U.S. Drug Reports Dinter

By MICHAEL SATCHELL, Star-News Staff Writer

While secret intelligence reports over the past 18 months have presented a gloomy assessment of America's worldwide efforts to hamper international narcotics trafficking, the White House and the Justice Department have carefully fostered the opposite image—that the government was making significant gains in the fight against opium, heroin and cocaine smuggling.

In speeches and press releases, officials heralded Turkey's agreement to halt opium poppy production, the increased cooperation with foreign governments and record seizures of narcotics as hard evidence that the battle was well on its way to being won.

Dr. Jerome Jaffe, special consultant to the president on narcotics, and John E. Ingersoll, head of the Bureau of Narcotics and Dangerous Drugs, called them "major breakthroughs" and "milestones in the cooperative effort with foreign governments."

Thursday, the government released a report entitled "World Opium Survey, 1972" that reflected in part what intelligence networks had been saying for months.

But while the report acknowledged that things were not as rosy as pictured earlier, it still glossed over most of the facts and conclusions contained in Central Intelligence Agency and BNDD summaries that suggest the United States has only touched the tip of the world narcotics problem.

These summaries, stamped "Secret, No Foreign Dissemination," survey narcetics production and s m u g g l i n g throughout Asia, Europe, Central and South America.

They detail widespread com-

They detail widespread complicity by officials in several countries, suggest "extralegal" actions the United States could consider, emphasize that the Turkish agreement will have little effect on the U.S. heroin problem, note that Vietnam war requirements have hampered the narcotics fight, and conclude that the massive effort by the United States and other nations has had little real permanent effect on the proved of the countries of the provided of the countries of the countri

Among the major points in the summaries:

e Prohibiting the growth of opium poppies in Turkey is no guarantee against illegal cultivation, which has been around 100 tons a year.

o The Turkish agreement will have minimal impact on well established European smuggling pipelines that will easily switch from Turkey to Yugoslavia, Persia and Afghanistan for opium supplies.

e "Extra-legal actions such as flooding markets with harmless or aggravating heroin substitutes to destroy the trade's credibility, destruction of narcotics factories by hiring criminal or non-official elements, pay-offs of corrupted officials as an income substitute, and defoliation, are highly problematical, but should not be rejected out of hand."

- o The trade cannot flourish without corrupt civil servants and police in key positions. In the "Bulgarian Customs Game" for example, government officials sell to French traffickers opium that Bulgarian customs officials have confiscated from smugglers. The smugglers often pay small fines and can even buy back their own narcotics seized earlier.
- o Despite increased narcotics seizures, no critical shortage has been observed on the illicit market.
- The probability of eliminating the trade in cocaine currently the fastest growing hard narcotic used in the United States is nil.

The CIA and BNDD intelligence summaries spell out in vivid detail the enormous problems facing the United States in trying to curtail the highly organized and immensely profitable international narcotics trade.

Illicit opium production, for example, is estimated at something between 1,200 and 1,400 tons each year. To produce enough heroin to satisfy American addicts and users, only 40 tons of opium are required.

Turkish opium was furnishing about 80 percent of the heroin destined for the United States with the remainder

small amount from the Golden Trangle area of Laos-Thai-

The CIA reports state that in Burma, the most important nation in the Colden Triangle and which produces about 460 tons of opium annually, the United States is virtually impotent in its enforcement opportunities.

"Opportunities to exert influence are extremely limited," the reports say. "Lack of U.S. leverage suggests the best hope lies with the United Nations. Burmese customs and military officials are 1eported in collusion with smugglers."

In neighboring Thailand, the reports state, "officials of the Royal Thai Army and Customs at the several checkpoints along the route to Bangkok are usually bribed and 'protection' fees prepaid by the smuggling syndicate or by the driver at the checkpoints."

In the Vientiane to Hong Kong pipieline, the CIA summaries report, "most of it is probably smuggled aboard military or commercial air flights including Royal Air Laos and Air Vietnam, often

The CIA reports state that in / by or in collusion with the arma, the most important crew."

In recent years, the Golden Triangle area has begun to produce finished heroin products for shipment rather than simply raw opium or morphine base from which the heroin is made.

"The technology of refining opium into heroin is no more complex than making bootleg whisky in the United States," a CIA report says, countering the popular image of complicated heroin "laboratories."

Pressure in Europe is creating shifts in smugling patterns with West Germany emerging as a major narcotics storage and staging area with Munich, Frankfurt and Hamburg the principal centers.

The role of Bulgaria in recent years has "increased tremendously" and the Communist nation is used as safe haven from which major narcotics operations are directed.

"Sofia has been described as the new center for directing narcotics and arms trafficking between western Europe and the Near East," the reports state. "French and United Kingdom officials have also volced their belief that Bulgarian government officials may be actively involved in selling seized Turkish narcotics to French traffickers."

As South America emerges as an important transshipment pint for narcotics entering the United States, there are indiations of increased production of opium poppies in some Latin countries including the Columbia-Equador border and Costa Rica.

Cuban exiles and Puerto Rican nationals are playing key roles in the trade and production is switching from marijuana to the more profitable cocaine and heroin.

States with the remainder Releaser 2001/03/04: CIA-RDP80-01601R000300280001-1

The Washington Merry-Go-Round

pium Bonfire Mostly Fodder

By Jack Anderson

With enormous fanfare last March, the That government announced it had burned 26 tons of opium. The pyre was 20 years, they saw an opportu- of fodder and opium ashes. hailed in Washington and Bangkok as evidence that Thailand at last was getting opium, they pushed 100 mules serious about cutting off the flow of heroin to the U.S.

"This quantity of opium if per cent opium.
refined into heroin," crowed
the State Department to Conway down from the remote opium fed to the bonfire was the burning was to take place. estimated in the hundreds of mllions.

eral agencies have quietly in-formed Washington that some. In all, the cagy dope peddlers thias (R-Md.), requested a Genin that bonfire. The real story as 26 tons and pocketed more is that Thailand and, indition from the fantectly the U.S., were horn-tastic hoax. swoggled into believing that Either through corruption 26 tons of opium were burned, or stupidity, the Thai officials cheap fodder.

in November, 1971, when the the torch. drug-smuggling remnants of

ment wanted to buy up some it was too late to do anything parently no reduction in casopium for a public demonstra- but cover up their goof. ualties."

nity to make a killing.
Instead of loading raw Lives Lost ter, chemicals, and about 20

gress, "could have supplied border areas of Kachin and one half the U.S. market for Shan to the northern drug one year." The value of the center of Chiang Mai where

As one mule after another was unburdened, the Thais buttal," Now, the CIA and other fed-paid off the Chinese-in part, thing besides opium went up passed off five tons of opium eral Accounting Office investi-

when, in fact, most of it was failed to test the huge mounds rine casualties, the report deof "opium" before they soaked clares that "the Army's nylon lates to a lack of training and The tale of duplicity begins it with gasoline and put it to vest did not significantly re- emphasis on using it during

And cover up they did. They

Two years ago, we reported body armor.

The brass hats began a fu-

Disturbed over our disclosures, Sen. Charles Mc. Ma-grenade. . . backs us up completely.

Citing a "preliminary analysis" of 2,703 Army and 627 Ma-Nationalist Chinese troops molasses wafted through the Army and Marine Corps, in training and puts emphasis along the Thai-Burma-Laos Chiang Mai did the Thais susborder heard the Thai govern-pect they had been had. Then, death from fragments but ap-

The aging Nationalist generals weren't born yesterday, workers to bury the "hundreds we reported originally, but. Having lived by their wits for of millions of dollars" worth many lives had been lost be-Not only did the armor procause the GIs hadn't been trained to wear their battle gear.

Military authorities, in rewith fodder, other plant mat that thousands of American sponse, steadfastly insisted the lives could have been saved in helmet and vest were regu-Vietnam if the Army had de-larly worn. But the GAO, bas-veloped adequate head and ing its conclusion on the Army's own research, said:

"If the Army vest was worn, rious search for an answer to about a 40 per cent decrease our charges but found the po- in wounds in protected areas sition, in the words of one gen-could be anticipated against eral, "too weak to merit a re- all fragmentation weapons and about a 55 per cent decrease against the M-26 hand

> "Under identical heat, humidity, wind and cloud-cover cent while Army usage averaged only 16.1 per cent.

"We believe the Army's low use of the vest in Vietnam reduce casualties or deaths" and combat. In contrast, the Ma-Only as the smell of burning that "the helmet, used by both rine Corps does use the vest

By MIRIAM OTTENBERG

Star Staff Writer

A ton of 96 percent pure Southeast Asian heroin -- enough to satisfy more than onetenth of all American dope addicts for a year - is headed this way as fast as its Chinese owners can gear up their smuggling apparatus to get it out of Asia.

This No. 4 or injectable heroin originally was destined for American troops in Vietnam.

First of Two Articles

But the withdrawal of the troops has left the narcotics smugglers literally holding the bag in fact, thousands of hermetically sealed bags of heroin.

Presence of the vast oversupply of heroin was disclosed by John Warner, chief of the strategic intelligence office of the Bureau of

Narcotics and Dangerous Drugs.

He said it's still "upcountry" — in the "golden triangle" of the opium trade, where Laos, Thailand and Burma meet. What BNDD hopes to accomplish with intelligence from the Central Intelligence Agency and Thai and Laotian police is to "interdict" or block the movement of the heroin down the line to where it can be shipped to the United States.

"With the withdrawal of our troops and the stricter military controls to locate heroin users," Warner said, "the market for No. 4 heroin dwindled. In the tri-border area, the price has dropped to \$750 a kilo, which is just

their break-even point.

"We speculate that some of this heroin is going to find its way to the Western world. Some of it already is being seized in the major United States ports — New York, Miami, San Francisco and Seattle."

Right now, Warner said, there's a sizable oversupply of No. 4 heroin — equivalent to the best out of Marseilles. It's been stockpiled for

lack of buyers.

The heroin traffickers, he said, had expected the United States to remain in Southeast Asia for the next quarter of a century. The

troop pullout caught them off guard.
"We have pictures showing how they have doubled the plant capacity of their heroin laboratories," Warner said. "They're still producing because they have chemists under contract, but they're trying to sell practically at cost while they try to link up with American and European buyers. We know heroin is still in the pipeline.'

The Chinese dominating this traffic are the overseas Chinese, motivated by profit rather than ideology. Warner rejected the oftexpressed theory that the Chinese Communists are seeking world domination by making the young people of the West slaves to narcotics.

The intelligence chief said Peking officials can claim little influence over the border provinces where opium is the principal and usually only money crop. The tribesmen who grow the opium, he explained, live on both the Chinese and Burmese sides of the border and ignore the central governments of both coun-

Instead, they deal with the various insurgent forces who war with each other to gain control of the area. Opium, in effect, pays for these tribal

The farmers sell the raw opium to the insurgent forces whose leaders differ little from the old Chinese warlords.

Those leaders process the opium into morphine base or into No. 3 smoking heroin or No. 4 heroin. They safeguard it, escorting the shipments from remote areas and transport the finished product to distribution networks in Laos, Thailand, Vietnam and Hong Kong.

Pay With Weapons

The overseas Chinese pay for the heroin principally with guns the warring insurgent forces need to keep going.

One factor leading to increased production in the "golden triangle," Warner said, was the introduction of hermetically sealed packs which made it possible to keep No. 4 heroin from deteriorating.

Production of No. 4 herein goes back to about 1967. With the increased military presence in Vietnam, Warner said, many of the laboratory operators saw an expanding market for the new product.

Up to then, most of the 750 tons of opium produced annually in the "golden triangle" was consumed by addicts in the area in the form of smoking opium or No. 3 smoking

ther inhaled throug or sucked the smoke through a straw.

When Chinese traffickers started selling No. 4 heroin to American troops, Warner said, they told them it was cocaine - and was not addictive.

The bottom has dropped out of their business just at the time when farmers produced a bumper crop of opium, in March and April.

"The traffickers are still buying this year's opium crop," Warner said, "but we don't know their plans for producing No. 4 heroin. We assume they will produce some but will adjust to the market. We know the price is moving up a little as they see the end of their tremendous oversupply and start gearing up again.

"The Chinese entrepreneurs, however, are not going to overextend themselves now that the troops are no longer there to make it easy for them. They don't like to take chances. They don't like to deal with people they don't know and they don't like to deal with Caucasians,"

Forces Stiffened

Being aware of that attitude and concerned about that ton of heroin pointed in this direction, BNDD Director John E. Ingersoll has announced that BNDD is going to increase its forces in the Philippines. Here's his reasoning:

The Philippines are on the route of the traffic moving from Southeast Asia to the. United States. Most Filipinos speak English and have good contacts in the United States. They have close commercial ties with the Chinese and language ties with Latin America. They could well emerge as the middlemen of the traffic.

Latin American ties are rel-. evant because Latin America has been the transshipment point for heroin shipped from Europe to the United States.

Despite some testimony on Capitol Hill that much of the

way to the United States

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lack Anderson

DESPITE furious denials by the Thai government, evibers of Thailand's 16-man ruling council have been corrupted by international dope smugglers.

As far away as this oriental intrigue is, it directly affects the alarming rise of crime on America's streets where addicts rob, house-break and shoplift to feed their gnawing heroin habits.

Reports from the Central Intelligence Agency, and the State, Justice and Defense departments, all agree that more and more heroin is pouring into the United States from Thailand, one of America's closest allies.

"Historically, this area has not been an important source of opium-based narcotics for the U.S. market This is no longer the case," bluntly states a classified CIA report now in our hands.

Buttressing the CIA are intelligence pure heroin. U.S. other sources who allege that at least two of the 16-man Thai National Executive Council protect dope smugglers.

The official U.S. sources also describe in detail heroin trade involvement of a top Bangkok police commander, a former parliamentarian, a Thai border patrol major and a colonel in a northern Thai army division.

The police official, say the sources, is owner of a wellknown Bangkok massage parlor-brothel where heroin is readily available from emfriend of the police officialwho himself maintains an office in the building—the bor-

heroin. While this and other dope. hangouts have long operated, may is contained in a cauopenly under the noses of tious, classified cable from Thailand's rulers, the lucra- David Osborn, American contive up-country opium trade sul in Hong Kong, to Secrehas been changing dramati- tary of State William Rogers. cally since this January.

Crude morphine base from the Thai-Burma-Laos border "Hong Kong narcotics offi-

Force fliers and a few pilots of the CIA-run Air America vas "slanderous accusations." dence is mounting that mem- now airlift much of the morphine to warehouses in the the government is going to "Golden Triangle" along get some return for Thailand's northern border.

The warehouses are dutithe profits.

When the warehouses are bulging with illicit morphine base, chemists from Taiwan fly in, the sources say. They are ceremoniously welcomed by remnants of the old Nationalist Chinese divisions driven from Red China and to the American Red Cross. now living off the land in

Thailand.

No longer under Taiwan's control, the Nationalist veterans now support themselves in the dope trade. The Chinese chemists work night and day for 30 days, earning as high as \$10,000 for converting the morphine base to

Then the Royal Laotian Air Force and an occasional Air America pilot, who pretends he is unaware of his cargo, ferry out the newly processed white powder. This time it goes to distribution points in Bangkok, Vientiane and other Southeast Asian cities.

From there, it is transshipped to the United States. American intelligence officers are even fearful some may get aboard Air Force KC-135 tanker planes which fly directly to the United States from Thailand. The ployees. Run by a woman planes or crews are rarely checked properly by U.S. customs.

In Hong Kong, an important trans-shipment point, dello is called "The Smack tant trans-shipment point, Parlor" by its American pa- British officials are also trons. "Smack" is slang for seething over the corruption of the Thai government officials. Some proof of this distious, classified cable from

> Dated March 27, the cable urges secrecy, then confides:

been involved in drug traffic

for some years."
Yet, despite all this evidence of official Thai corruption, the United States continues to supply Thailand with millions in American: arms. And the Thai government smugly dismisses this Instead, Royal Laotian Air column's documented reports of heroin in high Thai places

FOR A welcome change, along get some return from one of administrative frills, The warehouses are dutifully protected by corrupt senior officials of the Royal Thai Army and the Thai border patrol who take a cut of the profits. President's Trip to China." Atkins' share, instead of going into his pocket, will go to the federal treasury along with a check from his publisher for the pictures. Another Atkins book, "Eye on Nixon," will provide royalties © 1972, United Feature Syndicate

is no longer processed almost cials have long-standing beexclusively in the laborato- lief that Thai officials have
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STATINTL

The Washington Merry-Go-Round

Brezhnev Assures Kissinger on Ties

By Jack Anderson

Kremlin czar Leonid Brezhnev used tough language to impress upon Henry Kissinger in Moscow that Russia will continue to support North Vietnam.

But Brezhnev assured the President's peripatetic foreign policy adviser that the Vietnam war need not stand in the way of better Soviet-American relations.

The conversations continued, off and on, for four days. Sources privy to the secret details tell us Brezhnev was furious over U.S. suggestions that the Soviets had equipped Hanol for an invasion of South ese offensive was to hit back. Vietnam.

President Nixon himself served an oblique warning U.S. to be pushed around. upon the Kremlin that "great powers cannot avoid the re-line, at least so far as Russia sponsibility for the use of is concerned, has now been arms by those to whom they give them."

Brezhnev offered no apolo-Answer to Thailand gies for furnishing Hanoi with the T-54 tanks, heavy artillery has accused us of "slanderous and other sophisticated weapons that have shown up on the fighting fronts. The North Vi-tle heroin to U.S. markets. etnamese have used these heavy arms to spearhead their new offensive.

shipments to Hanoi have been say."

plain he would risk alienating based upon a thorough field tribes in . . . Thailand have the U.S. before abandoning investigation by American been ineffective." North Vietnam.

two superpowers shouldn't let substantiate our charges. the Vietnam war disrupt their can detente.

Kissinger apparently has per- ago." They say the Bangkok multitude of civilian and mililet the Vietnam fighting jeop- tive measures" against drugs. ardize relations with the Rus- A program to get hill tribes- the opium ..." sians. Nixon's first reaction men to stop growing opium, after the new North Vietnam-He said privately that he wasn't going to permit the

But the original hard U.S. softened.

The government of Thailand accusations" for reporting how prominent Thais help to hus-

Through its embassy Washington, Thailand angrily charged that our recent col-Brezhnev not only acknowl- umn on the Thai drug trade edged that Soviet military was based "merely on hear-

narcotics and intelligence no Soviet offer to soften Ha- in part with the Thai dope with the smugglers. noi's terms. Brezhnev and Kis-trade. These reports, classified

The Thais claim, for examefforts to seek a Soviet-Ameri- ple, that they "began an intensive campaign against danger-Back at the White House, ous drugs more than ten years suaded the President not to government has taken "effect tary officials in Burma, Laos they add, has "met with suc- the Thai authorities, have cess."

> These statements are flatly contradicted by the five CIA documents, dated from October, 1970 to October, 1971.

Far from showing progress and its two neighbors, Burma and Laos, have "evolved in the past ten years from a major center for the growing and production of intermediate narcotics products to a major center for producing finished kok or Thai deep sea trawlers. heroin."

As for the alleged success in preventing tribesmen from the several hundred small isgrowing opium, the CIA lands ringing Hong Kong for states: "Government measures later retrieval by a Hong to curtail the growth of the Kong junk." increased, but he made it In fact, our report was opium poppy among the hill

That law authorities, whom He suggested that a Viet- agents. The Central Intelli- the government claims have nam settlement can still be ne- gence Agency has published cracked down on the drug gotiated. However, there was five reports dealing wholly or traffic, are actually in cahoots

Declares the CIA: "Officials singer merely agreed that the "Confidential" and "Secret," of the RTA (Royal Thai Army), the BPP (That border police) and Customs at the several checkpoints on the route to Bangkok are usually bribed ..."

There are, says the CIA, a and Thailand "who take their cut to ensure safe passage of

The CIA operatives, unlike carefully pinpointed poppy fields, distribution points, processing centers and smuggling routes in Thailand.

Concludes the CIA: "Opium or morphine base is delivered to laboratories in Bangkok for in the last ten years, Thailand further refinement into morphine or heroin . . . Most of the refined produce is then smuggled aboard Hong Kongbound vessels—either Thai merchant ships at the Cho Phraya River docks in Bang-

"Such craft may then deposit the illicit cargo on one of

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The Wrong Diggings

THE INTERNAL squabbles of august scientific bodies are rarely of much interest to the general public, but the recent uproar within the American Anthropological Association is an exception. When Margaret Mead gets boood by her colleagues — it happened at the AAA convention last week — the issue must be an important one, indeed.

The problem is familiar — government support and control of scientific efforts. Research is a costly proposition, and most scientists are eager to mine the rich lode of federal grants available to anyone who can link his pet project, however remotely, to the national interest. At the same time, nevertheless, the scientific community remains suspicious of the heavy hand of government in its affairs, especially if data or discoveries are being used for questionable ends.

Anthropologists are accusing other anthropologists of feeding information gleaned in research on the hill tribes of Thailand to the CIA and Department of Defense, for use in the Southeast Asia war. It seems that in between scholarly explorations of the

Khmu and Yao, certain tidbits, such as the locations of forest trails and gathering spots, are finding their way into such unlikely places as diagrams for low-level bombing runs.

Young anthropologists jeered Miss Mead because she reported to the AAA that her special committee found nothing unethical about the motives of the research in Thailand. The facts seem to argue otherwise. It is certainly no secret that many scientists, including anthropoligists, are on CIA and defense payrolls, doing pacification, counter-insurgency and resettlement work.

We tend to agree with those anthropologists who contend that their business is studying man, and not meddling in the relations of governments and their subjects. Money should not be regarded as tainted simply because it comes from the government — even the most scrupulous scientist is not going that far. But it would seem only prudent for the ethical researcher to reel in the strings attached to his federal grant just to be sure that there is no napalm or cloak and dagger at the other end.

Nixon Documents Reverled

dvised in

This story is derived entirely from information distributed by United Press International and Associated Press.

The Chicago Sun-Times says just as it is at least for another in an article today that the generation. Nixon administration was told would continue to maintain by the Central Intelligence close relations with the U.S. Agency in 1969 that it could and would seek additional sup-Agency in 1969 that it could and would seek additional supimmediately withdraw from port. Simultaneously, ThaiVietnam and "all of Southeast land would make overtures
Asia would remain just as it and move toward China and
the Soviet Union. It would
is at least for another gent
eration."

In another article based on
material from secret government documents, the St. Louis
Post Dispatch, said vesterday sume itself in Laos and South

Post-Dispatch said yesterday sume itself in Laos and South that former Defense Secretary Vietnam. Only Laos would Robert S. McNamara told President Polymer with the Comident Polymer with the Comident Polymer with the Comident Polymer with the Coming Country Coun

would result in the immediate loss of Laos.

The newspaper quotes a ClA advisory to the President as saying, Prince "Sihanouk would preserve Cambodia by a straddling effort. All of Southeast Asia would remain

STATINTL

Robert S. McNamara told President Johnson privately in 1966 that military escalation in North and South Vietnam was not having the desired effect and reported he saw "no reasonable way to bring the war to an end soon."

The Sun-Times, in a copyrighted story in Saturday's editions, says the CIA told Mr. Nixon at the beginning of his administration that withdrawal would result in the immediate definitely follow into the Communist orbit."

The CIA totally rejected "the so-called domino theory on which U.S. policy was based in the Eisenhower, Kennedy and Johnson administrations," the Sun-Times says, and followed a position consistent with a long line of estimates dating back to the original involvement in Vietnam in 1954.

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C. I. A. Identifies 21 Asian Opium

By FELIX BELAIR Jr. Special to The New York Times

WASHINGTON, June 5intelligence United States agents have identified at least 21 opium refineries in the border area of Burma, Laos, and Thailand that provide a constant flow of heroin to American troops in South Vietnam.

Operated and protected in Burma and Thailand by insurgent armies and their leasters and in Laos by elements of the royal Laotian armed forces, the efining and distributing have until white heroin rated

r cent pure is turning up Pacific coast cities of the United States as well as in Saigon.

Burma-Laos-Thailand The border area, known as the "Golden Triangle," normally accounts for about 700 tons of

The C.I.A. analysis made these major points about re-cent trends in the illicit nar-notics business in Southeast

Asia: Say

GRefineries in Laos and
Thailand that used to produce only refined opium, morphine base and No. 3, heroin for smoking are now converting most of their opium supplies to No. 4, or 96 per cent pure white heroin. The change appears to be due to the sudden increase in demand by a large and relatively affluent market in South Vietnam."

9"Most of the narcotics buyers in the tri-border area are ethnic Chinese who pool their purchases, but no large syndicate appears to be involved. The opium, morphine base and heroin purchased in this area eventually finds its way to Bangkok, Vientiane and Luang Prabang, where additional prokets."

raw opium and morphine base from northeast Burma and Thailand was smuggled into Bangkok and sent from there to Hong Kong in fishing trawlers from Jan. 1 Approved For Release 2001/03/04: CIA-RDP80-01601R000300280001-1 raw opium and morphine base



lands—15 miles from Hong out the involvement of corrupt Kong—where the goods are loaded into Hong Kong junks."

GOpium and derivatives move through Laos and are transferred from the Mckong River craft and vehicles to Ban Houei Sai, further downstream on the Mckong in Laos, and are transported from there to Luang Prabang or Vientiane. A considerable portion of the Laotian-produced narcotics is smuggled into Saigon."

areas cannot be sustained with court the involvement of corrupt out the paper as moving out of such Northern Thai towns as Chiang Rae, Chiang R

No. 4 heroin also appears to Routes and Refineries Named be reflected in the steady rise in the price. For example, in The analysis by the Central mid-April, 1971, the price in the Intelligence Agency pinpointed to the latest and the contral to the latest and the contral to the latest areas of cultivation. Tachilek [Burma] area for a major areas of cultivation, re-kilo of No. 4 heroin was re-ported to be \$1,780, as com-ported with \$1,340 in Contract Northcook Purposed with \$1,340 in Contract Northcook Purposed with \$1,340 in Contract Northcook Purposed Northo pared with \$1,240 in Septem-ber, 1970." A kilogram is 2.2 tified as the largest producer

cessing may take place before cidence of heroin addiction that Burma's 14 retineries, located in the Tackilek area, last delivery to Saigon, Hong Kong and other international mar-line that begin traffic heropium into refined opium, mornd other international mar-lam and recent intelligence in your considerable quantity" of tween Southeast Asia and the phine base and heroin.

A "considerable quantity" of tween Southeast Asia and the phine base and heroin.

The opium harvested in the considerable quantity of tween Southeast Asia and the phine base and heroin. United States may also be in-

U.S. Policy Criticized

This growth has been aided, picked by caravans that are put according to one Congressional authority, by the lack—until recently—of a firm United States policy on heroin in Southeast C.I.A. study said. "The carapolicy on heroin in Southeast vans, which can include up to Asia. The United States—which provides billions of dollars in 300 to 400 men, take the opium military and economic foreign on the southeasterly journey to aid to Laos, Thailand and Cambodia—has directed its efforts intercepting the traffic at the Saigon end of the line rather than to stamping out production at the source, Representative Robert H. Steele, Republican of Connecticut, said today.

Mr. Steele is the principal pounds.

author of a recent report estimating the numbers of heroin addicts among American servicemen in South Vietnam at were described in the report as 25,000 to 30,000.

"Vietnam

accounts for about 700 tons of opium annually, or about half the world's illicit production. Burma is the largest producer in the region, accounting for about 400 tons.

But a recent analysis by the Central Intelligence Agency suggests that production is expanding in the area, and there are indications that this year's output may reach 1,000 tons.

More High-Grade Meroin

The C.I.A. analysis made the sound are indications that this year's output may reach 1,000 tons.

More High-Grade Meroin

The C.I.A. analysis made the sound are indications that the sound made in the controlled Lema Islands—15 miles from Hong out the involvement of corrupt Kong—where the goods are officials.

The liev York Times June 6, 1971

Opium products from the sources, we haven't got a prayer of combetting the problem."

While much of the opium producing and refining takes; we haven't got a prayer of combetting the problem."

While much of the opium producing and refining takes; we haven't got a prayer of combetting the problem."

While much of the opium producing and refining takes; and Thailand now controlled by insurgents, narcotics enforcement officials say that a combact, we haven't got a prayer of combetting the problem."

While much of the opium producing and refining takes; we haven't got a prayer of combetting the problem."

While nuch of the opium producing and refining takes; we haven't got a prayer of combetting the problem."

While nuch of the opium producing and refining takes; of these refineries is the place in areas of Burma, Laos, and Mac Salong "The best known, if not largents are indications that the producing and refining takes; of these opium producing and refining takes; of the series of these opium producing and refining takes; of the series of these opium producing and refining takes; of the series of these opium producing and refining takes; of

ed into Saigon." uet from which morphine and gran increased demand for heroin is refined.

and processor of raw opium in G"The reported increasing in-the border area. The study said cidence of heroin addiction that Burma's 14 refineries, lo-among U.S. servicemen in Viet cated in the Tachilek area, last

Shan, Wa and Kokang area is This growth has been aided, picked by caravans that are put

7 Important Refineries

0. capable of processing raw unquestionably opium to the heroin stage. "The proves that the availability of most important are located in narcotics breeds users," he said, the areas around Techilek,