedly has quoted offers to Baghdad below Western bids on certain projects. (Page 2)

II. ASIA-AFRICA

<u>Iraq:</u> Prime Minister Qasim may be prepared to accept the resignation of the four anti-Communist cabinet ministers. There are rumors in Baghdad that Qasim has refused to accept the resignations,

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Qasim is contemplating the appointment of at least one Communist to the cabinet. He is also reported to be considering the appointment of two divisional commanders to cabinet posts—one a Qasim supporter, the other an anti-Communist. Kamil Chadirchi, leftist leader of the National Democratic party and Qasim's close adviser, is expected to agree to the cabinet changes. This may precipitate action by anti-Qasim elements in the army to forestall such a move.

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Iran-USSR: The silence surrounding official circles in Tehran suggests that the Soviet-Iranian treaty negotiations are continuing despite reports that a breakdown was imminent.

Saudi Arabia: (The Saudi director of petroleum affairs,
Abdullah Tariki, has made his strongest criticism of ARAMCO
to date. In his campaign to extract larger profits from
ARAMCO, Tariki hints that Saudi Arabia will conclude more
favorable concession agreements with other companies and
is thinking of such measures as "closing" ARAMCO for a month
in order to dramatize Saudi demands. Tariki hinted

to the American Embassy that Saudi action against

ARAMCO must await other developments, notably a substantial improvement in the Saudi Government's financial position.

(Page 3)

Kuwait: Following antimonarchical speeches and antiIraq demonstrations during the 1 February holiday celebrating the founding of the UAR, the Ruler of Kuwait has moved to
curb reformist and nationalist elements by suspending two local
journals and closing down four of the leading political "clubs."
Leading nationalists have had their passports taken up; some
have been discharged from government jobs; and at least one
has been arrested. These actions are in contrast to recent indications that he intended to appease radical Arab nationalism.

(Page 5)

Laos The Laotian Government is favorably considering a denunciation of the 1954 Geneva Agreement, primarily because of the restrictive military provision which prevents acceptance of American military training facilities. North Vietnam would regard such a step as a potential threat to its security as well as a danger to the Laotian Communist movement, and would probably react with strong propaganda and official protests and possibly increased military pressure on the border.

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III. THE WEST

Colombia: Disorders, including assassinations of government officials, are reportedly planned by supporters of ousted dictator Rojas for 7 February. Assistant Secretary Rubottom is to arrive in Bogota on that day. Recent disturbances have often included an anti-American theme.

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DAILY BRIEF

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I. THE COMMUNIST BLOC

Peiping Vice Foreign Minister to Cairo

A Chinese Communist Foreign Ministry delegation headed by a vice foreign minister, Chang Han-fu, will leave Peiping on 9 February for a visit to Cairo. stopping in Rangoon and New Delhi on the way. UAR ambassador in Peiping assessed the visit as "very important because we have observed indications of changes in their relations with us recently and I expect China's policy vis-a-vis the UAR will be defined as a result of this visit." In the past few months there have been some signs of coolness in Peiping's attitude toward the UAR. These include recent opposition to the UAR's invitation of Yugoslavia to the Afro-Asian Youth Conference and the rebroadcast in December of a speech						
by Syrian Communist leader Khalid Bakdash critical of Nasir's regime.						
While Peiping's early January reporting of Nasir's anti-Communist campaign contained subtle criticism of the program, no Chinese Communist leader has thus far made remarks as strong as the comments of Khrushchev and several other speakers at the Soviet party congress. This silence may be intended to establish a favorable climate within which Chang could attempt to preclude any serious Sino-UAR discord resulting from Moscow's harder line toward Cairo. Part of Chang's assignment probably includes an effort to offset any anti-Chinese opinions expressed by Tito on his extensive tour. Chang's brief stops in Rangoon and New Delhi may						
be intended to reassure his hosts of Peiping's continued interest in finding a solution to unresolved border problems.						
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Soviet-Iraqi Economic Aid Talks

An official Iraqi delegation is to visit Moscow shortly to hold further talks with Soviet authorities on economic and technical cooperation. This suggests that Baghdad has decided to accept the preliminary offers of Soviet assistance. The Soviet economic mission, which recently returned to Moscow after several weeks of exploratory talks in Baghdad, apparently offered to implement 20 of the 50 projects in the new Iraqi development plan, possibly including a steel plant and a tire factory. It also reportedly offered to drill for oil in Iraq's offshore areas.

The Soviet bids were reported to average 20 percent less than Western bids to make up for the fact that Soviet delivery schedules for material will take up to a year longer
than those proposed by Western firms. Recent conditions imposed by Iraq on contractors bidding for development
projects are making it increasingly difficult for Western
firms to compete.

II. ASIA-AFRICA

New Saudi Pressure on ARAMCO Indicated

(The Saudi Arabian Government's difficulties in strengthening its finances by reducing allotments to the royal family are likely to result in increased pressure on the Arabian-American Oil Company (ARAMCO) to step up production to furnish additional revenues. Abdulla Tariki, the strongly nationalist director of petroleum affairs, has already indicated a desire to secure changes in the concession agreement, which he charged was "rigged" to maximize profits for ARAMCO's four parent companies in the United States which really make ARAMCO's policies. Tariki also indicated that he was considering opening discussions with German and Italian oil companies for concessions in the highly promising preferential zone, implying suspicion that ARAMCO's parent companies had discouraged other American oil companies from showing interest in meeting Saudi terms for concessions in this area. He added that the results of Venezuelan efforts to extract better terms from foreign oil companies would strongly influence the action of Arab countries.

Tariki admitted that drastic Saudi action against ARAMCO would not be possible until the country's finances had been further strengthened, the international oil companies' virtual control of world oil markets broken, and sufficient Arab technicians trained. He intimated, however, that ARAMCO must be induced to relinquish vast unused areas of its concession for reassignment to other companies. The Saudis seek new agreements which will permit unrestricted sale of oil and give them a share of the profits from its transportation and retail sale. While Tariki has apparently rejected the idea of nationalization in the near future, he did suggest that he was thinking of such measures as "closing ARAMCO for a month" to dramatize Saudi demands.

Tariki's complimentary references to Crown Prince Faysal during the discussion suggest that he believes Faysal is receptive to the idea of applying pressure for changes in the concession)

budget crisis took is duction in Saudi Ar output in other maj		s took note of the udi Arabia inc er major oil-p	criticism of ARAMCO during the renote of the fact that during 1958 oil abia increased only slightly, while or oil-producing countries in the annead of the previous year.		l pro- e the
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Kuwaiti Ruler Curbs Nationalist Activity

The Ruler of Kuwait has ordered a crackdown on reformist/nationalist activity as a consequence of demonstrations against the ruling family and a series of anti-Iraqi disorders during the celebration of the first anniversary of Egyptian-Syrian unity on 1 February. On 3 February the police were ordered to suspend two local weekly newspapers and to close the four most politically active Kuwaiti "clubs," which in the absence of political parties or representative government are the focus of reformist/nationalist activity. By the next day passports had been withdrawn from the seven most influential nationalist leaders, some of whom were discharged from government jobs and at least one of whom was arrested. These sudden moves will probably intensify nationalist hostility toward the Ruler. He has been trying to appease nationalist sentiment by giving evidence of interest in association with the Egyptiandominated Arab League and Arab Development Bank and by permiting a visit to Kuwait by the commander of the UAR First Army.

The disturbances in Kuwait were made possible by pro-
UAR Deputy Ruler Abdulla Mubarak, who proclaimed 1 Feb-
ruary as a holiday in an apparent bid for reformist/nationalist
favor. The anti-Qasim tone of the celebrations, and similar
views in the nationalist press, strongly suggests Egyptian in-
spiration. A prominent Egyptian radio announcer, present at
the principal nationalist rally, bitterly criticized anti-Nasir
Arab leaders and addressed the crowd as the "owners" of
Kuwait.

III. THE WEST

Disorders in Colombia May Coincide With Assistant Secretary Rubottom's Visit

Rioting, assassination attempts, and an explosive political revelation may take place during Assistant Secretary Rubottom's visit to Bogota which begins early on 7 February.

Followers of ousted dictator Rojas may attempt to cause disorders in Bogota on 7 February, and top Colombian Government officials have been warned of possible assassination efforts. Coincidentally the Communist student organization has called for a renewed protest demonstration against a bus-fare increase. Recent demonstrations over bus fares have often included an anti-Yankee theme.

During the same period Rojas, Senate, may try to prove that Laure bia's most important political figure behind the murder of Jorge Gaitan. the bloody Bogota riots of 1948 and, of Colombia's poor, evidence purpor political leader would be explosive.	eano Gomezcurrently after President Lleras The Gaitan murder spa since Gaitan is still the	Colom was rked e hero

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THE PRESIDENT

The Vice President

Executive Offices of the White House

Special Assistant for National Security Affairs

Scientific Adviser to the President

Director of the Budget

Office of Defense and Civilian Mobilization

Special Assistant for Security Operations Coordination

Soard of Consultants on Foreign Intelligence Activities

Special Assistant for Foreign Economic Policy

Executive Secretary, National Security Council

The Treasury Department

The Secretary of the Treasury

The Department of State

The Secretary of State

The Under Secretary of State

The Under Secretary of State for Economic Affairs

The Deputy Under Secretary for Political Affairs

The Deputy Under Secretary for Administration

The Counselor

Director, International Cooperation Administration

The Director of Intelligence and Research

The Department of Defense

The Secretary of Defense

The Deputy Secretary of Defense

Assistant Secretary of Defense for International Security Affairs

The Secretary of the Army

The Secretary of the Navy

The Secretary of the Air Force

The Chairman, The Joint Chiefs of Staff

Commandant, United States Marine Corps

The Director, The Joint Staff

Chief of Staff, United States Army

Chief of Naval Operations, United States Navy

Chief of Staff, United States Air Force

Assistant to Secretary of Defense for Special Operations

Director for Intelligence, The Joint Staff

Assistant Chief of Staff for Intelligence, Department of the Army

Director of Naval Intelligence, Department of the Navy

Assistant Chief of Staff, Intelligence, Department of the Air Force

Supreme Allied Commander, Europe

Commander in Chief, Pacific

The Department of the Interior

The Secretary of the Interior

The Department of Commerce

The Secretary of Commerce

Federal Bureau of Investigation

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Atomic Energy Commission

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