

Director, Central Intelligence Agency

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~~TOP SECRET~~

COPY NO. 9

NATIONAL SECURITY COUNCIL

STATUS OF PROJECTS

as of

December 5, 1950

~~TOP SECRET~~

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December 5, 1950

TOP SECRET

NATIONAL SECURITY COUNCIL

STATUS OF PROJECTS



1. COMPLETED PROJECTS

(November 27, 1950-December 5, 1950)

THE SITUATION IN KOREA
(NSC Action No. 389)

2. PROJECTS UNDER CONSIDERATION BY THE NSC

A. NSC MEETING. The President on December 5 cancelled the regular Council meeting scheduled for Thursday, December 7.

B. ITEMS UNDER CONSIDERATION BY MEMORANDUM ACTIONNSC 10/2

(Memo for NSC from Executive Secretary, same subject, dated June 19, 1950)

Memorandum by the Chairman, NSRB, recommending a revision of NSC 10/2, submitted for Council consideration by the reference memo of June 19. Approved by State with comments, July 7. Awaiting action by other Council members. At the request of the Chairman, NSRB, this matter will be scheduled on the agenda of a later Council meeting.

COORDINATION OF U. S. AID PROGRAMS FOR FAR EASTERN AREAS

(NSC 61/1; NSC 61; Memos for NSC from Executive Secretary, same subject, dated May 16 and August 14, 1950)

Pursuant to NSC 61, a report by the Under Secretaries of State and the Army, and with the concurrence of the President, representatives for a Working Group were designated by the Secretaries of State, Defense, the Treasury, and Commerce, and the Economic Cooperation Administrator, to prepare a report looking to closer coordination of economic and military aid programs generally for Far Eastern areas. The report, prepared by the Working Group with the assistance of a representative of the Bureau of the Budget, was submitted for consideration by the reference memo of May 16 as NSC 61/1. Approved by the Secretaries of the Treasury and Commerce; disapproved by the Economic Cooperation Administrator, with comment. Reply of the Secretary of Defense with the views of the JCS was circulated by the reference memo of August 14, which summarizes the above replies and suggests an appropriate Council action in the light thereof. Approved by Defense and Treasury, August 17; by NSRB and ECA, August 18; by Commerce, with comments, August 19. Awaiting action by other Council members with respect to the suggestion in the reference memo of August 14.

PROJECTS UNDER CONSIDERATION BY THE NSC (Cont'd)

PROGRAM OF PHYSICAL SECURITY FOR INDUSTRIAL PLANTS AND ALLIED FACILITIES

(Memo for NSC from Executive Secretary, same subject, dated November 20, 1950)

Report by the ICIS on the subject was submitted by the reference memorandum for action by the Council, the Secretary of the Treasury, the Attorney General, the Secretaries of the Interior and Commerce and the Chairman, Atomic Energy Commission. Approved by Justice, November 22; by Treasury, November 24; by NSRB, November 27, subject to proposed changes; by Commerce, December 4, subject to proposed change. Awaiting action by others indicated above.

THE POSITION OF THE UNITED STATES REGARDING A BLOCKADE OF TRADE WITH CHINA

(NSC 92; Memo for NSC from Executive Secretary, same subject, dated December 5, 1950)

A report by the Department of State on the subject (NSC 92), including an Appendix by the Department of Commerce on actions taken with respect to trade with China, was submitted by the reference memorandum for urgent consideration by the Council, the Secretary of the Treasury, the Secretary of Commerce and the Economic Cooperation Administrator. Awaiting action by all concerned.

PROJECTS UNDER CONSIDERATION BY THE NSC (Cont'd)

C. ITEMS AWAITING SUBSEQUENT NSC CONSIDERATION

PROVISION OF A POLICE FORCE FOR JERUSALEM

(Progress Report, dated November 7, 1950, by the Under Secretary of State on NSC 27/3)

Circulated for the information of the Council and the Secretary of the Treasury. To be scheduled on the agenda of a later NSC Meeting.

UNITED STATES POSITION REGARDING STRENGTHENING THE DEFENSE OF EUROPE AND THE NATURE OF GERMANY'S CONTRIBUTION THERETO

(NSC 82 Series; Memo for NSC from Executive Secretary, same subject, dated November 8, 1950)

Memorandum by the Secretary of Defense on the subject, circulated at his request for the information of the Council and the Secretary of the Treasury. To be scheduled on the agenda of a later NSC Meeting.

THE POSITION OF THE UNITED STATES WITH RESPECT TO SCANDINAVIA (NSC 28/1),

and

CURRENT POSITION OF THE U. S. RESPECTING BASE NEGOTIATIONS WITH DENMARK AND NORWAY (NSC 32/1)

(Progress Report, dated November 14, on the above subjects, by the Under Secretary of State)

Circulated for the information of the Council and the Secretary of the Treasury. To be scheduled on the agenda of a later NSC Meeting.

PROGRAM OF UNITED NATIONS ACTION TO STOP AGGRESSION

(Progress Report, dated November 16, 1950, by the Deputy Under Secretary of State on NSC 85)

Circulated for the information of the Council and the Secretary of the Treasury. To be scheduled on the agenda of a later NSC Meeting.

UNITED STATES POLICY REGARDING TRADE WITH CHINA

(Progress Report, dated November 22, 1950, by the Department of State on NSC 41)

Circulated for the information of the Council and the Secretary of the Treasury. To be scheduled on the agenda of a later NSC Meeting.

3. CURRENT NSC STAFF PROJECTS

A. SENIOR NSC STAFF

UNITED STATES OBJECTIVES AND PROGRAMS FOR NATIONAL SECURITY
(NSC 68 Series; NSC Actions Nos. 361 and 386; Memos for NSC from Executive Secretary, same subject, dated November 14 and 20, 1950; Memos for Senior NSC Staff from Executive Secretary, same subject, dated November 21, December 1, and two memos dated December 5, 1950)

Pursuant to the President's direction in the reference memorandum of November 14 and in the light of Council action at its 72nd meeting (NSC Action No. 386) the Senior NSC Staff, with the assistance, as appropriate, from representatives of the White House Staff, the Department of Commerce, the Economic Cooperation Administration, the Bureau of the Budget, and the Council of Economic Advisers, is preparing a revision of NSC 68/1 in its entirety. The following is a summary of the present status of the revision:

Covering text for revision of NSC 68/1: Revision of Part I by State submitted by a memorandum dated December 5.

Annex No. 1, The Military Programs: Revision under preparation by Defense. The MDAP section submitted by a memorandum dated December 5.

Annex No. 2, The Economic Assistance Program: Revision under preparation by State and ECA.

Annex No. 3, The Civil Defense Program: Adopted by Senior Staff, subject to revision under preparation by NSRB.

Annex No. 4, The Stockpile Program: Adopted by Senior Staff, subject to revision under preparation by NSRB.

Annex No. 5, The Information Program: Adopted by Senior Staff, subject to revision under preparation by State.

Annex No. 6, The Intelligence and Related Programs: Revision by CIA submitted by a memorandum dated December 1.

Annex No. 7, The Internal Security Program: Adopted by Senior Staff, subject to revision under preparation by ICIS.

Annex No. 8, Long-term Political and Economic Framework: Not to be included in the December 15 revision of NSC 68/1; but under preparation by State.

CURRENT NSC STAFF PROJECTS (Cont'd)UNITED STATES OBJECTIVES AND PROGRAMS FOR NATIONAL SECURITY (Cont'd)

Annex No. 10, Economic Implications: Under preparation by CEA.

Final Staff consideration of the revision of NSC 68/1 scheduled for Friday, December 8.

UNITED STATES POLICY WITH RESPECT TO BERLIN AND EASTERN GERMANY
(NSC 89; NSC 73/4, par. 42; Memos for NSC from Executive Secretary, subject: "Additional Airlift to Support the Far East", dated September 27 and November 20, 1950; NSC Action No. 368; Memo for Senior NSC Staff from Executive Secretary, subject "United States Policy with Respect to Berlin and Eastern Germany", dated October 31, 1950)

At its 69th Meeting, the Council noted the reference memorandum of September 27, and the fact that the situation presented therein would be taken into consideration in the studies on the Berlin blockade referred to in par. 42 of NSC 73/4. Memoranda on the subject by the Deputy Under Secretary of State and the Secretary of Defense were circulated for the information of the Council and the Secretary of the Treasury as NSC 89, and referred to the NSC Staff for use in connection with this staff project pursuant to par. 42 of NSC 73/4. The Senior Staff discussed NSC 89 at its meeting on October 25, and agreed to consider the subject further upon receipt of a study on airlift capabilities under preparation in the JCS. JCS study circulated to Senior NSC Staff by the reference memo of October 31. Subsequent memorandum by the Deputy Secretary of Defense (reference memo of November 20) circulated for Council information and referred to the NSC Staff for consideration in connection with this project. To be scheduled on the agenda of a later Senior NSC Staff Meeting.

THE POSITION OF THE UNITED STATES WITH RESPECT TO COMMUNISM IN ITALY
(NSC 67/1; Memo for Senior NSC Staff from Executive Secretary, same subject, dated November 15, 1950)

Memorandum by the Deputy Under Secretary of State, containing a suggested revision of the Conclusions of NSC 67/1 in the light of developments in the Far East, transmitted by the reference memo for consideration by the Senior NSC Staff. To be scheduled on the agenda of a later Senior Staff meeting.

CURRENT NSC STAFF PROJECTS (Cont'd)

PROPOSED NSC STUDY OF MANPOWER

(Memo for Senior NSC Staff from Executive Secretary, same subject, dated December 4, 1950)

Memo on the subject by the Senior State Member circulated by the reference memo for discussion at an early meeting of the Senior Staff. To be scheduled on the agenda of a forthcoming Senior Staff meeting. (See also Section 4, Item 2.)

UNITED STATES COURSES OF ACTION WITH RESPECT TO KOREA

(NSC Action No. 378; NSC 81/1, NSC 81/2 and NSC 73/4; Memo for NSC from Executive Secretary, same subject, dated November 10, 1950; Memos for Senior NSC Staff from Executive Secretary, same subject, dated November 13, 15, and 17, 1950)

At its 71st Meeting, the Council directed the NSC Staff to study the views of the Department of State, the Joint Chiefs of Staff, and the Central Intelligence Agency, in the light of the Council discussion, and to advise the Council as to further steps which should be recommended to the President to meet the Korean situation. At its meeting on November 10, the Senior Staff agreed that the State Department would draft recommendations for consideration by the Senior NSC Staff, prior to their submission to the Council. An interim report by the NSC Staff was submitted as NSC 81/2 for consideration by the Council and the Secretary of the Treasury, and, in view of later developments was withdrawn on November 30. (See Section 5.)

Subsequent draft reports considered by the Senior Staff on November 20, 29, 30, December 1, 4 and 5. Preparation of further drafts deferred pending developments.

POSITION OF THE U. S. WITH RESPECT TO COMMUNIST CHINA

(Memo for Senior NSC Staff from Executive Secretary, same subject, dated November 22, 1950)

At its meeting on October 19, the Senior NSC Staff agreed that the Senior State member should recommend at a later meeting whether preparation of a report or reports on this subject is desirable, with particular reference to the following points:

- a. The contingency of Chinese Communist membership in the UN.
- b. Possibilities regarding the ultimate disposition of Formosa which would be acceptable to the U. S.
- c. Reconsideration of U. S. trade policy toward Communist China (NSC 41 Series.)

CURRENT NSC STAFF PROJECTS (Cont'd)

POSITION OF THE U. S. WITH RESPECT TO COMMUNIST CHINA (Cont'd)

It was agreed that if the project is undertaken the Senior State member would prepare for consideration by the Senior Staff a proposed outline of a report. Recommendations by Senior State member, circulated by the reference memo, to be considered by the Senior Staff at an early meeting.

JAPANESE PEACE TREATY
(NSC 60/1)

At its meeting on September 15, the Senior NSC Staff agreed that this subject should be a continuing NSC project and that accordingly the Senior State member should keep the Senior Staff informed of any security policy issues which may arise, with a view to further consideration of the subject.

UNITED STATES POLICY TOWARD SPAIN

(NSC 72; NSC 72/1; NSC Action No. 312; Memo for NSC Consultants, subject: "The Provision of Military Aid to Spain", dated August 3, 1950; Revised Memo of Senior NSC Staff Meeting, August 11, 1950)

JCS views on the subject circulated as NSC 72 for the information of the Council. State views on the subject in response to NSC 72, circulated as NSC 72/1 also for the information of the Council. At its 60th Meeting the Council discussed the subject, deferred further action and directed the NSC Consultants to study the reference papers in preparation for further Council consideration. A memo for the President by the Secretary of Defense on "The Provision of Military Aid to Spain", referred by the President to the Executive Secretary, was circulated by the reference memo of August 3 for the information and use of the NSC Consultants and Staff in connection with their study of NSC 72 and NSC 72/1. At a Senior NSC Staff meeting on August 11, it was agreed to reconsider our relationship with Spain on the basis of a statement of U. S. military requirements with respect to Spain. Awaiting paper by Senior JCS member, scheduled for completion at an early date.

CURRENT NSC STAFF PROJECTS (Cont'd)

U. S. COURSES OF ACTION IN THE EVENT THE SOVIETS ATTEMPT TO CLOSE
THE BALTIC
(NSC 88)

Memo by the JCS circulated for the information of the Council and the Secretary of the Treasury and, upon the recommendation of the Secretary of Defense, who concurs in paragraph 6 thereof, referred to the NSC Staff for use in the preparation of a report for Council consideration. At its meeting on October 19, the Senior NSC Staff agreed that the Department of State should prepare for consideration by the NSC Staff a draft report on the subject, taking into account the views of the JCS in NSC 88. Awaiting draft report from State.

THE POSITION OF THE UNITED STATES WITH RESPECT TO INDOCHINA

At its meeting on October 19, the Senior NSC Staff agreed to consider this subject further upon receipt of a draft paper on the subject prepared by the Southeast Asia Aid Committee, together with the comments of the State Department, the Joint Secretaries, and the Joint Chiefs of Staff thereon. At a meeting of the Senior NSC Staff on November 8, the Senior JCS member reported that a report on this subject would be forthcoming presently. Awaiting report by Defense.

UNITED STATES POLICY WITH RESPECT TO TURKEY
(NSC Action No. 366-c)

In accordance with the reference Council action, the NSC Staff has been directed to prepare a report on the subject. At its meeting on November 8, the Senior NSC Staff agreed that the State Department, in consultation with Defense, would prepare a draft report on the subject for consideration by the Senior NSC Staff. Awaiting State report.

THE POSITION OF THE UNITED STATES WITH RESPECT TO IRAN

At a meeting on October 25 the Senior Staff agreed that the draft report on the subject to be prepared for Council consideration should be based upon a complete reassessment of the U. S. position toward Iran, including a review of the applicability to Iran of the basic U. S. position relating to the Eastern Mediterranean and the Middle East, approved in 1947, and of current British thinking regarding this area.

CURRENT NSC STAFF PROJECTS (Cont'd)

THE POSITION OF THE UNITED STATES WITH RESPECT TO IRAN (Cont'd)

At the Senior Staff meeting on October 30 it was agreed that the solution of the problem of determining the importance of the Middle East in general, and of Iran in particular, to the security of the United States, depended in part on the value of the oil resources of these areas to the economy of Western Europe. The CIA member was requested, with assistance from appropriate departments and agencies, to prepare as early as possible an intelligence estimate of the extent to which the Western European economy is dependent upon Middle Eastern oil, and of the related problems involved in alternate sources of supply. Awaiting report by CIA Member.

COLLABORATION WITH FRIENDLY GOVERNMENTS ON OPERATIONS AGAINST GUERRILLAS
(NSC 90)

Report by the Secretary of State, circulated for the information of the Council and the Secretary of the Treasury and, as recommended therein, referred to the Senior NSC Staff for use in the preparation of a report. At the Senior Staff meeting on October 30 the Senior State and JCS members undertook to collaborate in the preparation of a draft NSC paper covering both the political and military aspects of the problem; and the Senior CIA member agreed to prepare an intelligence estimate on current and; probable areas and characteristics of guerrilla warfare. Awaiting joint report by State, JCS, and CIA members.

A PLAN FOR NATIONAL PSYCHOLOGICAL WARFARE
(NSC 74; Memos for NSC from Executive Secretary, same subject, dated July 10 and September 14, 1950)

The reference report on the subject, transmitted by the Under Secretary of State and prepared by the organization established pursuant to NSC 59/1, was submitted for consideration by the Council and the Secretary of the Treasury by the reference memo of July 10. Approved August 4 by State, subject to comments; approved September 13 by Defense, subject to proposed changes and conditions. Actions by State and Defense submitted for Council consideration in connection with NSC 74 by the reference memo dated September 14. Awaiting memorandum action by other Council members and the Secretary of the Treasury and study by the Senior NSC Staff.

In the light of the above divergent views with respect to NSC 74, the Senior Staff agreed that the organization established in the Department of State pursuant to NSC 59/1 should make a further effort to reconcile those views and submit a report to the Senior Staff not later than December 4. Awaiting report by State member.

CURRENT NSC STAFF PROJECTS (Cont'd)

B. NSC STAFF ASSISTANTS

THE POSITION OF THE UNITED STATES WITH RESPECT TO GREECE
(NSC Action No. 366)

State draft report circulated August 8, to be revised by State in the light of the Staff Assistants' discussion on September 7. At the Senior Staff meeting on October 4, it was agreed that this project, among others, while not a matter of priority, should be completed as rapidly as possible. At its 69th Meeting, in connection with its discussion of a progress report on NSC 42/1, "U. S. Objectives with Respect to Greece and Turkey to Counter Soviet Threats to U. S. Security", the Council noted (NSC Action No. 366) that the report on U. S. policy toward Greece in preparation by the NSC Staff will take into account the desirability of assisting the Greek Army in improving its ability to defend against external aggression from adjacent Soviet satellites. Revised State draft, dated October 26, to be further revised by State, JCS and CIA in light of discussion by Staff Assistants on November 7, to include political and economic aspects of the problem. Awaiting revised report by State in collaboration with JCS and CIA.

THE POSITION OF THE UNITED STATES TOWARD YUGOSLAVIA
(NSC 73/4, par. 37-a-(2); Memo for NSC from Executive Secretary, subject: "United States Policy Toward Yugoslavia and the Furnishing of Military Assistance to Yugoslavia in Case of Aggression", dated September 5, 1950)

Memo by the JCS circulated by the reference memo at the request of the Secretary of Defense for the information of the Council, and referred to the NSC Staff for use in connection with studies being prepared pursuant to NSC Action No. 348-b, with particular reference to the review of NSC 18/4. Referred by the Senior NSC Staff to the Staff Assistants for use in the preparation of a revised report on the above subject. At the Senior Staff meeting on October 4, it was agreed that this project, among others, while not a matter of priority, should be completed as rapidly as possible. Awaiting initial draft report by State.

GENERAL STATEMENTS OF PRINCIPLE DERIVED FROM NSC POLICY REPORTS
(NSC 73/4)

At its meeting on September 6, the Senior NSC Staff agreed that the Staff Assistants should examine existing NSC policy reports with a view to deriving therefrom any general statements of principle. At the Senior Staff meeting on October 4, it was agreed that this project, among others, while not a matter of priority, should be completed as rapidly as possible. Awaiting review of existing NSC policy reports by the Staff Assistants.

CURRENT NSC STAFF PROJECTS (Cont'd)

THE UNITED STATES POSITION WITH RESPECT TO SOUTH ASIA

(Memos for NSC from Executive Secretary, subject: "Appraisal of U. S. National Interests in South Asia", dated June 2 and June 17, 1949; SANACC 360/14; NSC Action No. 224; NSC 48/2; Memo for the NSC Staff from Executive Secretary, same subject, dated November 1, 1950)

Report by SANACC (360/14) on the subject, and amendments proposed by the Secretary of Defense, referred by the Council at its 42nd Meeting to the NSC Staff for use in preparation of a report pursuant to NSC 48, "U. S. Policy Toward Asia", and for re-examination in light of that study (NSC 48/2) and the discussion at the meeting. Draft by Staff Assistants submitted November 1, for Senior NSC Staff consideration. At its meeting on November 3, the Senior NSC Staff referred the draft report to the Department of State for preparation of a new draft which, in addition to area-wide policy, would also emphasize U. S. policies regarding the respective countries within the area, following the example of NSC 48/2. Revised draft report received from the Department of State, to be circulated for consideration by the Staff Assistants.

CURRENT NSC STAFF PROJECTS (Cont'd)

C. OTHER CURRENT NSC STAFF PROJECTS

RELEASE OF INFORMATION REGARDING NEW WEAPONS

(Memo for NSC Consultants and AEC Representative from Executive Secretary, same subject, dated July 5, 1950)

At the direction of the President, the Council and the Chairman, Atomic Energy Commission, have undertaken a consideration of the general problem of weapons information, including atomic weapons, in order to make appropriate recommendations to the President on the subject. A draft report prepared by the Executive Secretary in accordance with the discussion at a meeting on June 22, has been circulated to the NSC Staff and a representative of the AEC by the reference memo. Awaiting redraft of this report by Defense.

UNITED STATES AND ALLIED WAR OBJECTIVES IN THE EVENT OF GLOBAL WAR
(NSC 79; Memo for NSC from Executive Secretary, same subject, dated September 6, 1950)

Memo on the subject by the JCS (NSC 79) circulated at the request of the Secretary of Defense for the information of the NSC and referred to the NSC Staff for use in the preparation of a report for Council consideration.

The NSC was advised, by the reference memo, of the Senior NSC Staff's decision to designate an ad hoc group of specially-qualified officials to undertake preliminary work on a draft report which will include both a statement of war objectives in the event of global war, and such related questions as a statement of the conditions that the U. S. would be willing to accept for a peaceful settlement with the USSR and its satellites. After preliminary exploration of the problem by the ad hoc group, the State Department Policy Planning Staff will prepare the first draft of a report in the light of the discussions by the ad hoc group. At the Senior NSC Staff meeting on October 2, it was agreed to establish November 15, 1950 as the target date for completion of a report on the subject for Council consideration. At the initial meeting of the ad hoc group under the chairmanship of the State Department member on October 6, the form and content of a response to the problems posed by NSC 79 were discussed and agreed upon. Awaiting draft by the Policy Planning Staff in the light of the discussion by the ad hoc group.

CURRENT NSC STAFF PROJECTS (Cont'd)

UNITED STATES POLICY ON DEFECTORS

(NSC 86; NSC Action No. 364; Memo for Ad Hoc Committee on NSC 86, from Executive Secretary, same subject, dated December 5, 1950)

The reference report by the Secretary of Defense, enclosing a memo by the Joint Secretaries on the subject, was submitted for consideration by the NSC and the Secretary of the Treasury of the Recommendation contained therein that an ad hoc committee be appointed to undertake a study of the entire defector problem.

At its 69th Meeting the Council referred NSC 86, without endorsement of the proposals contained therein, to the NSC Staff for the preparation of a study of U. S. policy on defectors, with a view to making appropriate recommendations to the Council. The Senior NSC Staff subsequently designated an ad hoc committee, including a representative from the Department of Justice, to prepare a draft report.

At its first meeting on October 26, the ad hoc committee agreed that initial studies would be prepared by the Department of State and CIA, with appropriate advice and assistance from the other departments and agencies represented on the ad hoc committee. CIA report circulated to ad hoc committee by the reference memo. Awaiting report from State.

EAST-WEST TRADE

A special committee on East-West Trade was constituted by the Senior NSC Staff on November 3, to draft reports for the Council on the subject. Projects under consideration by the special committee include:

a. OPERATION OF ISBRANDTSEN COMPANY, INC. SHIPS TO COMMUNIST COUNTRIES

(NSC 87; Memos for Senior NSC Staff from Executive Secretary, subject: "Strengthening of Export Control Laws", dated October 16 and 25, 1950; Memo for NSC from Executive Secretary, same subject, dated November 1, 1950; Memo for Special Committee on East-West Trade from Executive Secretary, subject: "East-West Trade", dated November 18, 1950)

Memorandum by the JCS (NSC 87) circulated, at the request of the Secretary of Defense, to the Council for information and referred to the NSC Staff for use in the preparation, as a matter of priority, of recommendations as to specific governmental measures to be taken, for early consideration by the

CURRENT NSC STAFF PROJECTS (Cont'd)

EAST-WEST TRADE (Cont'd)

OPERATION OF ISBRANDTSEN COMPANY, INC. SHIPS TO COMMUNIST COUNTRIES (Cont'd)

Council, the Secretary of the Treasury, the Attorney General, and the Secretary of Commerce. At its meeting on October 13, the Senior NSC Staff agreed that the Department of Commerce should proceed with investigation and appropriate enforcement action in the light of NSC 87. The Senior Staff further agreed to consider at a later date any questions of policy that might arise as a result of such investigation and enforcement action. In the meantime, the Senior Staff agreed to study a draft proposal for strengthening the export control laws informally submitted by the Department of Justice representative and circulated by the reference memo dated October 16.

CURRENT NSC STAFF PROJECTS (Cont'd)

EAST-WEST TRADE (Cont'd)

OPERATION OF ISBRANDTSEN COMPANY, INC. SHIPS TO COMMUNIST COUNTRIES (Cont'd)

Memos relating to the subject, transmitted by the Assistant Secretary of Commerce, Mr. Blaisdell, were circulated for information of the Senior NSC Staff by the reference memo dated October 25, and to serve as the basis for further consideration of the subject at a future meeting.

Memo by the Secretary of Defense on the subject circulated by the reference memo dated November 1, for the information of the Council, the Secretary of the Treasury, the Attorney General, and the Secretary of Commerce, and referred to the NSC Staff, including officials of the Departments of Justice and Commerce for this purpose, for use in connection with this project.

At its meeting on November 8, the Senior NSC Staff agreed that this project should be referred to the Special Committee on East-West Trade. Scheduled for discussion by the Special Committee at its meeting on December 6.

- b. NSC DETERMINATIONS ON EAST-WEST TRADE
(Public Law 843, 81st Congress, 2nd Session; NSC Action No. 347; NSC 69 Series; Memos for Special Committee on East-West Trade from Executive Secretary, same subject, dated November 13 and 28, 1950)

In connection with the Council's responsibilities on the subject under Chapter XIII, Section 1304, of Public Law 843, 81st Congress, 2nd Session, approved September 27, 1950, the Senior NSC Staff agreed at its meeting on October 4 that the Senior State member should present recommendations on the subject for consideration by the Senior Staff.

At its meeting on November 8, the Senior NSC Staff agreed that this project should be referred to the Special Committee on East-West Trade. The Special Committee, on November 14, agreed that the Department of State, with the cooperation of all other interested departments and agencies, should prepare a draft report for consideration by the Special Committee as a matter of urgency. State draft report transmitted by the reference memorandum of November 28 and scheduled for consideration at the Special Committee meeting on December 6.

4. OTHER CURRENT COUNCIL PROJECTS

APPRAISAL OF FOREIGN ECONOMIC INTELLIGENCE REQUIREMENTS,
FACILITIES AND ARRANGEMENTS RELATED TO THE NATIONAL SECURITY

(Memo for NSC from Executive Secretary, same subject, dated February 7, 1950; NSC Action No. 282)

In approving the proposal by the Acting Chairman, NSRB, in the reference memo, the NSC directed (NSC Action No. 282) the CIA, in collaboration with the Government agencies concerned, to organize and conduct a study of foreign economic intelligence requirements, facilities and arrangements related to the national security, and based on the findings of this study, to prepare for Council consideration and action a comprehensive plan for satisfying the foreign economic intelligence requirements of the national security and for a coordinated interagency effort to this end based on a definite allocation of responsibilities among the agencies concerned.

Reports by the Central Intelligence Agency on September 8, October 4, and November 7, concerning the status of this project, indicate that the surveys of governmental facilities for the production of economic intelligence are scheduled for completion by November 30, and that a coordinated draft statement of requirements for foreign economic intelligence is scheduled for completion by December 14. Awaiting final report by CIA.

NATIONAL MANPOWER MOBILIZATION POLICY

(NSC 77; NSC Action No. 328-b)

At its 63rd Meeting (NSC Action No. 328), the Council, the Secretary of the Treasury, and the Secretary of Labor considered a report by the Chairman, NSRB, on the subject (NSC 77) and noted the President's directive that the Chairman, NSRB, in consultation with the Departments of Defense and Labor, should develop a national manpower mobilization policy. Pursuant to the President's direction, the Chairman, NSRB, was requested, on September 1, 1950, to prepare a report on the present status of this project. The Chairman, NSRB, is developing a policy, in which all but one of a number of issues have been agreed upon to date, in consultation with the Secretaries of Defense and Labor, for submission to the Council at an early date. Awaiting report by the Chairman, NSRB.

OTHER CURRENT COUNCIL PROJECTS (Cont'd)

SUPPORT FOR THE VOICE OF AMERICA IN THE FIELDS OF INTELLIGENCE AND OF RESEARCH AND DEVELOPMENT

(NSC 66; Memos for NSC from Executive Secretary, same subject, dated April 4, May 11, and September 11, 1950)

The reference report by the Secretary of State was submitted by the reference memo of April 4 for consideration and memorandum action by the Council, the Secretary of the Treasury, and the Chairman, Federal Communications Commission. In accordance with the suggestion of the Secretary of State, the Secretaries of State and Defense, the Chairman, FCC, and the Director of Central Intelligence, were requested to designate representatives in advance to prepare a report for consideration by the Council, the Secretary of the Treasury, and the Chairman, FCC, in the event that the recommendations in NSC 66 were approved. Comments by Defense, FCC and CIA were transmitted by the reference memo of May 11 for Council consideration, and in light of the Defense comment that further action by the Council should be deferred until an ad hoc committee of the IAC completes its investigation of the problem, the departments and agencies concerned agreed informally that this item should not be scheduled for Council consideration until the Director of Central Intelligence and the IAC had submitted a report.

An interim report by the Director of Central Intelligence was circulated by the reference memo dated September 11 for the information of the Council, pending receipt of views of the USCIB on a recommendation contained in the report.

Awaiting views of the USCIB and final report by the Director of Central Intelligence.

THE POSITION OF THE UNITED STATES WITH RESPECT TO ASIA

(NSC 48/2; Memo for NSC from Executive Secretary, same subject, dated November 20, 1950)

Memorandum by the Deputy Secretary of Defense on the subject, circulated for Council information by the reference memo and referred to the Secretary of State for consideration of the action proposed in the second paragraph thereof. Awaiting response by the Secretary of State.

5. PROJECTS WITHDRAWN

UNITED STATES COURSES OF ACTION WITH RESPECT TO KOREA
(NSC 81/2; NSC Action No. 378; Memos for NSC from Executive Secretary, same subject, dated November 14, and 30, 1950)

Interim report by the Executive Secretary (NSC 81/2), prepared in response to NSC Action No. 378, was submitted by the reference memorandum for action by the Council and the Secretary of the Treasury. Approved by Treasury, November 15; by Defense and NSRB, November 16.

In view of recent developments in Korea and in the light of the discussion at the 73rd Council meeting (NSC Action No. 389), the Senior NSC Staff withdrew NSC 81/2 from consideration. (See also related project in Section 3-A.)

TOP SECRET

